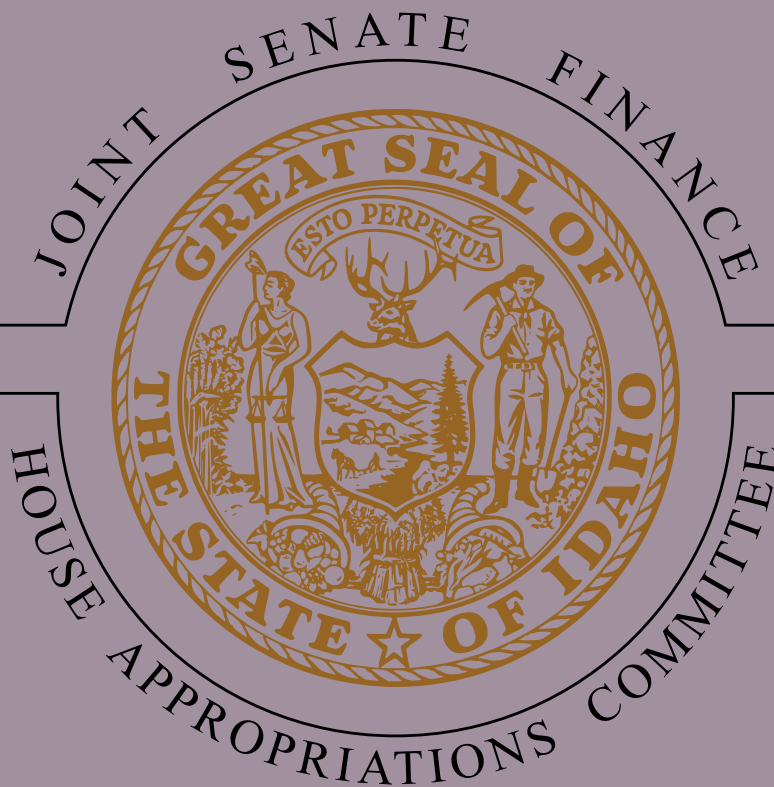


IDAHO

2015

LEGISLATIVE BUDGET BOOK

FISCAL YEAR 2016



A PUBLICATION
OF THE LEGISLATIVE SERVICES OFFICE
BUDGET AND POLICY ANALYSIS

FIRST REGULAR SESSION • SIXTY-THIRD LEGISLATURE

First Regular Session, Sixty-Third Legislature

Idaho Legislative Budget Book For Fiscal Year 2016

This *Legislative Budget Book* is the primary reference document used by the Joint Senate Finance and House Appropriations Committee, in setting the Idaho State Budget. The publication is also available online at:

<http://legislature.idaho.gov/budget/publications.htm>

Section I of this document contains statewide summary reports, charts, graphs and historical tables.

Section II provides a detailed description of agency budget requests for the Executive Branch, which includes twenty executive departments and the seven offices for statewide elected officials, the Judicial Branch and the Legislative Branch. Also included is the Governor's recommendation that provides the Legislature with a side-by-side comparison of each agency's budget request and the Governor's budget recommendation; in a single, inclusive document. Policy oversight is emphasized in this document by grouping and displaying minor programs at the agency or divisional level, and clearly displaying and comparing the key policy budget decisions that need to be made. Detail objects of expenditures (personnel costs, operating expenditures, capital outlay, and trustee & benefit payments) are de-emphasized to allow the use of larger fonts with fewer pages.

Supporting Agency Profile Documents include organizational charts, performance measures and other analyses intended to lend context to the discussion of each agency's budget.

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

A Publication of the Legislative Services Office

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Serving Idaho's Citizen Legislature

Joint Senate Finance House Appropriations Committee



FIRST REGULAR SESSION OF THE SIXTY-THIRD IDAHO LEGISLATURE

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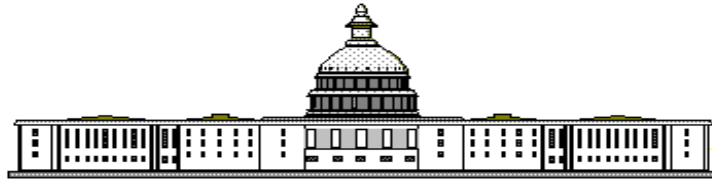
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House Appropriations

Budget and Policy Analysis

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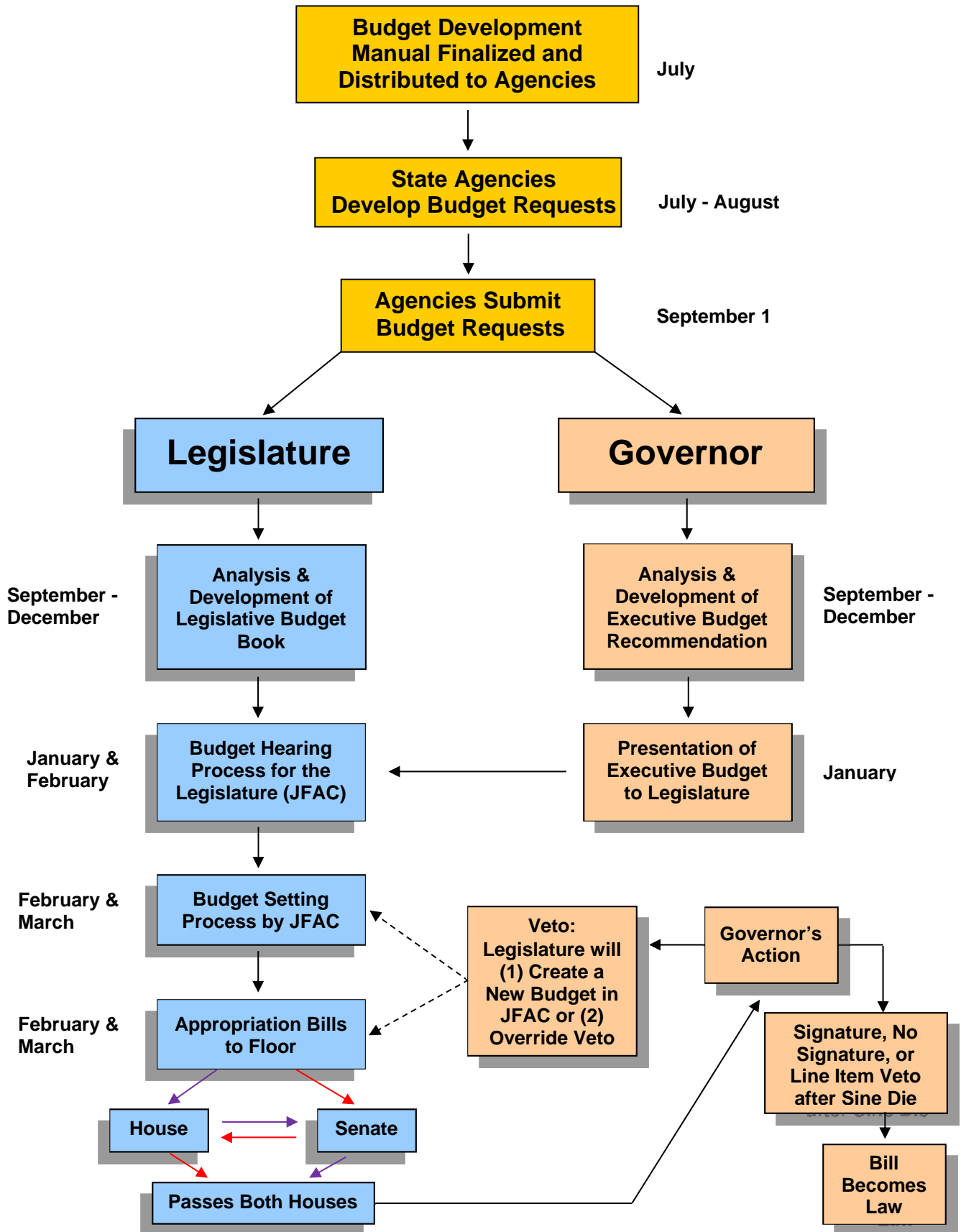
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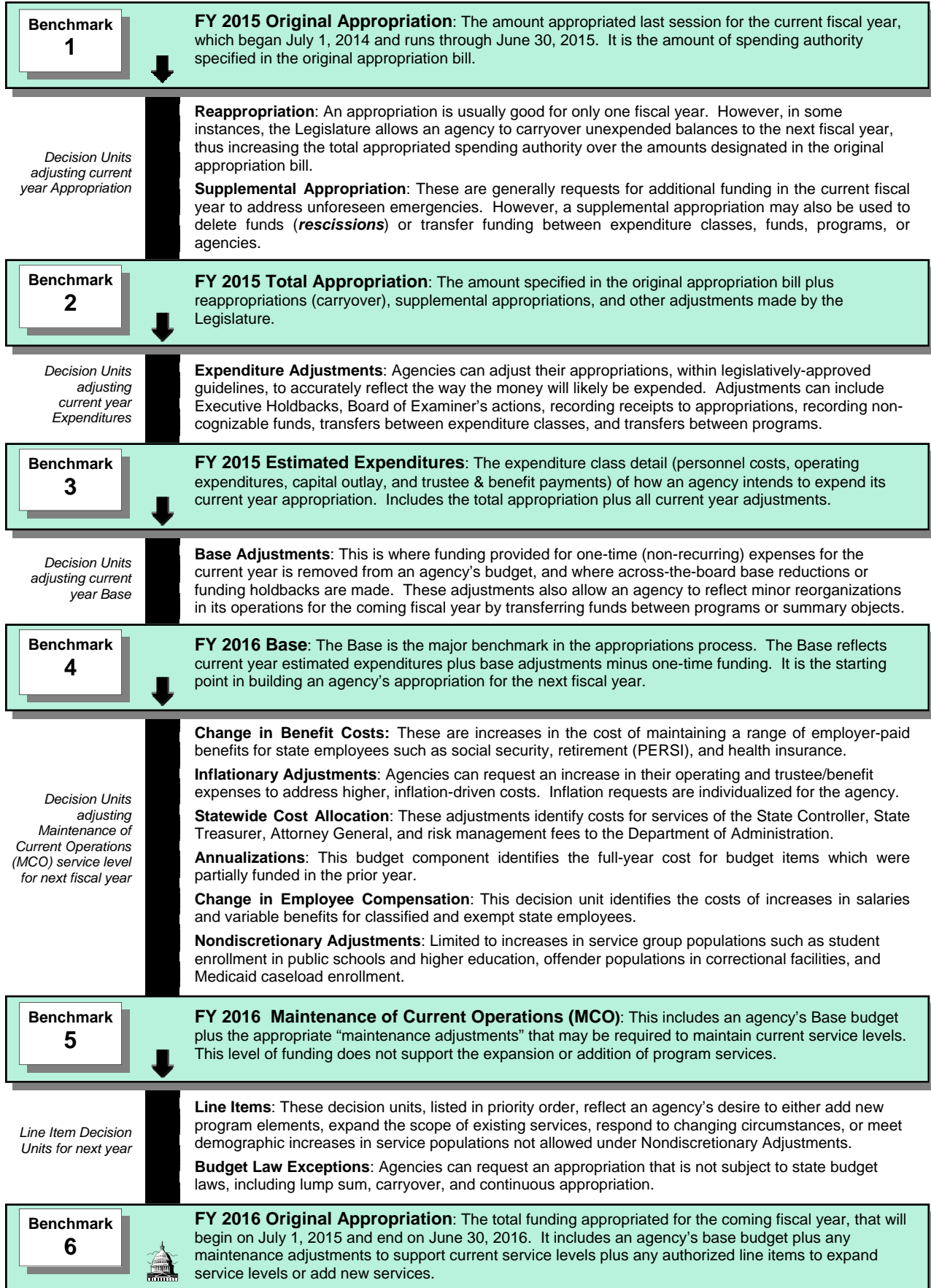
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Annual State of Idaho Budget Process



The Idaho Decision Unit (DU) Budget Model



General Fund Summary

FISCAL YEAR 2015

	Orig Estimate/ Current Law & Request	Governor's Rec
<u>REVENUES</u>		
1. Beginning Balance	\$ 44,432,700	\$ 44,432,700
2. After Year-End Cash Reversions	9,142,100	9,142,100
3. Total Cash Balance	53,574,800	53,574,800
4. DFM Sine Die Est (6.4% increase from FY14 forecast)	2,987,767,000	
5. DFM Revised Rev Est (5.3% increase from FY14 actual)		2,964,497,000
6. H546 Idaho Tax Reimb Incentive Act	7,000,000	
7. H595 Medical Savings Account	(4,000,000)	
8. H598 Sales & Use Tax on Software	(2,000,000)	
9. H641 Public Schools Bond Levy Equalization	(358,000)	
10. H660 of 2012 - Court Fees Directed to General Fund	2,000,000	
11. Proposed Legislation - Federal Tax Conformity		(10,620,000)
12. Total Revenues	\$ 2,990,409,000	\$ 2,953,877,000
13. Total Revenues and Cash Balance	\$ 3,043,983,800	\$ 3,007,451,800
<u>TRANSFERS</u>		
14. Deficiency Warrants - Fires, Pests, Hazardous Mat	\$ (17,981,900)	\$ (17,981,900)
15. 2014 Legislative Session Transfers	(1,727,000)	(1,727,000)
16. Permanent Building Fund for Capitol Annex		(1,150,000)
17. Total Transfers	\$ (19,708,900)	\$ (20,858,900)
18. NET REVENUES AND TRANSFERS	\$ 3,024,274,900	\$ 2,933,018,100
<u>EXPENDITURES</u>		
19. FY 2015 Original Appropriation	\$ 2,936,096,600	\$ 2,936,096,600
Supplemental Appropriations:		
20. College and Universities	1,551,300	
21. Dept of Health & Welfare	2,500,000	2,442,200
22. Dept of Health & Welfare - Medicaid	(17,110,000)	(17,110,000)
23. Dept of Correction	398,600	398,600
24. State Appellate Public Defender	104,100	94,900
25. Dept of Administration	2,188,000	1,600,000
26. Permanent Building Fund		1,150,000
27. State Controller	250,000	250,000
28. Military Division	25,000	25,000
29. Total Supplementals	(10,093,000)	(11,149,300)
30. Cash Transfer to Other Funds		(1,150,000)
31. FY 2015 Total Appropriation	2,926,003,600	2,923,797,300
32. FY 2015 ESTIMATED ENDING BALANCE	\$ 98,271,300	\$ 62,795,600

General Fund Summary

FISCAL YEAR 2016

<u>REVENUES</u>	<u>Agency Request</u>	<u>Governor's Rec</u>
1. Beginning Balance	\$ 62,795,600	\$ 62,795,600
2. DFM Orig Rev Est (5.5% increase from FY15 forecast)	3,127,644,000	3,127,644,000
3. Income Tax Relief - First of Five-Year Phase In		(17,800,000)
4. Proposed Legislation - Federal Tax Conformity		(7,080,000)
5. Proposed Executive Legislation with Fiscal Impact		(1,675,000)
6. Total Revenues & Available Cash	\$ 3,190,439,600	\$ 3,163,884,600
 <u>TRANSFERS</u>		
7. Budget Stabilization Fund §57-814 IC	(29,645,000)	(29,645,000)
8. Budget Stabilization Fund - Proposed Executive Legislation		(4,100,000)
9. Wolf Depredation Control Board - Wolf Control Fund		(400,000)
10. Endowment Funds for Military Leased Communication Towers		(1,300,800)
11. Permanent Building Fund for Alteration & Repairs		(6,250,000)
12. Dept of Admin Services & Accounting Fund for Elected Officials Rent		(2,737,500)
13. Dept of Commerce Opportunity Fund		(3,000,000)
14. Dept of Labor Workforce Development Training Fund		(5,000,000)
15. Economic Recovery Reserve Fund for 27th Payroll in FY 2017		(20,000,000)
16. Net Transfers	\$ (29,645,000)	\$ (72,433,300)
17. NET REVENUES AND TRANSFERS	\$ 3,160,794,600	\$ 3,091,451,300
 <u>EXPENDITURES</u>		
18. FY 2015 Estimated Expenditures	\$ 2,926,003,600	\$ 2,923,797,300
19. FY 2016 Base Budget	2,871,173,600	2,870,133,200
Maintenance Costs:		
20. Benefit Changes	8,418,900	5,799,500
21. Inflationary Adjustments	1,587,700	279,400
22. Replacement Items	22,590,500	19,274,500
23. Statewide Cost Allocation	(912,100)	(912,100)
24. Annualizations	2,186,900	15,600
25. Change in Employee Compensation	5,719,200	16,696,200
26. Public School Salary Increase	9,301,500	6,180,400
27. Military Compensation	45,300	
28. Nondiscretionary Adjustments	49,924,600	44,636,000
29. Endowment Adjustments	(1,283,200)	(1,283,200)
30. FY 2016 Program Maintenance	\$ 2,968,752,900	\$ 2,960,819,500
Other Budget Requests:		
31. Education:	121,668,200	99,419,000
32. Health and Human Services:	9,251,200	6,772,800
33. Public Safety:	13,195,500	10,042,000
34. Natural Resources:	2,951,800	2,863,800
35. Economic Development:	1,618,200	8,179,000
36. General Government:	16,160,200	18,885,600
37. Cash Transfers to Other Funds		(18,688,300)
38. FY 2016 Total	\$ 3,133,598,000	\$ 3,088,293,400
39. FY 2016 ESTIMATED ENDING BALANCE	\$ 27,196,600	\$ 3,157,900

General Fund Revenue Collections & Estimates

Source	Actual			
	FY 2009	FY 2010	FY 2011	FY 2012
Individual Income Tax	\$1,167,889,064	\$1,061,875,202	\$1,152,651,023	\$1,206,406,502
% change	(18.3%)	(9.1%)	8.5%	4.7%
Corporate Income Tax	141,025,367	97,021,048	168,949,756	187,014,165
% change	(25.7%)	(31.2%)	74.1%	10.7%
Sales Tax	1,022,201,626	955,908,661	972,379,787	1,027,344,323
% change	(10.5%)	(6.5%)	1.7%	5.7%
Cigarette Tax	7,770,000	16,900,000	14,400,000	11,606,159
Tobacco Tax	7,358,264	7,818,986	8,475,496	8,925,455
Beer Tax	2,038,812	2,069,733	1,971,078	1,944,126
Wine Tax	3,280,063	3,000,186	3,210,700	3,454,070
Liquor Distribution	<u>9,294,000</u>	<u>11,394,000</u>	<u>14,761,400</u>	<u>17,248,000</u>
Product Taxes subtotal	29,741,139	41,182,905	42,818,675	43,177,810
% change	10.8%	38.5%	4.0%	0.8%
Kilowatt-Hour Tax	2,018,222	2,138,230	2,429,958	2,981,630
Mine License	941,787	1,797,062	1,536,080	2,024,672
State Treasurer Int.	760,407	(1,318,111)	(430,721)	(604,324)
Judicial Branch	5,353,964	5,383,855	5,116,112	4,849,395
Insurance Prem. Tax	55,478,796	53,631,661	54,117,538	56,579,661
State Police	1,610,171	1,469,161	1,523,631	1,557,070
Secretary of State	2,423,686	2,419,055	2,412,976	2,427,979
Unclaimed Property	1,782,327	8,224,754	4,512,890	8,887,995
Estate Tax	237,715	(173,360)	521,357	(21,984)
Other	<u>34,104,553</u>	<u>34,896,613</u>	<u>35,940,000</u>	<u>45,088,374</u>
Misc. Revenue Subtotal	104,711,628	108,468,920	107,679,820	123,770,468
% change	(13.2%)	3.6%	(0.7%)	14.9%
Total General Fund Collections	\$2,465,568,800	\$2,264,456,700	\$2,444,479,100	\$2,587,713,300
% change	(15.3%)	(8.2%)	7.9%	5.9%
Expenditures	2,724,279,100	2,340,999,900	2,450,172,200	2,505,098,200
% change	(2.7%)	(14.1%)	4.7%	2.2%
Annual Surplus (Deficit)	(258,710,300)	(76,543,200)	(5,693,100)	82,615,100
Beginning Balance:	248,756,500	5,111,300	1,536,100	69,942,500
Net Transfers In (Out):	15,065,100	72,968,000	74,094,700	(13,526,100)
Adjustments:	<u>0</u>	<u>0</u>	<u>4,800</u>	<u>21,400</u>
Total Ending Balance	5,111,300	1,536,100	69,942,500	139,052,900

Sources: Legislative Fiscal Reports and the Division of Financial Management

General Fund Revenue Collections & Estimates

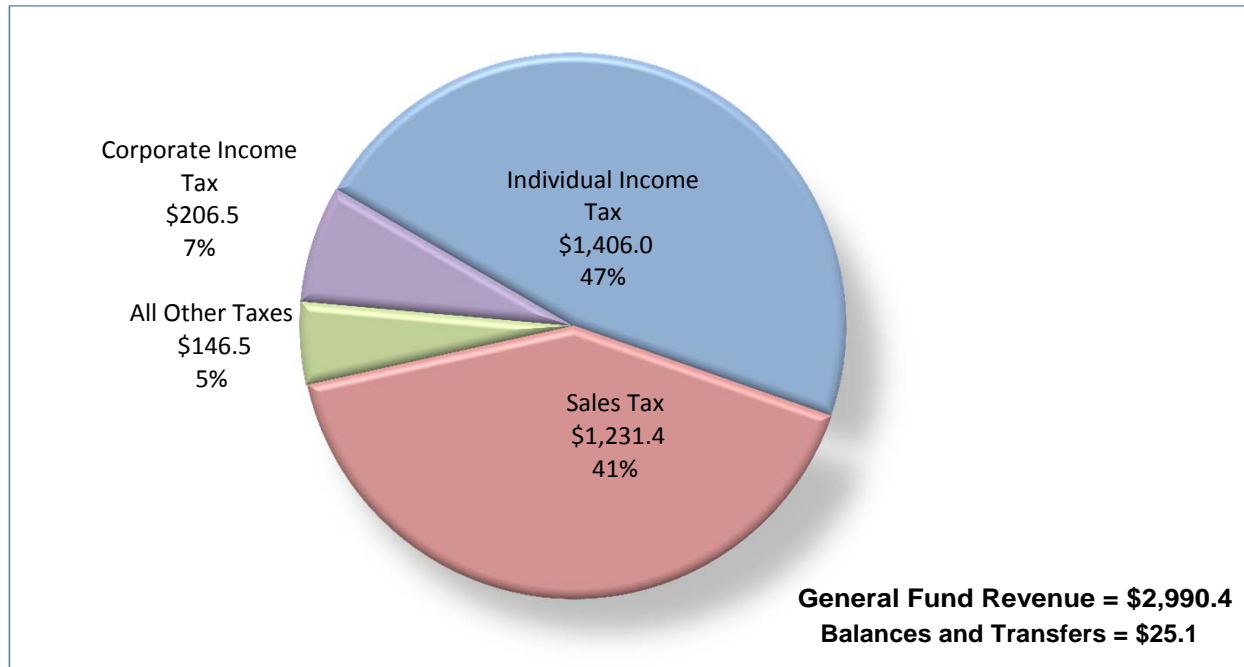
Source	Actual		Governor's Forecast	
	FY 2013	FY 2014	FY 2015	FY 2016
Individual Income Tax	\$1,284,323,929	\$1,329,264,582	\$1,413,229,500	\$1,488,584,500
% change	6.5%	3.5%	6.3%	5.3%
Corporate Income Tax	198,659,090	188,291,424	200,132,200	212,481,900
% change	6.2%	(5.2%)	6.3%	6.2%
Sales Tax	1,109,828,539	1,145,731,785	1,204,333,500	1,269,992,900
% change	8.0%	3.2%	5.1%	5.5%
Cigarette Tax	13,077,000	3,695,604	3,337,600	6,650,000
Tobacco Tax	10,013,026	9,883,755	9,960,700	10,108,900
Beer Tax	1,927,751	1,890,918	1,909,400	1,943,600
Wine Tax	3,908,678	4,134,639	4,272,200	4,409,500
Liquor Distribution	<u>20,925,004</u>	<u>24,210,000</u>	<u>25,480,000</u>	<u>25,604,800</u>
Product Taxes subtotal	49,851,459	43,814,916	44,959,900	48,716,800
% change	15.5%	(12.1%)	2.6%	8.4%
Kilowatt-Hour Tax	1,919,852	1,839,874	1,800,000	1,900,000
Mine License	531,466	518,734	500,000	600,000
State Treasurer Int.	355,696	(365,532)	(337,300)	353,500
Judicial Branch	4,591,958	4,355,631	4,919,000	4,922,700
Insurance Prem. Tax	55,621,675	59,356,420	56,735,200	62,924,400
State Police	127,729	0	(3,200)	0
Secretary of State	2,537,965	2,701,683	2,891,300	3,030,000
Unclaimed Property	6,997,488	5,654,952	6,000,000	6,000,000
Estate Tax	63,000	303,825	0	0
Other	<u>34,875,345</u>	<u>33,961,030</u>	<u>29,336,900</u>	<u>28,137,300</u>
Misc. Revenue Subtotal	107,622,174	108,326,617	101,841,900	107,867,900
% change	(13.0%)	0.7%	(6.0%)	5.9%
Total General Fund Collections	\$2,750,285,200	\$2,815,429,300	*\$2,964,497,000	*\$3,127,644,000
% change	6.3%	2.4%	5.3%	5.5%
Expenditures	2,693,784,300	2,767,974,900	2,923,797,300	3,088,293,400
% change	7.5%	2.8%	5.6%	5.6%
Annual Surplus (Deficit)	56,500,900	47,454,400	40,699,700	39,350,600
Beginning Balance:	139,052,900	82,784,900	53,574,800	62,795,600
Net Transfers In (Out):	(112,766,200)	(78,250,800)	(20,858,900)	(72,433,300)
Adjustments:	<u>(2,700)</u>	<u>1,586,300</u>	<u>(10,620,000)</u>	<u>(26,555,000)</u>
Total Ending Balance	82,784,900	53,574,800	\$62,795,600	\$3,157,900

**Total Collections Forecasts are rounded*

FY 2015 General Fund Revenue & Appropriations

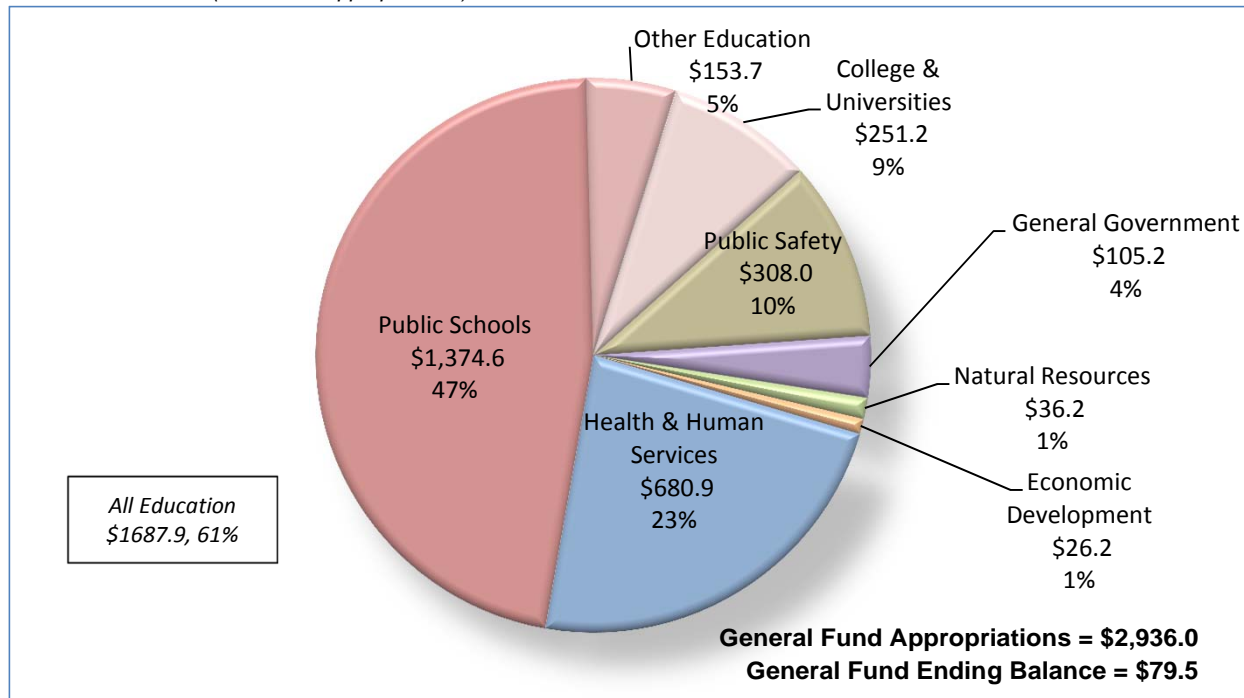
"Where the money comes from . . ."

Dollars In Millions (Percent of Revenue)



"Where the money goes . . ."

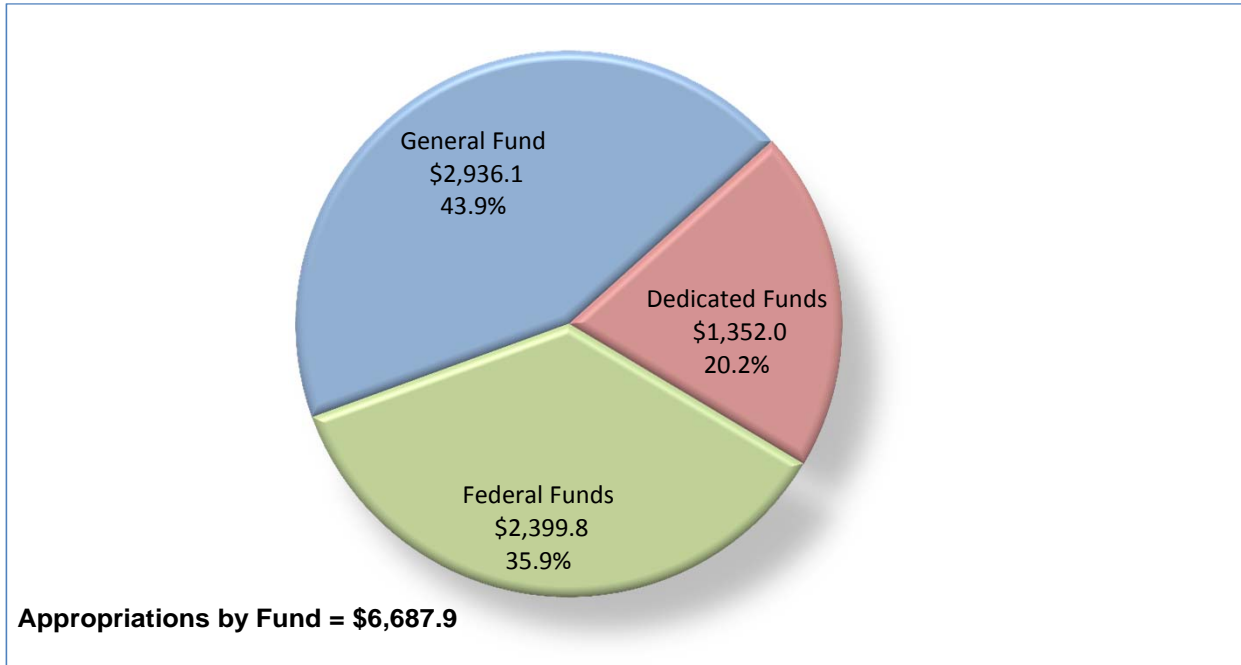
Dollars In Millions (Percent of Appropriations)



FY 2015 All Appropriations by Fund & Function

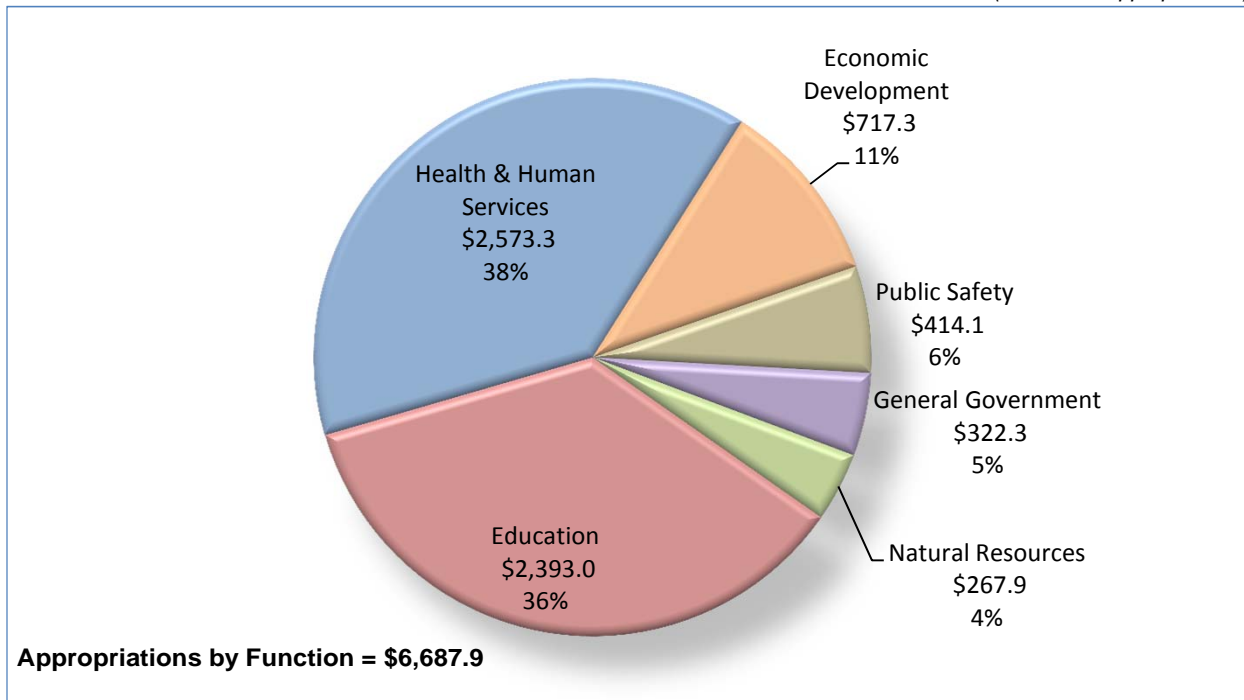
"Where the money comes from . . ."

Dollars In Millions (Percent of Revenue)



"Where the money goes . . ."

Dollars In Millions (Percent of Appropriations)



FY 2016 Agency Request by Decision Unit

Decision Unit	FTP	Gen	Ded	Fed	Total		
FY 2015 Original Appropriation	17,410.38	2,936,096,600	1,352,012,600	2,399,831,300	6,687,940,500		
Reappropriation	0.00	0	286,155,800	26,051,300	312,207,100		
Supplementals	43.59	(10,093,000)	75,082,300	19,651,500	84,640,800		
Rescissions	(25.00)	0	0	0	0		
Deficiency Warrants	0.00	17,981,900	0	0	17,981,900		
Cash Transfers	0.00	(17,981,900)	0	0	(17,981,900)		
FY 2015 Total Appropriation	17,428.97	2,926,003,600	1,713,250,700	2,445,534,100	7,084,788,400		
Noncognizable Funds and Transfers	79.77	0	19,683,900	10,185,200	29,869,100		
Expenditure Adjustments	350.00	0	(353,600)	0	(353,600)		
FY 2015 Estimated Expenditures	17,858.74	2,926,003,600	1,732,581,000	2,455,719,300	7,114,303,900		
Removal of One-Time Expenditures	(5.00)	(51,878,400)	(421,701,400)	(74,370,400)	(547,950,200)		
Base Adjustments	(18.37)	(2,951,600)	(14,446,100)	(27,442,400)	(44,840,100)		
FY 2016 Base	17,835.37	2,871,173,600	1,296,433,500	2,353,906,500	6,521,513,600		
Benefit Costs	0.00	8,418,900	6,062,300	2,416,200	16,897,400		
Inflationary Adjustments	0.00	1,587,700	3,617,200	390,500	5,595,400		
Replacement Items	0.00	22,590,500	56,594,400	2,785,000	81,969,900		
Statewide Cost Allocation	0.00	(912,100)	(617,600)	(159,500)	(1,689,200)		
Annualizations	6.41	2,186,900	0	5,333,400	7,520,300		
Change in Employee Compensation	0.00	5,719,200	4,354,400	1,601,600	11,675,200		
Public School Salary Change	0.00	9,301,500	0	0	9,301,500		
Military Compensation	0.00	45,300	44,600	114,900	204,800		
Nondiscretionary Adjustments	0.00	49,924,600	2,514,000	19,767,600	72,206,200		
Endowment Adjustments	0.00	(1,283,200)	2,440,900	0	1,157,700		
FY 2016 Program Maintenance	17,841.78	2,968,752,900	1,371,443,700	2,386,156,200	6,726,352,800		
Line Items by Functional Area							
Education	177.21	121,668,200	637,400	17,234,500	139,540,100		
Health and Human Services	(5.00)	9,251,200	17,866,000	20,352,200	47,469,400		
Public Safety	48.93	13,195,500	692,900	161,500	14,049,900		
Natural Resources	5.00	2,951,800	8,898,300	2,691,500	14,541,600		
Economic Development	37.20	1,618,200	11,911,000	932,200	14,461,400		
General Government	32.25	16,160,200	22,340,400	1,421,200	39,921,800		
Cash Transfers	0.00	0	(2,216,000)	0	(2,216,000)		
FY 2016 Total	18,137.37	3,133,598,000	1,431,573,700	2,428,949,300	6,994,121,000		
Percent Change from Orig. Appropriation	4.2%	6.7%	5.9%	1.2%	4.6%		
Percent Change from Total Appropriation	4.1%	7.1%	(16.4%)	(0.7%)	(1.3%)		
FY 2016 Total Agency Request							
	FTP	Pers Costs	Oper Exp	Cap Out	T/B Pymts	Lump Sum	Total
General	8,797.28	745,204,900	218,802,700	12,264,500	654,370,500	1,450,200,800	3,080,843,400
OT	0.00	100,000	13,460,300	29,108,400	10,085,900	0	52,754,600
Fund Total:	8,797.28	745,304,900	232,263,000	41,372,900	664,456,400	1,450,200,800	3,133,598,000
Dedicated	7,998.64	528,975,600	364,820,400	57,888,700	314,886,400	75,965,200	1,342,536,300
OT	0.00	119,500	8,106,400	70,934,200	400,000	9,477,300	89,037,400
Fund Total:	7,998.64	529,095,100	372,926,800	128,822,900	315,286,400	85,442,500	1,431,573,700
Federal	1,341.45	199,692,300	192,453,700	190,590,100	1,540,315,800	280,000,000	2,403,051,900
OT	0.00	993,300	19,010,700	3,957,300	1,936,100	0	25,897,400
Fund Total:	1,341.45	200,685,600	211,464,400	194,547,400	1,542,251,900	280,000,000	2,428,949,300
Total:	18,137.37	1,475,085,600	816,654,200	364,743,200	2,521,994,700	1,815,643,300	6,994,121,000

FY 2016 Governor's Rec by Decision Unit

Decision Unit	FTP	Gen	Ded	Fed	Total		
FY 2015 Original Appropriation	17,410.38	2,936,096,600	1,352,012,600	2,399,831,300	6,687,940,500		
Reappropriation	0.00	0	286,155,800	26,051,300	312,207,100		
Supplementals	27.00	(11,149,300)	75,167,300	20,661,500	84,679,500		
Rescissions	(25.00)	0	0	0	0		
Deficiency Warrants	0.00	17,981,900	0	0	17,981,900		
Cash Transfers	0.00	(19,131,900)	1,150,000	0	(17,981,900)		
FY 2015 Total Appropriation	17,412.38	2,923,797,300	1,714,485,700	2,446,544,100	7,084,827,100		
Noncognizable Funds and Transfers	79.77	0	19,683,900	10,436,300	30,120,200		
Expenditure Adjustments	350.00	0	(353,600)	0	(353,600)		
FY 2015 Estimated Expenditures	17,842.15	2,923,797,300	1,733,816,000	2,456,980,400	7,114,593,700		
Removal of One-Time Expenditures	(5.00)	(50,631,600)	(422,836,400)	(75,631,500)	(549,099,500)		
Base Adjustments	(52.60)	(3,032,500)	(15,322,300)	(27,483,900)	(45,838,700)		
FY 2016 Base	17,784.55	2,870,133,200	1,295,657,300	2,353,865,000	6,519,655,500		
Benefit Costs	0.00	5,799,500	4,064,300	1,656,600	11,520,400		
Inflationary Adjustments	0.00	279,400	3,578,400	390,500	4,248,300		
Replacement Items	0.00	20,524,500	57,276,100	2,214,200	80,014,800		
Statewide Cost Allocation	0.00	(912,100)	(617,600)	(159,500)	(1,689,200)		
Annualizations	0.00	15,600	0	5,333,400	5,349,000		
Change in Employee Compensation	0.00	16,696,200	12,074,800	4,503,900	33,274,900		
Public School Salary Change	0.00	6,180,400	0	0	6,180,400		
Military Compensation	0.00	0	36,400	0	36,400		
Nondiscretionary Adjustments	0.00	44,636,000	2,514,000	19,767,600	66,917,600		
Endowment Adjustments	0.00	(1,283,200)	2,483,400	0	1,200,200		
FY 2016 Program Maintenance	17,784.55	2,962,069,500	1,377,067,100	2,387,571,700	6,726,708,300		
Line Items by Functional Area							
Education	26.37	99,419,000	745,200	2,008,000	102,172,200		
Health and Human Services	22.74	6,772,800	17,866,000	18,771,100	43,409,900		
Public Safety	37.93	10,042,000	161,400	161,500	10,364,900		
Natural Resources	32.79	2,863,800	9,097,700	2,691,100	14,652,600		
Economic Development	33.65	8,179,000	10,023,300	879,800	19,082,100		
General Government	18.50	17,635,600	21,336,500	1,395,800	40,367,900		
Cash Transfers	0.00	(18,688,300)	4,034,000	0	(14,654,300)		
FY 2016 Total	17,956.53	3,088,293,400	1,440,331,200	2,413,479,000	6,942,103,600		
Percent Change from Orig. Appropriation	3.1%	5.2%	6.5%	0.6%	3.8%		
Percent Change from Total Appropriation	3.1%	5.6%	(16.0%)	(1.4%)	(2.0%)		
FY 2016 Total Recommendation							
	FTP	Pers Costs	Oper Exp	Cap Out	T/B Pymts	Lump Sum	Total
General	8,590.49	723,242,100	216,376,600	11,661,200	647,230,700	1,460,062,000	3,058,572,600
OT	0.65	273,500	12,387,200	16,974,200	85,900	0	29,720,800
Fund Total:	8,591.14	723,515,600	228,763,800	28,635,400	647,316,600	1,460,062,000	3,088,293,400
Dedicated	8,024.45	533,658,900	363,879,300	57,012,500	314,222,600	75,965,200	1,344,738,500
OT	0.35	163,100	7,911,100	78,162,400	440,000	8,916,100	95,592,700
Fund Total:	8,024.80	533,822,000	371,790,400	135,174,900	314,662,600	84,881,300	1,440,331,200
Federal	1,340.59	200,021,600	192,482,000	190,590,100	1,540,315,800	265,000,000	2,388,409,500
OT	0.00	969,800	18,834,000	3,359,600	1,906,100	0	25,069,500
Fund Total:	1,340.59	200,991,400	211,316,000	193,949,700	1,542,221,900	265,000,000	2,413,479,000
Total:	17,956.53	1,458,329,000	811,870,200	357,760,000	2,504,201,100	1,809,943,300	6,942,103,600

FY 2015 Deficiency Warrants And Supplemental Requests

Func Area/Dept/Div	Request			Gov's Rec		
	FTP	General	Total	FTP	General	Total
Part A: Deficiency Warrants & Cash Transfers						
Natural Resources						
Board of Land Commissioners						
Department of Lands						
1. Fire Deficiency Warrants	0.00	17,529,000	17,529,000	0.00	17,529,000	17,529,000
Economic Development						
Department of Agriculture						
2. Pest Control Deficiency Warrants	0.00	389,400	389,400	0.00	389,400	389,400
General Government						
Office of the Governor						
Military Division						
3. HazMat Deficiency Warrants	0.00	63,500	63,500	0.00	63,500	63,500
Total:	0.00	17,981,900	17,981,900	0.00	17,981,900	17,981,900

Part B: Supplementals

Education						
Public School Support						
Children's Programs						
1. Increase Federal Spending Authority	0.00	0	50,000,000	0.00	0	50,000,000
State Board of Education						
College and Universities						
2. Campus Security	16.59	1,173,400	1,173,400	0.00	0	0
Community Colleges						
3. Campus Security	0.00	377,900	377,900	0.00	0	0
Idaho Public Television						
4. Infrastructure Replacement	0.00	0	183,500	0.00	0	183,500
Superintendent of Public Instruction						
5. Add'l Approp for Grants	0.00	0	0	0.00	0	0
Vocational Rehabilitation						
6. Job Supports for Customers and Fun	0.00	0	555,000	0.00	0	555,000
Health and Human Services						
Department of Health and Welfare						
Services for the Developmentally Disabled						
7. FTP Transfers	(25.00)	0	0	(25.00)	0	0
Indirect Support Services						
8. Eligibility for Health Insurance Subsid	0.00	0	0	0.00	0	0
9. State Healthcare Innovation Plan	7.00	0	3,479,800	8.00	0	3,479,800
Division of Medicaid						
10. Sovaldi Hep-C Drug Payments	0.00	1,885,000	6,500,000	0.00	1,885,000	6,500,000
11. Hospital Settlements Fund Shift	0.00	(17,110,000)	0	0.00	(17,110,000)	0
Mental Health Services						
12. Jeff D Lawsuit Attorney Fees	0.00	615,000	615,000	0.00	615,000	615,000
Public Health Services						
13. State Healthcare Innovation Plan	1.00	0	41,900	1.00	0	41,900
Substance Abuse Treatment & Prevention						
14. Access to Recovery Grant	2.00	0	796,700	2.00	0	796,700
Division of Welfare						
15. Eligibility for Health Insurance Subsid	15.00	0	8,124,500	15.00	0	8,124,500
Medically Indigent Administration						
16. Eliminate Med Ind Admin Program	0.00	0	0	(1.00)	(57,800)	(57,800)

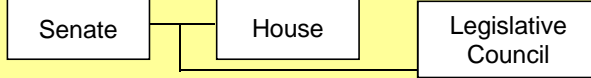
FY 2015 Deficiency Warrants And Supplemental Requests

Func Area/Dept/Div	Request			Gov's Rec		
	FTP	General	Total	FTP	General	Total
State Independent Living Council						
17. Funding/Match for Employment Speci	0.00	0	55,000	0.00	0	55,000
18. Funding for Grants/Contracts Officer	0.00	0	20,000	0.00	0	20,000
Public Safety						
Department of Correction						
Management Services						
19. ILETS Fee Increase	0.00	22,500	22,500	0.00	22,500	22,500
20. Balla Legal Fees	0.00	223,100	223,100	0.00	223,100	223,100
State Prisons						
21. ICIO Litigation Settlement	0.00	153,000	153,000	0.00	153,000	153,000
22. SICI Ag Worker Program	2.00	0	156,900	2.00	0	156,900
Natural Resources						
Department of Environmental Quality						
23. Environmental Cleanup	0.00	0	500,000	0.00	0	500,000
Department of Fish and Game						
24. Adjust Budget for Legislative Intent	0.00	0	(874,100)	0.00	0	(874,100)
25. One-time Projects	0.00	0	6,399,000	0.00	0	7,409,000
Board of Land Commissioners						
Department of Lands						
26. Asset Allocation & Governance Revie	0.00	0	69,600	0.00	0	69,600
Economic Development						
Department of Labor						
27. Relocation Expenses	0.00	0	15,000	0.00	0	0
28. Additional IT Equipment	0.00	0	190,000	0.00	0	190,000
29. iUS/Labor Exchange Shift	0.00	0	3,000,000	0.00	0	3,000,000
Self-Governing Agencies						
Office of State Appellate Public Defender						
30. Extraordinary Litigation and Investiga	0.00	94,900	94,900	0.00	94,900	94,900
31. Computers and Software	0.00	9,200	9,200	0.00	0	0
General Government						
Department of Administration						
32. IEN FY 2015 Federal E-Rate	0.00	2,188,000	2,188,000	0.00	1,600,000	1,600,000
33. Federal Surplus Freight	0.00	0	0	0.00	0	100,000
Permanent Building Fund						
34. Capitol Annex Improvements	0.00	0	0	0.00	1,150,000	1,150,000
State Controller						
35. IRS Healthcare Reporting Requireme	0.00	250,000	250,000	0.00	250,000	250,000
Office of the Governor						
Commission for the Blind and Visually Impaired						
36. POS System Update	0.00	0	50,000	0.00	0	50,000
Office of Energy Resources						
37. Regional Planning & Coordination	0.00	0	246,000	0.00	0	246,000
Military Division						
38. 2015 Inauguration Expenses	0.00	25,000	25,000	0.00	25,000	25,000
Total:	18.59	(10,093,000)	84,640,800	2.00	(11,149,300)	84,679,500
Grand Total:	18.59	7,888,900	102,622,700	2.00	6,832,600	102,661,400

State of Idaho Organizational Chart

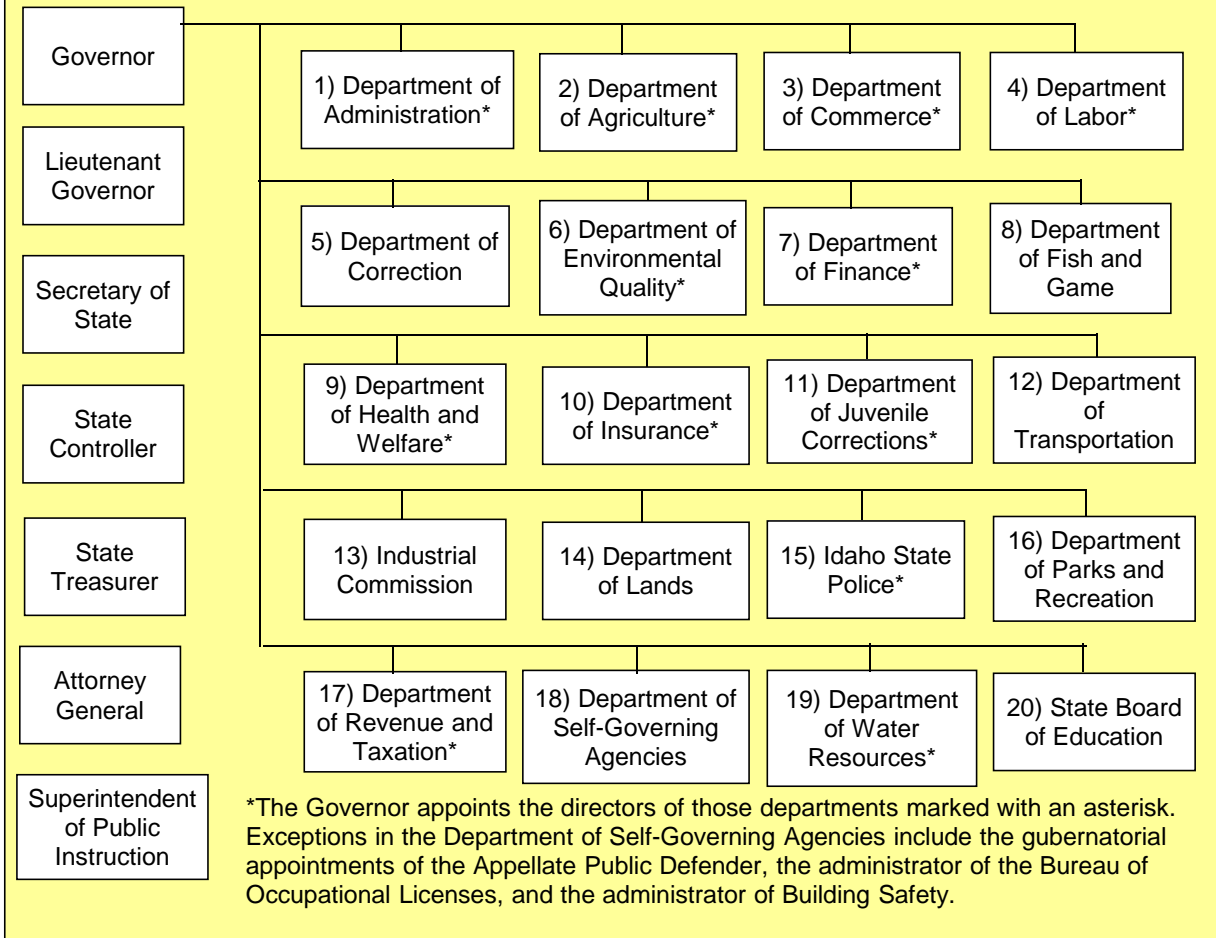
Article II, Section 1, Idaho State Constitution: The powers of the government of this state are divided into three distinct departments, the legislative, executive and judicial; and no person or collection of persons charged with the exercise of powers properly belonging to one of these departments shall exercise any powers properly belonging to either of the others, except as in this constitution expressly directed or permitted.

Article III. Legislative Department (Branch)

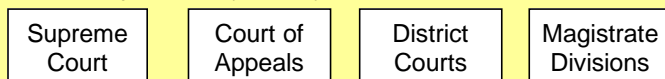


IV. Executive Department (Branch)

Article IV, Section 20 limits the number of executive departments to 20. Section 67-2402, Idaho Code, lists the 20 executive department of state government. Divisions and bureaus are the standard subunits of executive departments.



V. Judicial Department (Branch)



The lines of responsibility are complicated by 181 boards, commissions, councils, committees, associations, and other structures authorized by the Idaho Constitution, statute, or executive order. See the Secretary of State's *Idaho Bluebook* for a full listing.

FTP All Funds Summary by Agency

	FY 2014 Actual	FY 2015 Orig App	FY 2016 Request	Chg From FY 2015 Orig	FY 2016 Gov's Rec	Chg From FY 2015
1 Education						
Public School Support						
Agricultural Research & Extension Service	280.73	285.24	290.74	5.50	290.74	5.50
College and Universities	4,031.63	4,127.82	4,347.56	219.74	4,180.22	52.40
Community Colleges						
Education, Office of the State Board of	22.75	24.25	25.75	1.50	25.75	1.50
Health Education Programs	21.30	21.30	24.30	3.00	24.30	3.00
Professional-Technical Education	515.96	514.09	523.46	9.37	523.46	9.37
Public Television, Idaho	59.00	60.00	63.00	3.00	60.00	
Special Programs	29.83	32.13	39.63	7.50	38.13	6.00
Superintendent of Public Instruction	142.00	141.00	138.00	(3.00)	137.00	(4.00)
Vocational Rehabilitation	148.00	152.50	153.50	1.00	152.50	
Total Education	5,251.20	5,358.33	5,605.94	247.61	5,432.10	73.77
2 Health and Human Services						
Catastrophic Health Care Program						
Health and Welfare, Department of	2,641.67	2,637.16	2,633.16	(4.00)	2,661.80	24.64
Medicaid, Division of	205.49	210.00	209.00	(1.00)	208.00	(2.00)
Public Health Districts						
Independent Living Council, State	5.00	4.00	4.00		4.00	
Total Health and Human Services	2,852.16	2,851.16	2,846.16	(5.00)	2,873.80	22.64
3 Public Safety						
Correction, Department of	1,714.93	1,650.85	2,015.35	364.50	2,016.35	365.50
Judicial Branch	289.00	289.00	312.00	23.00	312.00	23.00
Juvenile Corrections, Department of	401.00	404.00	411.00	7.00	410.00	6.00
Police, Idaho State	535.07	548.07	575.50	27.43	564.50	16.43
Total Public Safety	2,940.00	2,891.92	3,313.85	421.93	3,302.85	410.93
4 Natural Resources						
Environmental Quality, Department of	360.00	358.00	361.00	3.00	368.00	10.00
Fish and Game, Department of	567.00	568.00	558.00	(10.00)	558.00	(10.00)
Land, Board of Commissioners	265.47	268.17	272.17	4.00	286.82	18.65
Parks and Recreation, Department of	156.30	158.05	158.05		164.19	6.14
Water Resources, Department of	152.00	152.00	149.00	(3.00)	149.00	(3.00)
Total Natural Resources	1,500.77	1,504.22	1,498.22	(6.00)	1,526.01	21.79
5 Economic Development						
Agriculture, Department of	205.05	206.05	213.05	7.00	213.80	7.75
Commerce, Department of	53.00	49.00	47.00	(2.00)	46.00	(3.00)
Finance, Department of	64.00	64.00	64.00		64.00	
Industrial Commission	137.25	137.25	137.25		137.25	
Insurance, Department of	73.00	73.50	73.50		73.50	
Labor, Department of	47.04	45.01	65.01	20.00	65.01	20.00
Public Utilities Commission	50.00	50.00	52.00	2.00	52.00	2.00
Self-Governing Agencies	708.52	720.42	729.62	9.20	718.49	(1.93)
Transportation Department, Idaho	1,814.00	1,724.00	1,724.00		1,698.70	(25.30)
Total Economic Development	3,151.86	3,069.23	3,105.43	36.20	3,068.75	(0.48)
6 General Government						
Administration, Department of	146.75	145.00	145.00		144.50	(0.50)
Permanent Building Fund						
Attorney General	191.60	194.60	202.85	8.25	199.60	5.00
State Controller	94.00	94.00	95.00	1.00	95.00	1.00
Governor, Office of the	701.27	721.92	736.92	15.00	731.92	10.00
Legislative Branch	72.00	72.00	72.00		72.00	
Lieutenant Governor	3.00	3.00	3.00		3.00	
Revenue and Taxation, Department of	460.00	452.00	460.00	8.00	454.00	2.00
Secretary of State	27.00	27.00	27.00		27.00	
State Treasurer	26.00	26.00	26.00		26.00	
Total General Government	1,721.62	1,735.52	1,767.77	32.25	1,753.02	17.50
Statewide Total:	17,417.61	17,410.38	18,137.37	726.99	17,956.53	546.15

General Fund Request Comparison by Agency

	FY 2015 Approp	FY 2016 Request	Amount Change	Percent Change
1 Education				
Public School Support	1,374,598,400	1,461,944,500	87,346,100	6.4%
Agricultural Research & Extension Service	26,453,700	28,476,800	2,023,100	7.6%
College and Universities	251,223,200	299,936,300	48,713,100	19.4%
Community Colleges	32,978,500	37,305,000	4,326,500	13.1%
Education, Office of the State Board of	2,289,200	2,424,900	135,700	5.9%
Health Education Programs	11,355,700	12,885,500	1,529,800	13.5%
Professional-Technical Education	53,079,000	56,635,900	3,556,900	6.7%
Public Television, Idaho	2,200,700	3,314,700	1,114,000	50.6%
Special Programs	9,346,400	14,351,700	5,005,300	53.6%
Superintendent of Public Instruction	8,524,700	8,918,900	394,200	4.6%
Vocational Rehabilitation	7,493,900	7,678,200	184,300	2.5%
Total Education	1,779,543,400	1,933,872,400	154,329,000	8.7%
2 Health and Human Services				
Catastrophic Health Care Program	34,966,300	32,303,900	(2,662,400)	(7.6%)
Health and Welfare, Department of	144,941,300	150,644,500	5,703,200	3.9%
Medicaid, Division of	492,347,100	507,301,000	14,953,900	3.0%
Public Health Districts	8,531,200	8,651,100	119,900	1.4%
Independent Living Council, State	98,600	99,200	600	0.6%
Total Health and Human Services	680,884,500	698,999,700	18,115,200	2.7%
3 Public Safety				
Correction, Department of	204,240,600	209,164,700	4,924,100	2.4%
Judicial Branch	40,930,400	39,900,200	(1,030,200)	(2.5%)
Juvenile Corrections, Department of	39,027,400	39,800,900	773,500	2.0%
Police, Idaho State	23,799,900	28,755,700	4,955,800	20.8%
Total Public Safety	307,998,300	317,621,500	9,623,200	3.1%
4 Natural Resources				
Environmental Quality, Department of	15,636,200	16,319,900	683,700	4.4%
Fish and Game, Department of				
Land, Board of Commissioners	5,274,200	5,818,500	544,300	10.3%
Parks and Recreation, Department of	3,463,800	3,542,000	78,200	2.3%
Water Resources, Department of	11,827,400	11,993,300	165,900	1.4%
Total Natural Resources	36,201,600	37,673,700	1,472,100	4.1%
5 Economic Development				
Agriculture, Department of	10,322,200	10,631,700	309,500	3.0%
Commerce, Department of	5,890,000	5,978,500	88,500	1.5%
Finance, Department of				
Industrial Commission				
Insurance, Department of				
Labor, Department of	313,500	545,200	231,700	73.9%
Public Utilities Commission				
Self-Governing Agencies	9,719,600	10,800,400	1,080,800	11.1%
Transportation Department, Idaho				
Total Economic Development	26,245,300	27,955,800	1,710,500	6.5%
6 General Government				
Administration, Department of	14,301,400	17,126,100	2,824,700	19.8%
Permanent Building Fund				
Attorney General	20,046,500	21,207,200	1,160,700	5.8%
State Controller	6,885,600	10,569,200	3,683,600	53.5%
Governor, Office of the	16,739,500	18,390,700	1,651,200	9.9%
Legislative Branch	11,835,100	12,137,700	302,600	2.6%
Lieutenant Governor	157,500	164,300	6,800	4.3%
Revenue and Taxation, Department of	31,490,200	34,294,500	2,804,300	8.9%
Secretary of State	2,373,400	2,180,500	(192,900)	(8.1%)
State Treasurer	1,394,300	1,404,700	10,400	0.7%
Total General Government	105,223,500	117,474,900	12,251,400	11.6%
Statewide Total	2,936,096,600	3,133,598,000	197,501,400	6.7%

General Fund Recommendation Comparison by Agency

	FY 2015 Approp	FY 2016 Gov's Rec	Amount Change	Percent Change
1 Education				
Public School Support	1,374,598,400	1,475,784,000	101,185,600	7.4%
Agricultural Research & Extension Service	26,453,700	28,536,200	2,082,500	7.9%
College and Universities	251,223,200	258,828,000	7,604,800	3.0%
Community Colleges	32,978,500	33,486,000	507,500	1.5%
Education, Office of the State Board of	2,289,200	2,441,500	152,300	6.7%
Health Education Programs	11,355,700	12,795,300	1,439,600	12.7%
Professional-Technical Education	53,079,000	56,204,600	3,125,600	5.9%
Public Television, Idaho	2,200,700	2,345,400	144,700	6.6%
Special Programs	9,346,400	9,836,700	490,300	5.2%
Superintendent of Public Instruction	8,524,700	8,710,800	186,100	2.2%
Vocational Rehabilitation	7,493,900	7,555,500	61,600	0.8%
Total Education	1,779,543,400	1,896,524,000	116,980,600	6.6%
2 Health and Human Services				
Catastrophic Health Care Program	34,966,300	32,303,900	(2,662,400)	(7.6%)
Health and Welfare, Department of	144,941,300	148,388,200	3,446,900	2.4%
Medicaid, Division of	492,347,100	507,336,000	14,988,900	3.0%
Public Health Districts	8,531,200	8,718,700	187,500	2.2%
Independent Living Council, State	98,600	100,000	1,400	1.4%
Total Health and Human Services	680,884,500	696,846,800	15,962,300	2.3%
3 Public Safety				
Correction, Department of	204,240,600	208,952,100	4,711,500	2.3%
Judicial Branch	40,930,400	39,959,300	(971,100)	(2.4%)
Juvenile Corrections, Department of	39,027,400	40,011,500	984,100	2.5%
Police, Idaho State	23,799,900	26,366,700	2,566,800	10.8%
Total Public Safety	307,998,300	315,289,600	7,291,300	2.4%
4 Natural Resources				
Environmental Quality, Department of	15,636,200	16,468,900	832,700	5.3%
Fish and Game, Department of				
Land, Board of Commissioners	5,274,200	5,833,300	559,100	10.6%
Parks and Recreation, Department of	3,463,800	3,427,700	(36,100)	(1.0%)
Water Resources, Department of	11,827,400	12,015,700	188,300	1.6%
Total Natural Resources	36,201,600	37,745,600	1,544,000	4.3%
5 Economic Development				
Agriculture, Department of	10,322,200	10,589,900	267,700	2.6%
Commerce, Department of	5,890,000	5,568,700	(321,300)	(5.5%)
Finance, Department of				
Industrial Commission				
Insurance, Department of				
Labor, Department of	313,500	320,700	7,200	2.3%
Public Utilities Commission				
Self-Governing Agencies	9,719,600	10,225,500	505,900	5.2%
Transportation Department, Idaho				
Total Economic Development	26,245,300	26,704,800	459,500	1.8%
6 General Government				
Administration, Department of	14,301,400	17,087,200	2,785,800	19.5%
Permanent Building Fund				
Attorney General	20,046,500	20,943,900	897,400	4.5%
State Controller	6,885,600	10,609,700	3,724,100	54.1%
Governor, Office of the	16,739,500	17,854,600	1,115,100	6.7%
Legislative Branch	11,835,100	12,208,800	373,700	3.2%
Lieutenant Governor	157,500	164,300	6,800	4.3%
Revenue and Taxation, Department of	31,490,200	32,699,800	1,209,600	3.8%
Secretary of State	2,373,400	2,199,000	(174,400)	(7.3%)
State Treasurer	1,394,300	1,415,300	21,000	1.5%
Total General Government	105,223,500	115,182,600	9,959,100	9.5%
Statewide Total	2,936,096,600	3,088,293,400	152,196,800	5.2%

All Funds Request Comparison by Agency

	FY 2015 Approp	FY 2016 Request	Amount Change	Percent Change
1 Education				
Public School Support	1,676,634,300	1,818,482,400	141,848,100	8.5%
Agricultural Research & Extension Service	26,479,400	28,502,400	2,023,000	7.6%
College and Universities	498,641,700	559,647,500	61,005,800	12.2%
Community Colleges	33,578,500	37,905,000	4,326,500	12.9%
Education, Office of the State Board of	5,672,200	5,833,700	161,500	2.8%
Health Education Programs	11,655,600	13,186,700	1,531,100	13.1%
Professional-Technical Education	62,954,000	67,301,200	4,347,200	6.9%
Public Television, Idaho	8,068,000	9,506,800	1,438,800	17.8%
Special Programs	11,069,500	16,927,300	5,857,800	52.9%
Superintendent of Public Instruction	34,305,200	32,237,600	(2,067,600)	(6.0%)
Vocational Rehabilitation	23,966,200	25,698,200	1,732,000	7.2%
Total Education	2,393,024,600	2,615,228,800	222,204,200	9.3%
2 Health and Human Services				
Catastrophic Health Care Program	34,966,300	32,303,900	(2,662,400)	(7.6%)
Health and Welfare, Department of	495,018,900	505,355,500	10,336,600	2.1%
Medicaid, Division of	2,033,290,000	2,108,996,400	75,706,400	3.7%
Public Health Districts	9,281,200	8,651,100	(630,100)	(6.8%)
Independent Living Council, State	726,800	605,700	(121,100)	(16.7%)
Total Health and Human Services	2,573,283,200	2,655,912,600	82,629,400	3.2%
3 Public Safety				
Correction, Department of	227,636,700	230,404,000	2,767,300	1.2%
Judicial Branch	66,324,000	65,383,500	(940,500)	(1.4%)
Juvenile Corrections, Department of	51,675,600	51,389,200	(286,400)	(0.6%)
Police, Idaho State	68,440,400	73,595,900	5,155,500	7.5%
Total Public Safety	414,076,700	420,772,600	6,695,900	1.6%
4 Natural Resources				
Environmental Quality, Department of	66,306,900	64,336,500	(1,970,400)	(3.0%)
Fish and Game, Department of	95,771,100	95,386,500	(384,600)	(0.4%)
Land, Board of Commissioners	47,884,600	51,560,600	3,676,000	7.7%
Parks and Recreation, Department of	36,315,600	38,007,400	1,691,800	4.7%
Water Resources, Department of	21,667,200	19,748,000	(1,919,200)	(8.9%)
Total Natural Resources	267,945,400	269,039,000	1,093,600	0.4%
5 Economic Development				
Agriculture, Department of	38,954,700	39,212,100	257,400	0.7%
Commerce, Department of	34,416,900	37,930,900	3,514,000	10.2%
Finance, Department of	7,210,900	7,407,400	196,500	2.7%
Industrial Commission	15,697,300	15,870,100	172,800	1.1%
Insurance, Department of	8,822,500	8,965,000	142,500	1.6%
Labor, Department of	16,316,000	21,535,400	5,219,400	32.0%
Public Utilities Commission	5,815,200	6,115,900	300,700	5.2%
Self-Governing Agencies	72,658,600	75,555,500	2,896,900	4.0%
Transportation Department, Idaho	517,442,300	496,273,800	(21,168,500)	(4.1%)
Total Economic Development	717,334,400	708,866,100	(8,468,300)	(1.2%)
6 General Government				
Administration, Department of	56,158,700	45,289,500	(10,869,200)	(19.4%)
Permanent Building Fund	36,320,000	28,208,300	(8,111,700)	(22.3%)
Attorney General	21,499,800	22,672,800	1,173,000	5.5%
State Controller	14,283,800	18,012,900	3,729,100	26.1%
Governor, Office of the	133,953,200	138,351,900	4,398,700	3.3%
Legislative Branch	14,245,100	14,580,500	335,400	2.4%
Lieutenant Governor	157,500	164,300	6,800	4.3%
Revenue and Taxation, Department of	38,544,500	41,504,200	2,959,700	7.7%
Secretary of State	2,373,400	2,180,500	(192,900)	(8.1%)
State Treasurer	4,740,200	13,337,000	8,596,800	181.4%
Total General Government	322,276,200	324,301,900	2,025,700	0.6%
Statewide Total	6,687,940,500	6,994,121,000	306,180,500	4.6%

All Funds Recommendation Comparison by Agency

	FY 2015 Approp	FY 2016 Gov's Rec	Amount Change	Percent Change
1 Education				
Public School Support	1,676,634,300	1,817,321,900	140,687,600	8.4%
Agricultural Research & Extension Service	26,479,400	28,561,800	2,082,400	7.9%
College and Universities	498,641,700	520,520,700	21,879,000	4.4%
Community Colleges	33,578,500	34,086,000	507,500	1.5%
Education, Office of the State Board of	5,672,200	5,857,500	185,300	3.3%
Health Education Programs	11,655,600	13,098,800	1,443,200	12.4%
Professional-Technical Education	62,954,000	66,878,800	3,924,800	6.2%
Public Television, Idaho	8,068,000	8,568,700	500,700	6.2%
Special Programs	11,069,500	12,412,400	1,342,900	12.1%
Superintendent of Public Instruction	34,305,200	32,275,700	(2,029,500)	(5.9%)
Vocational Rehabilitation	23,966,200	25,432,700	1,466,500	6.1%
Total Education	2,393,024,600	2,565,015,000	171,990,400	7.2%
2 Health and Human Services				
Catastrophic Health Care Program	34,966,300	32,303,900	(2,662,400)	(7.6%)
Health and Welfare, Department of	495,018,900	502,069,800	7,050,900	1.4%
Medicaid, Division of	2,033,290,000	2,109,003,500	75,713,500	3.7%
Public Health Districts	9,281,200	8,718,700	(562,500)	(6.1%)
Independent Living Council, State	726,800	609,100	(117,700)	(16.2%)
Total Health and Human Services	2,573,283,200	2,652,705,000	79,421,800	3.1%
3 Public Safety				
Correction, Department of	227,636,700	229,728,500	2,091,800	0.9%
Judicial Branch	66,324,000	65,534,400	(789,600)	(1.2%)
Juvenile Corrections, Department of	51,675,600	51,604,300	(71,300)	(0.1%)
Police, Idaho State	68,440,400	71,331,900	2,891,500	4.2%
Total Public Safety	414,076,700	418,199,100	4,122,400	1.0%
4 Natural Resources				
Environmental Quality, Department of	66,306,900	64,637,700	(1,669,200)	(2.5%)
Fish and Game, Department of	95,771,100	95,828,200	57,100	0.1%
Land, Board of Commissioners	47,884,600	51,263,600	3,379,000	7.1%
Parks and Recreation, Department of	36,315,600	37,576,500	1,260,900	3.5%
Water Resources, Department of	21,667,200	19,821,200	(1,846,000)	(8.5%)
Total Natural Resources	267,945,400	269,127,200	1,181,800	0.4%
5 Economic Development				
Agriculture, Department of	38,954,700	39,335,700	381,000	1.0%
Commerce, Department of	34,416,900	36,109,900	1,693,000	4.9%
Finance, Department of	7,210,900	7,294,200	83,300	1.2%
Industrial Commission	15,697,300	15,968,500	271,200	1.7%
Insurance, Department of	8,822,500	9,028,500	206,000	2.3%
Labor, Department of	16,316,000	21,276,500	4,960,500	30.4%
Public Utilities Commission	5,815,200	6,163,000	347,800	6.0%
Self-Governing Agencies	72,658,600	74,685,800	2,027,200	2.8%
Transportation Department, Idaho	517,442,300	496,685,100	(20,757,200)	(4.0%)
Total Economic Development	717,334,400	706,547,200	(10,787,200)	(1.5%)
6 General Government				
Administration, Department of	56,158,700	45,332,400	(10,826,300)	(19.3%)
Permanent Building Fund	36,320,000	37,195,800	875,800	2.4%
Attorney General	21,499,800	22,421,700	921,900	4.3%
State Controller	14,283,800	18,114,200	3,830,400	26.8%
Governor, Office of the	133,953,200	137,981,500	4,028,300	3.0%
Legislative Branch	14,245,100	14,669,500	424,400	3.0%
Lieutenant Governor	157,500	164,300	6,800	4.3%
Revenue and Taxation, Department of	38,544,500	39,626,900	1,082,400	2.8%
Secretary of State	2,373,400	2,199,000	(174,400)	(7.3%)
State Treasurer	4,740,200	12,804,800	8,064,600	170.1%
Total General Government	322,276,200	330,510,100	8,233,900	2.6%
Statewide Total	6,687,940,500	6,942,103,600	254,163,100	3.8%

General Fund Three-Year Summary by Agency

	FY 2014 Total Approp	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	<i>FY 2016 Gov's Rec</i>
1 Education					
Public School Support	1,308,365,400	1,308,365,400	1,374,598,400	1,461,944,500	<i>1,475,784,000</i>
Agricultural Research & Extension Service	24,422,700	24,422,700	26,453,700	28,476,800	<i>28,536,200</i>
College and Universities	236,543,600	236,504,600	251,223,200	299,936,300	<i>258,828,000</i>
Community Colleges	30,226,600	30,226,600	32,978,500	37,305,000	<i>33,486,000</i>
Education, Office of the State Board of	2,431,500	2,323,000	2,289,200	2,424,900	<i>2,441,500</i>
Health Education Programs	10,558,800	10,452,300	11,355,700	12,885,500	<i>12,795,300</i>
Professional-Technical Education	48,957,400	48,811,600	53,079,000	56,635,900	<i>56,204,600</i>
Public Television, Idaho	1,826,800	1,826,600	2,200,700	3,314,700	<i>2,345,400</i>
Special Programs	8,965,500	8,380,500	9,346,400	14,351,700	<i>9,836,700</i>
Superintendent of Public Instruction	8,290,000	8,290,800	8,524,700	8,918,900	<i>8,710,800</i>
Vocational Rehabilitation	7,304,000	7,302,800	7,493,900	7,678,200	<i>7,555,500</i>
Total Education	1,687,892,300	1,686,906,900	1,779,543,400	1,933,872,400	<i>1,896,524,000</i>
2 Health and Human Services					
Catastrophic Health Care Program	34,830,100	28,399,300	34,966,300	32,303,900	<i>32,303,900</i>
Health and Welfare, Department of	139,911,600	136,938,100	144,941,300	150,644,500	<i>148,388,200</i>
Medicaid, Division of	475,446,300	469,277,700	492,347,100	507,301,000	<i>507,336,000</i>
Public Health Districts	8,232,500	8,232,500	8,531,200	8,651,100	<i>8,718,700</i>
Independent Living Council, State	98,000	89,400	98,600	99,200	<i>100,000</i>
Total Health and Human Services	658,518,500	642,937,000	680,884,500	698,999,700	<i>696,846,800</i>
3 Public Safety					
Correction, Department of	184,045,900	182,508,000	204,240,600	209,164,700	<i>208,952,100</i>
Judicial Branch	31,320,300	31,288,700	40,930,400	39,900,200	<i>39,959,300</i>
Juvenile Corrections, Department of	37,452,900	36,387,400	39,027,400	39,800,900	<i>40,011,500</i>
Police, Idaho State	22,491,300	22,628,700	23,799,900	28,755,700	<i>26,366,700</i>
Total Public Safety	275,310,400	272,812,800	307,998,300	317,621,500	<i>315,289,600</i>
4 Natural Resources					
Environmental Quality, Department of	14,839,100	14,839,100	15,636,200	16,319,900	<i>16,468,900</i>
Fish and Game, Department of					
Land, Board of Commissioners	5,174,300	5,164,900	5,274,200	5,818,500	<i>5,833,300</i>
Parks and Recreation, Department of	1,332,000	1,332,000	3,463,800	3,542,000	<i>3,427,700</i>
Water Resources, Department of	11,195,000	11,207,400	11,827,400	11,993,300	<i>12,015,700</i>
Total Natural Resources	32,540,400	32,543,400	36,201,600	37,673,700	<i>37,745,600</i>
5 Economic Development					
Agriculture, Department of	9,925,000	9,932,000	10,322,200	10,631,700	<i>10,589,900</i>
Commerce, Department of	5,788,700	5,744,300	5,890,000	5,978,500	<i>5,568,700</i>
Finance, Department of					
Industrial Commission					
Insurance, Department of					
Labor, Department of	302,300	294,600	313,500	545,200	<i>320,700</i>
Public Utilities Commission					
Self-Governing Agencies	8,693,100	8,645,100	9,719,600	10,800,400	<i>10,225,500</i>
Transportation Department, Idaho					
Total Economic Development	24,709,100	24,616,000	26,245,300	27,955,800	<i>26,704,800</i>
6 General Government					
Administration, Department of	18,507,000	17,923,900	14,301,400	17,126,100	<i>17,087,200</i>
Permanent Building Fund					
Attorney General	19,416,400	18,535,300	20,046,500	21,207,200	<i>20,943,900</i>
State Controller	7,297,800	7,039,700	6,885,600	10,569,200	<i>10,609,700</i>
Governor, Office of the	16,018,300	15,695,600	16,739,500	18,390,700	<i>17,854,600</i>
Legislative Branch	11,274,200	11,235,600	11,835,100	12,137,700	<i>12,208,800</i>
Lieutenant Governor	147,600	143,400	157,500	164,300	<i>164,300</i>
Revenue and Taxation, Department of	34,485,500	34,366,700	31,490,200	34,294,500	<i>32,699,800</i>
Secretary of State	1,991,400	1,889,000	2,373,400	2,180,500	<i>2,199,000</i>
State Treasurer	1,355,500	1,329,600	1,394,300	1,404,700	<i>1,415,300</i>
Total General Government	110,493,700	108,158,800	105,223,500	117,474,900	<i>115,182,600</i>
Statewide Total	2,789,464,400	2,767,974,900	2,936,096,600	3,133,598,000	<i>3,088,293,400</i>

All Funds Three-Year Summary by Agency

	FY 2014 Total Approp	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov's Rec
1 Education					
Public School Support	1,602,568,800	1,602,034,600	1,676,634,300	1,818,482,400	1,817,321,900
Agricultural Research & Extension Service	24,510,100	24,422,700	26,479,400	28,502,400	28,561,800
College and Universities	564,123,500	457,102,200	498,641,700	559,647,500	520,520,700
Community Colleges	30,837,600	30,237,600	33,578,500	37,905,000	34,086,000
Education, Office of the State Board of	5,862,800	5,401,100	5,672,200	5,833,700	5,857,500
Health Education Programs	12,354,800	12,005,900	11,655,600	13,186,700	13,098,800
Professional-Technical Education	59,425,700	57,897,200	62,954,000	67,301,200	66,878,800
Public Television, Idaho	7,935,200	6,991,400	8,068,000	9,506,800	8,568,700
Special Programs	10,688,300	9,196,200	11,069,500	16,927,300	12,412,400
Superintendent of Public Instruction	35,671,900	28,941,600	34,305,200	32,237,600	32,275,700
Vocational Rehabilitation	23,122,700	21,961,200	23,966,200	25,698,200	25,432,700
Total Education	2,377,101,400	2,256,191,700	2,393,024,600	2,615,228,800	2,565,015,000
2 Health and Human Services					
Catastrophic Health Care Program	34,830,100	28,399,300	34,966,300	32,303,900	32,303,900
Health and Welfare, Department of	479,199,600	453,230,400	495,018,900	505,355,500	502,069,800
Medicaid, Division of	2,024,182,500	1,920,439,500	2,033,290,000	2,108,996,400	2,109,003,500
Public Health Districts	8,732,500	8,730,300	9,281,200	8,651,100	8,718,700
Independent Living Council, State	715,900	518,800	726,800	605,700	609,100
Total Health and Human Services	2,547,660,600	2,411,318,300	2,573,283,200	2,655,912,600	2,652,705,000
3 Public Safety					
Correction, Department of	208,097,000	204,348,500	227,636,700	230,404,000	229,728,500
Judicial Branch	51,778,500	49,737,300	66,324,000	65,383,500	65,534,400
Juvenile Corrections, Department of	48,941,800	46,118,900	51,675,600	51,389,200	51,604,300
Police, Idaho State	67,138,000	63,307,700	68,440,400	73,595,900	71,331,900
Total Public Safety	375,955,300	363,512,400	414,076,700	420,772,600	418,199,100
4 Natural Resources					
Environmental Quality, Department of	66,430,500	52,560,600	66,306,900	64,336,500	64,637,700
Fish and Game, Department of	91,325,300	79,783,800	95,771,100	95,386,500	95,828,200
Land, Board of Commissioners	46,821,900	40,358,100	47,884,600	51,560,600	51,263,600
Parks and Recreation, Department of	41,450,500	30,346,200	36,315,600	38,007,400	37,576,500
Water Resources, Department of	21,311,500	15,736,500	21,667,200	19,748,000	19,821,200
Total Natural Resources	267,339,700	218,785,200	267,945,400	269,039,000	269,127,200
5 Economic Development					
Agriculture, Department of	38,487,500	31,256,500	38,954,700	39,212,100	39,335,700
Commerce, Department of	34,245,200	20,151,100	34,416,900	37,930,900	36,109,900
Finance, Department of	6,812,800	6,674,100	7,210,900	7,407,400	7,294,200
Industrial Commission	15,289,400	14,013,000	15,697,300	15,870,100	15,968,500
Insurance, Department of	8,547,900	6,749,400	8,822,500	8,965,000	9,028,500
Labor, Department of	17,273,600	8,415,600	16,316,000	21,535,400	21,276,500
Public Utilities Commission	5,482,200	5,379,800	5,815,200	6,115,900	6,163,000
Self-Governing Agencies	70,193,900	64,170,400	72,658,600	75,555,500	74,685,800
Transportation Department, Idaho	650,430,400	524,251,200	517,442,300	496,273,800	496,685,100
Total Economic Development	846,762,900	681,061,100	717,334,400	708,866,100	706,547,200
6 General Government					
Administration, Department of	66,970,900	62,155,400	56,158,700	45,289,500	45,332,400
Permanent Building Fund	112,698,700	21,853,400	36,320,000	28,208,300	37,195,800
Attorney General	20,871,900	19,538,100	21,499,800	22,672,800	22,421,700
State Controller	17,826,800	14,665,900	14,283,800	18,012,900	18,114,200
Governor, Office of the	132,151,800	120,343,600	133,953,200	138,351,900	137,981,500
Legislative Branch	14,147,400	12,574,100	14,245,100	14,580,500	14,669,500
Lieutenant Governor	147,600	143,400	157,500	164,300	164,300
Revenue and Taxation, Department of	42,026,000	41,698,400	38,544,500	41,504,200	39,626,900
Secretary of State	1,991,400	1,889,000	2,373,400	2,180,500	2,199,000
State Treasurer	4,025,700	3,946,500	4,740,200	13,337,000	12,804,800
Total General Government	412,858,200	298,807,800	322,276,200	324,301,900	330,510,100
Statewide Total	6,827,678,100	6,229,676,500	6,687,940,500	6,994,121,000	6,942,103,600

Change in Employee Compensation (CEC) FY 2011 to FY 2016

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

FY 2016

The Division of Human Resources recommends a 3% salary increase for state employees in its statutorily-required report to the Governor on state employee compensation and benefits. The Governor recommends a 3% increase in compensation distributed on merit. He does not recommend a compensation increase for group and temporary positions. The Governor also recommends funding for the increased cost of health insurance, which is 6%, for a total employer-paid premium of \$11,200 per full-time position. With the exception of the Attorney General, statewide elected officials will receive a 1.5% pay increase in January 2015, as authorized by the 2014 Legislature in Session Laws Chapter 356.

FY 2015

The Legislature's Joint Change in Employee Compensation (CEC) Committee met for the first time since 2008. Although the Governor's budget recommendation did not include funding for a CEC, the Legislature accepted the recommendations of the CEC Committee, which provided an overall increase of 2% for state employees, 1% for ongoing increases and 1% for one-time increases, both of which are based on merit. The Legislature also encouraged agencies to continue their use of salary savings to compensate employees. The Legislature also approved a health insurance premium increase of \$1,450 per employee, which equates to a 15.9% increase over FY 2014. The premium increase is paid by the employer. Statewide elected officials will receive a pay increase in each of the next four calendar years. Beginning in 2015, the salaries of the Governor, Secretary of State, State Controller, State Treasurer, and Superintendent of Public Instruction will increase by 1.5% annually. The Lieutenant Governor's salary will increase by 18.4% in 2015, and then by 1.5% each year for three years. In 2015, the Attorney General's salary will increase to match that of district judges. Additionally, judicial branch salaries will increase as follows: Supreme Court justices' by 10.7%, Court of Appeals judges' by 7.5%, district court judges' by 8.5%, and magistrate court judges' by 2.5% in FY 2015. Supreme Court justices' pay will increase an additional 3.7% in FY 2017.

FY 2014

The 2013 Legislature took no action, thereby adopting the Governor's recommendation, which resulted in no increase in funding for employee compensation. The Citizens' Committee on Legislative Compensation recommended a 2% salary increase for legislators that went into effect Dec. 1, 2012, and H692 from the 2010 session authorized a 1.7% pay increase for statewide elected officials in January 2014. During the session, DHR brought in Hay Group Consulting to report on an analysis of Idaho's total

compensation (salary, health benefits, and retirement) as compared to both the public and private sectors. They determined that Idaho's benefits are at market level, but because of lower-than-average salaries, Idaho lags 22% below the private sector and 11% below other states' government employees – on average – in total compensation. They also determined that Idaho's state employee salaries lag 18.9% below market. Although the Legislature did not fund a CEC, JFAC did include language within each appropriation bill that “*strongly encourages...the use of salary savings to provide...merit increases for deserving employees, and also target employees who are below policy compensation.*” The Legislature funded a 6% increase in the costs of employee health insurance and a 9% PERSI rate increase.

FY 2013

The Legislature approved a 2% ongoing increase for state workers and classified public school employees. Public School administrators and teachers received a 4.5% increase in funding for pay for performance as part of the statutory funding formula. The DHR recommended a 3% CEC increase in its statutorily-required compensation report, and the Governor recommended a one-time 3% CEC for FY 2013. The Legislature restored \$1,400 per eligible employee for health insurance premium holidays removed for the prior two years, and added \$110 per eligible employee for health insurance increases. H692 from the 2010 legislative session authorized various rates of pay increases for elected officials.

FY 2012

The 2011 Legislature took no action, thereby adopting the Governor's recommendation, which resulted in no increase in funding for employee compensation. The DHR recommended a 3% CEC increase in its statutorily-required report to the Governor on state employee compensation and benefits. The Governor's recommendation included using Group Insurance reserves instead of restoring premium holidays or funding inflationary increases. In January 2012, H692 from the 2010 legislative session restored the 4% pay cut elected officials took in January 2011.

FY 2011

The 2010 Legislature took no action, thereby adopting the Governor's recommendation, which resulted in no increase in funding for employee compensation. Base funding for health insurance of \$8,440 per employee was reduced by \$1,400, on a one-time basis, for the equivalent of two months of premium holiday. Both the employer and employee insurance premiums for four pay periods were deducted from insurance reserves instead of from agency appropriations and the employee's paycheck. H692 from the 2010 legislative session decreased elected officials pay by 4% beginning in January 2011.

Change in Employee Compensation (CEC)

Twenty-Year Historical Comparison

Fiscal Year	Gen Fund Orig Appropriation	% Chg	Recommend- ation DHR*	Agency CEC Funded	Judges CEC Funded	Legis- lators **	CPI % Change
1995	1,264,200,400	16.6%	8.5%	5.4%	0.0%	3.0%	3.0%
1996	1,348,767,800	6.7%	6.0%	5.0%	0.0%	0.0%	2.8%
1997	1,412,652,700	4.7%	4.6%	3.0%	5.0%	0.0%	2.3%
1998	1,438,904,600	1.9%	5.2%	0.0%	4.0%	0.0%	1.7%
1999	1,610,815,500	11.9%	7.7%	5.0%	5.0%	19.4%	2.0%
2000	1,674,713,100	4.0%	14.0%	3.0%	4.0%	0.0%	3.7%
2001	1,804,038,100	7.7%	0.0%	3.5%	3.5%	6.0%	3.3%
2002	2,044,295,100	13.3%	0.0%	4.5%	4.5%	0.0%	1.1%
2003	1,967,895,400	-3.7%	0.0%	0.0%	0.0%	0.0%	2.1%
2004	2,004,053,000	1.8%	1.0%	0.0%	0.0%	0.0%	3.3%
2005	2,082,138,300	3.9%	6.8%	3.0%	2.0%	0.0%	2.5%
2006	2,180,928,300	4.7%	6.7%	1.0%	1.0%	0.0%	4.3%
2007	2,593,723,500	18.9%	5.8%	3.0%	6.0%	2.9%	2.7%
2008	2,820,674,400	8.8%	5.8%	5.0%	5.0%	0.0%	5.0%
2009	2,959,283,400	4.9%	5.0%	3.0%	3.0%	0.0%	-1.4%
2010	2,506,580,100	-15.3%	5.0%	-5.0%	0.0%	0.0%	1.1%
2011	2,383,836,000	-4.9%	3.0%	0.0%	0.0%	5.0%	3.6%
2012	2,528,960,600	6.1%	3.0%	0.0%	0.0%	0.0%	1.7%
2013	2,702,105,700	6.8%	3.0%	2.0%	2.0%	2.0%	1.8%
2014	2,781,023,800	2.9%	0.0%	0.0%	0.0%	0.0%	2.1%
2015	2,936,096,600	5.6%	2.0%	2.0%	10.7%	1.5%	NA
Avg Chg		5.11%	4.44%	2.07%	2.65%	1.90%	2.43%

* CEC recommendation from the Personnel Commission (prior to FY 2001) or Division of Human Resources (§67-5309C, Idaho Code).

** Legislators pay is on a calendar year cycle.

Cal Year	Supt of Public Instruction	State Controller	State Treasurer	Secretary of State	Attorney General	Lt Gov	Governor
1996	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
1997	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
1998	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
1999	11.1%	11.1%	11.1%	11.1%	10.0%	8.8%	8.8%
2000	3.3%	3.3%	3.3%	3.3%	3.0%	3.0%	3.2%
2001	3.2%	3.2%	3.2%	3.2%	4.1%	2.9%	3.1%
2002	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
2003	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
2004	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
2005	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
2006	3.1%	3.1%	3.1%	3.1%	3.3%	2.8%	3.0%
2007	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%	4.0%
2008	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%
2009	2.9%	2.9%	2.9%	2.9%	2.9%	2.9%	2.9%
2010	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%	3.0%
2011	-3.9%	-3.9%	-3.9%	-3.9%	-3.9%	-4.0%	-4.0%
2012	4.1%	4.1%	4.1%	4.1%	4.1%	4.1%	4.1%
2013	6.1%	6.1%	6.1%	6.1%	1.3%	15.5%	1.4%
2014	1.7%	1.7%	1.7%	1.7%	1.7%	1.7%	1.7%
2015	1.5%	1.5%	1.5%	1.5%	15.8%	18.4%	1.5%
2016	1.5%	1.5%	1.5%	1.5%	0.0%	1.5%	1.5%
Avg Chg***	2.39%	2.39%	2.39%	2.39%	2.88%	3.64%	2.30%

***Average change over 21 years. Increase for 2015 was authorized by the 2014 Legislature, Session Laws Chapter 356.

Employer Contributions to Benefit Costs

Employer-Paid Health Insurance per Eligible Employee	FY 2014 Annual Cost	FY 2015 Annual Cost	FY 2016 Annual Cost
1) Health Insurance (medical, dental)	\$10,238	\$10,644	\$11,328
2) Retiree Subsidy	\$168	\$114	\$106
3) Disability	\$102	\$109	\$116
4) Administrative Costs	\$51	\$60	\$55
5) Health Promotion	\$0	\$0	\$105
6) Proposed Use of Reserve Funding	(\$1,459)	(\$377)	(\$532)
Approp. Amount for Health Benefits	\$9,100	\$10,550	\$11,178

FY 2016 Variable Benefits - % of Gross Salary:

FICA - Social Security	6.20%
FICA - Medicare	1.45%
Unemployment Insurance	0.30%
Life Insurance	0.68%
Regular Retirement Rate (higher rates for police/fireman)	11.32%
Unused Sick Leave Benefit	0.65%
DHR Fees (paid by agencies with classified employees)	0.550%
Average Workers' Compensation Rate (rates vary by agency)	0.54%
Total Variable Benefits	21.69%

Example: Total Employer-Paid Cost for Health (including vision & dental) and Variable Benefits

	<i>low end</i>	<i>middle</i>	<i>high end</i>
<i>Hourly rate</i>	\$11	\$19	\$32
<i>Annual Salary (hourly rate x 2080 hours)</i>	\$22,880	\$39,478	\$66,560
<i>Fixed Benefits - Health Insurance</i>	\$11,200	\$11,200	\$11,200
<i>Variable Benefits (21.69% x Salary)</i>	\$4,962	\$8,561	\$14,434
<i>Annual Employer Total</i>	\$16,162	\$19,761	\$25,634
<i>Ratio of Employer-Paid Benefits to Salary</i>	71%	50%	39%

Other Employer-Provided Benefits for State Employees

1. **Paid Holiday:** Ten days per year: §67-5302(13) and §59-1607(1), Idaho Code.
2. **Sick Leave:** 96 hours per 2,080 hours (approx. 12 days/year): §67-5333 and §59-1605, Idaho Code.
3. **Vacation:** Based on length of service (approx. 12 days/year for first five years, 15 days/year for next five years, 18 days/year for next five years, and 21 days/year thereafter): §67-5334 and §59-1606, Idaho Code.
4. **Life Insurance Basic Plan:** Employer-provided with no cost to the employee. Optional additional life insurance can be purchased by the employee.
5. **Short & Long Term Disability Program:** Employer-provided with no cost to the employee.
6. **PERSI Defined Benefit Retirement Plan:** Mandatory contributions by the employer and employee.

Employee Contributions to Benefit Costs

Employee-Paid Health Insurance Premiums:

FY 2015: Employee-paid premiums increased by approximately 35% over FY 2014 premiums.

FY 2016: Employee-paid premiums are not expected to increase. No change is projected in order to ensure the state's insurance plan maintains its "grandfathered" status, which prescribes that employee contribution increases cannot exceed 5% of their FY 2010 levels.

FY 2017 through FY 2018: Employee-paid premium shifts are projected to increase a total of 1.66%, and then in FY 2019 the state is projected to lose its "grandfathered" status.

FY 2015 Plan Premiums	Employee	Employee & Spouse	Employee & Child	Employee & Children	Employee, Spouse & Child	Employee, Spouse & Children
Annual Full-Time Employee Tier (working 30 - 40 hours/week)						
PPO	\$564	\$1,428	\$984	\$1,320	\$1,788	\$2,052
Traditional	\$696	\$1,728	\$1,224	\$1,596	\$2,172	\$2,424
High Deductible	\$456	\$1,212	\$816	\$1,104	\$1,512	\$1,692
Dental	\$99	\$459	\$387	\$591	\$686	\$759

FY 2016 Variable Benefits - % of Gross Salary:

FICA - Social Security	6.20% (to \$117,000)
FICA - Medicare	1.45%
Regular Retirement Rate (other rates for police/fire)	6.79%

Total Variable Benefits 14.44%

Example: Total cost for health insurance for an employee, spouse & children with a Preferred Provider Organization (PPO) plan with dental coverage plus variable benefits:

	<i>low end</i>	<i>middle</i>	<i>high end</i>
<i>Hourly rate</i>	\$11	\$19	\$32
<i>Annual Salary (hourly rate x 2080 hours)</i>	\$22,880	\$39,478	\$66,560
<i>PPO Health & Dental Insurance</i>	\$2,811	\$2,811	\$2,811
<i>Variable Benefits (14.44% x Salary)</i>	\$3,304	\$5,701	\$9,611
<i>Annual Employee Total</i>	\$6,115	\$8,512	\$12,422
<i>Ratio of Employee-Paid Benefits to Salary</i>	27%	22%	19%

Optional Employee-Paid Benefits

- 1. Flexible Spending Account:** Out-of-pocket health and dependent care expenses can be withheld from the employee's paycheck pre-tax.
- 2. PERSI Choice Plan:** As part of the gain sharing program, whereby excess investment gains from the PERSI defined benefit fund are distributed to employees, employers, and retirees, the Choice Plan is an optional defined contribution 401(k) plan. The Choice Plan is in addition to, and separate from, the mandatory defined benefit retirement plan. No employer contribution: §59-1308, Idaho Code.
- 3. Deferred Compensation 457 Plan:** Pre-tax savings plan, administered by Nationwide Retirement Services: §59-513, Idaho Code.

Twenty-Two Year History of General Fund

Original Appropriations: FY 1994 to FY 2015

Millions of Dollars

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare	Adult & Juv Corrections	All Other Agencies	Total Gen Fund
2015	\$1,374.6	\$251.2	\$153.7	\$1,779.5	\$637.3	\$243.3	\$276.0	\$2,936.1
2014	\$1,308.4	\$236.5	\$143.0	\$1,687.9	\$616.8	\$218.3	\$258.0	\$2,781.0
2013	\$1,279.8	\$228.0	\$138.0	\$1,645.7	\$610.2	\$205.5	\$240.7	\$2,702.1
2012	\$1,223.6	\$209.8	\$128.3	\$1,561.7	\$564.8	\$193.1	\$209.3	\$2,529.0
2011	\$1,214.3	\$217.5	\$129.9	\$1,561.7	\$436.3	\$180.7	\$205.1	\$2,383.8
2010*	\$1,231.4	\$253.3	\$141.2	\$1,625.8	\$462.3	\$186.8	\$231.7	\$2,506.6
2009	\$1,418.5	\$285.2	\$175.1	\$1,878.8	\$587.3	\$215.9	\$277.3	\$2,959.3
2008	\$1,367.4	\$264.2	\$166.2	\$1,797.7	\$544.8	\$201.2	\$276.9	\$2,820.7
2007*	\$1,291.6	\$243.7	\$148.4	\$1,683.7	\$502.4	\$178.0	\$229.7	\$2,593.7
2006	\$987.1	\$228.9	\$141.8	\$1,357.9	\$457.7	\$152.2	\$213.2	\$2,180.9
2005	\$964.7	\$223.4	\$138.3	\$1,326.3	\$407.6	\$142.8	\$205.5	\$2,082.1
2004	\$943.0	\$218.0	\$131.3	\$1,292.3	\$375.8	\$140.6	\$195.3	\$2,004.1
2003	\$920.0	\$213.6	\$130.4	\$1,264.0	\$359.6	\$145.0	\$199.3	\$1,967.9
2002	\$933.0	\$236.4	\$142.1	\$1,311.5	\$358.0	\$147.3	\$227.5	\$2,044.3
2001*	\$873.5	\$215.0	\$121.1	\$1,209.5	\$282.1	\$123.2	\$189.2	\$1,804.0
2000	\$821.1	\$202.0	\$110.4	\$1,133.4	\$270.7	\$108.5	\$162.1	\$1,674.7
1999	\$796.4	\$192.9	\$103.5	\$1,092.8	\$252.7	\$106.4	\$159.0	\$1,610.8
1998	\$705.0	\$178.6	\$94.4	\$978.0	\$236.6	\$90.3	\$134.0	\$1,438.9
1997	\$689.5	\$178.0	\$94.4	\$961.9	\$238.5	\$78.6	\$133.7	\$1,412.7
1996*	\$664.0	\$171.0	\$88.8	\$923.8	\$224.3	\$73.5	\$127.3	\$1,348.8
1995	\$620.5	\$164.5	\$87.8	\$872.8	\$226.9	\$50.3	\$114.2	\$1,264.2
1994	\$528.0	\$146.0	\$75.7	\$749.7	\$192.5	\$44.2	\$98.1	\$1,084.6

Percentage of Total

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare	Adult & Juv Corrections	All Other Agencies	Total
2015	46.8%	8.6%	5.2%	60.6%	21.7%	8.3%	9.4%	100%
2014	47.0%	8.5%	5.1%	60.7%	22.2%	7.8%	9.3%	100%
2013	47.4%	8.4%	5.1%	60.9%	22.6%	7.6%	8.9%	100%
2012	48.4%	8.3%	5.1%	61.8%	22.3%	7.6%	8.3%	100%
2011	50.9%	9.1%	5.5%	65.5%	18.3%	7.6%	8.6%	100%
2010*	49.1%	10.1%	5.6%	64.9%	18.4%	7.5%	9.2%	100%
2009	47.9%	9.6%	5.9%	63.5%	19.8%	7.3%	9.4%	100%
2008	48.5%	9.4%	5.9%	63.7%	19.3%	7.1%	9.8%	100%
2007*	49.8%	9.4%	5.7%	64.9%	19.4%	6.9%	8.9%	100%
2006	45.3%	10.5%	6.5%	62.3%	21.0%	7.0%	9.8%	100%
2005	46.3%	10.7%	6.6%	63.7%	19.6%	6.9%	9.9%	100%
2004	47.1%	10.9%	6.6%	64.5%	18.8%	7.0%	9.7%	100%
2003	46.8%	10.9%	6.6%	64.2%	18.3%	7.4%	10.1%	100%
2002	45.6%	11.6%	7.0%	64.2%	17.5%	7.2%	11.1%	100%
2001*	48.4%	11.9%	6.7%	67.0%	15.6%	6.8%	10.5%	100%
2000	49.0%	12.1%	6.6%	67.7%	16.2%	6.5%	9.7%	100%
1999	49.4%	12.0%	6.4%	67.8%	15.7%	6.6%	9.9%	100%
1998	49.0%	12.4%	6.6%	68.0%	16.4%	6.3%	9.3%	100%
1997	48.8%	12.6%	6.7%	68.1%	16.9%	5.6%	9.5%	100%
1996*	49.2%	12.7%	6.6%	68.5%	16.6%	5.4%	9.4%	100%
1995	49.1%	13.0%	6.9%	69.0%	17.9%	4.0%	9.0%	100%
1994	48.7%	13.5%	7.0%	69.1%	17.8%	4.1%	9.0%	100%

2010* Moved Deaf/Blind School from "Other Education" to "Public Schools"; Historical Society and Libraries to "All Other Agencies".

2007* Adjusted for H1 of 2006 Special Session which increased Public Schools General Fund by \$250,645,700.

2001* Moved Department of Environmental Quality and Veterans Services from H&W to "All Other Agencies".

1996* Moved Juvenile Corrections from Health and Welfare to "Adult & Juv Corrections".

Twenty-Two Year History of General Fund

Change from Previous Original Appropriations: FY 1994 to FY 2015

Millions of Dollars

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare	Adult & Juv Corrections	All Other Agencies	Total Gen Fund
2015	\$66.2	\$14.7	\$10.8	\$91.7	\$20.5	\$25.0	\$18.0	\$155.1
2014	\$28.5	\$8.6	\$5.0	\$42.1	\$6.7	\$12.8	\$17.3	\$78.9
2013	\$56.2	\$18.1	\$9.7	\$84.1	\$45.3	\$12.4	\$31.4	\$173.1
2012	\$9.3	(\$7.7)	(\$1.7)	(\$0)	\$128.5	\$12.4	\$4.2	\$145.1
2011	(\$17.1)	(\$35.8)	(\$11.2)	(\$64.1)	(\$26.0)	(\$6.1)	(\$26.6)	(\$122.7)
2010*	(\$187.2)	(\$31.9)	(\$34.0)	(\$253.0)	(\$125.0)	(\$29.2)	(\$45.6)	(\$452.7)
2009	\$51.2	\$20.9	\$8.9	\$81.1	\$42.4	\$14.8	\$4	\$138.6
2008	\$75.8	\$20.5	\$17.8	\$114.1	\$42.5	\$23.2	\$47.2	\$227.0
2007*	\$304.5	\$14.8	\$6.5	\$325.8	\$44.7	\$25.8	\$16.5	\$412.8
2006	\$22.4	\$5.6	\$3.6	\$31.5	\$50.1	\$9.4	\$7.7	\$98.8
2005	\$21.7	\$5.4	\$6.9	\$34.0	\$31.7	\$2.1	\$10.2	\$78.1
2004	\$23.0	\$4.4	\$9	\$28.4	\$16.2	(\$4.4)	(\$4.0)	\$36.2
2003	(\$13.0)	(\$22.9)	(\$11.7)	(\$47.5)	\$1.6	(\$2.2)	(\$28.2)	(\$76.4)
2002	\$59.5	\$21.5	\$21.0	\$102.0	\$75.9	\$24.1	\$38.3	\$240.3
2001*	\$52.4	\$13.0	\$10.7	\$76.1	\$11.4	\$14.7	\$27.1	\$129.3
2000	\$24.7	\$9.0	\$6.8	\$40.6	\$18.1	\$2.1	\$3.2	\$63.9
1999	\$91.4	\$14.3	\$9.1	\$114.8	\$16.1	\$16.1	\$25.0	\$171.9
1998	\$15.5	\$6	\$1	\$16.1	(\$1.9)	\$11.7	\$3	\$26.3
1997	\$25.5	\$7.1	\$5.5	\$38.1	\$14.2	\$5.2	\$6.4	\$63.9
1996*	\$43.5	\$6.5	\$1.0	\$51.0	(\$2.7)	\$23.2	\$13.1	\$84.6
1995	\$92.5	\$18.4	\$12.1	\$123.1	\$34.4	\$6.1	\$16.1	\$179.6
1994	\$31.0	\$7.0	\$2.6	\$40.6	\$28.6	\$6.7	\$1.5	\$77.4

Percent Change from Previous Original Appropriations

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare	Adult & Juv Corrections	All Other Agencies	Total
2015	5.1%	6.2%	7.5%	5.4%	3.3%	11.4%	7.0%	5.6%
2014	2.2%	3.8%	3.6%	2.6%	1.1%	6.2%	7.2%	2.9%
2013	4.6%	8.6%	7.6%	5.4%	8.0%	6.4%	15.0%	6.8%
2012	0.8%	(3.5%)	(1.3%)	(0.0%)	29.5%	6.9%	2.1%	6.1%
2011	(1.4%)	(14.1%)	(8.0%)	(3.9%)	(5.6%)	(3.3%)	(11.5%)	(4.9%)
2010*	(13.2%)	(11.2%)	(19.4%)	(13.5%)	(21.3%)	(13.5%)	(16.4%)	(15.3%)
2009	3.7%	7.9%	5.4%	4.5%	7.8%	7.3%	0.1%	4.9%
2008	5.9%	8.4%	12.0%	6.8%	8.5%	13.0%	20.6%	8.8%
2007*	30.8%	6.5%	4.6%	24.0%	9.8%	17.0%	7.7%	18.9%
2006	2.3%	2.5%	2.6%	2.4%	12.3%	6.6%	3.8%	4.7%
2005	2.3%	2.5%	5.3%	2.6%	8.4%	1.5%	5.2%	3.9%
2004	2.5%	2.1%	0.7%	2.2%	4.5%	(3.0%)	(2.0%)	1.8%
2003	(1.4%)	(9.7%)	(8.2%)	(3.6%)	0.5%	(1.5%)	(12.4%)	(3.7%)
2002	6.8%	10.0%	17.4%	8.4%	26.9%	19.5%	20.2%	13.3%
2001*	6.4%	6.4%	9.7%	6.7%	4.2%	13.6%	16.7%	7.7%
2000	3.1%	4.7%	6.6%	3.7%	7.1%	2.0%	2.0%	4.0%
1999	13.0%	8.0%	9.7%	11.7%	6.8%	17.8%	18.7%	11.9%
1998	2.3%	0.3%	0.1%	1.7%	(0.8%)	14.9%	0.2%	1.9%
1997	3.8%	4.2%	6.2%	4.1%	6.3%	7.0%	5.0%	4.7%
1996*	7.0%	3.9%	1.1%	5.8%	(1.2%)	46.1%	11.4%	6.7%
1995	17.5%	12.6%	16.0%	16.4%	17.9%	13.7%	16.4%	16.6%
1994	6.2%	5.0%	3.5%	5.7%	17.5%	17.9%	1.5%	7.7%

Budget Stabilization Fund

Date	Action	Section 57-814, Idaho Code	Balance
Apr 1984	Creation of Budget Reserve Fund (H747)		-
Jun 1984	Transfer from General Fund at year-end (H747)	\$ 4,267,200	\$ 4,267,200
Jun 1984	Transfer from General Fund (H350)	1,490,300	5,757,500
Jul 1985	Transfer to General Fund (H350)	(5,757,500)	-
A/Jun 1989	Transfers from General Fund (S1332aaH)	12,000,000	12,000,000
Mar 1990	Transfer from General Fund (S1573)	38,000,000	50,000,000
Apr 1990	Interest earnings from Apr. 1989 to Mar. 1990 (See Note 1)	684,432	50,684,432
Apr 1990	Appropriation for local highway projects (H905)	(15,500,000)	35,184,432
Jun 1992	Transfer to General Fund (S1464)	(5,406,100)	29,778,332
Apr 1993	Transfer to Parks & Rec. for Oregon Trail Project (S1276)	(100,000)	29,678,332
Jul 1993	Transfer to General Fund for public schools (H463)	(3,000,000)	26,678,332
M/Apr 1994	Oregon Trail Rtn \$27,000 (H862)/Juv Justice Study (H992)	(73,000)	26,605,332
1993/1994	Transfers from Liquor Fund (H464)	6,255,800	32,861,132
Jun 1995	Partial return from juvenile justice study	26,763	32,887,895
Mar 1996	Transfer for North Idaho floods (Exec. Order #96-04)	(1,000,000)	31,887,895
J/Jun 1997	Transfer for Floods (Exec. Order #97-01)	(4,000,000)	27,887,895
Jul 1997	State Controller - Y2K appropriation (S1285)	(357,700)	27,530,195
Jun 1998	Transfers from General Fund (H572 and H443a)	8,500,000	36,030,195
Dec 1999	Deposits from tobacco settlement (S1002)	16,781,559	52,811,754
Feb 2000	Transfer tobacco settlements to Millennium Fund (S1296)	(16,781,559)	36,030,195
Jul 2000	Transfer to American Trucking Assn Settlement Fund (H819)	(17,000,000)	19,030,195
Jul 2000	Transfer from General Fund Surplus (H819)	17,000,000	36,030,195
Dec 2000	Transfer to Disaster Emergency Fund (Exec. Order #00-17)	(1,000,000)	35,030,195
FY 2001	Quarterly transfers from General Fund (H569)	18,209,641	53,239,836
Aug 2001	Rainbow Gathering (Exec. Order 2001-09)	(150,000)	53,089,836
S/Dec 2001	Qtrly FY 2002 transfers from General Fund §57-814a	9,923,198	63,013,034
Feb 2002	Transfer to General Fund and Defer Remaining (S1301)	(9,923,000)	53,090,034
Jul 2002	Transfers to General Fund (S1517 of 2002 & S1195 of 2003)	(53,090,000)	34
S/D/M 2005	Qtrly FY 2005 transfers from General Fund §57-814a	15,728,258	15,728,292
Apr 2005	Transfer to Public Education Stabilization Fund (S1231)	(5,000,000)	10,728,292
Jun 2005	Qtrly FY 2005 transfer from General Fund §57-814a	5,242,753	15,971,045
S/Dec 2005	Qtrly FY 2006 transfers from General Fund §57-814a	11,338,458	27,309,503
Feb 2006	Transfer from General Fund (H409)	70,000,000	97,309,503
M/Jun 2006	Qtrly FY 2006 transfers from General Fund §57-814a	11,338,458	108,647,961
FY 2007	Qtrly FY 2007 transfers from General Fund §57-814a	12,917,610	121,565,571
FY 2008	Qtrly FY 2008 transfers from General Fund §57-814a	19,059,069	140,624,640
Jun 2009	FY 2009 Year-End Balancing (S1227)	(12,400,000)	128,224,640
Jul 2009	Elections Consolidation (H372a)	(1,500,000)	126,724,640
Jul 2009	Transfers to General Fund & Salary Appropriations (S1227)	(62,399,568)	64,325,072
Jul 2010	FY 2010 Transfer to General Fund (S1445)	(33,505,000)	30,820,072
FY 2011	FY 2011 Transfers to GF, Appropriations net Reversions	(30,720,400)	99,672
FY 2012	FY 2012 SOS \$128,046 Reversion and Year-end Transfer	23,769,346	23,869,018
FY 2013	Qtrly FY 2013 transfers from General Fund §57-814a	25,877,133	49,746,151
Jun 2013	Transfer from General Fund (H345)	85,392,192	135,138,343
FY 2014	Qtrly FY 2014 transfers from General Fund §57-814a	2,375,764	137,514,107
FY 2014	Year-end Transfer from General Fund (H635)	24,000,000	161,514,107

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

State of Idaho Major Reserve Fund Balances

In Millions of Dollars	Budget Stabilization Fund	Public Ed Stabilization Fund	Economic Recovery Reserve	Idaho Millennium Fund	Higher Ed Stabilization Fund	Emergency Funds*	TOTAL
1. Balance June 30, 2003	\$ 0.000	\$ 0.000	\$ 0.000	\$ 0.000	\$ 0.000	(\$ 0.218)	(\$ 0.218)
2. Balance June 30, 2004	\$ 0.000	\$ 7.135	\$ 0.000	\$ 22.872	\$ 0.000	\$ 0.154	\$ 30.161
3. Balance June 30, 2005	\$ 15.971	\$ 12.135	\$ 22.044	\$ 44.677	\$ 0.000	\$ 0.132	\$ 94.960
4. Balance June 30, 2006	\$ 108.648	\$ 7.771	\$ 24.632	\$ 67.436	\$ 0.000	\$ 0.281	\$ 208.768
5. Balance June 30, 2007	\$ 121.566	\$ 109.030	\$ 2.657	\$ 64.079	\$ 0.000	\$ 0.875	\$ 298.207
6. Balance June 30, 2008	\$ 140.625	\$ 112.046	\$ 66.133	\$ 70.207	\$ 0.000	\$ 3.337	\$ 392.349
7. Balance June 30, 2009	\$ 128.225	\$ 17.979	\$ 68.101	\$ 74.206	\$ 0.000	\$ 0.720	\$ 289.231
8. Balance June 30, 2010	\$ 30.820	\$ 23.174	\$ 48.847	\$ 76.967	\$ 0.000	\$ 0.792	\$ 180.600
9. Balance June 30, 2011	\$ 0.100	\$ 11.154	\$ 0.054	\$ 74.589	\$ 0.000	\$ 3.339	\$ 89.235
10. Balance June 30, 2012	\$ 23.869	\$ 36.968	\$ 0.056	\$ 14.156	\$ 0.367	\$ 4.233	\$ 79.648
17. Balance June 30, 2013	\$ 135.138	\$ 49.049	\$ 0.057	\$ 15.492	\$ 0.942	\$ 3.424	\$ 204.103
General Fund Revenue = \$ 2,750.3	4.9%	1.8%	0.0%	0.6%	0.0%	0.1%	7.4%
FY 2014							
18. After Year-End Adjustments/ Reversions		13.960					13.960
19. Interest Earnings		0.175	0.000	0.044	0.003		0.223
20. Transfers In (Out)				5.490	0.281	1.040	6.812
21. Disbursements		(0.333)		(0.792)		(1.092)	(2.217)
22. Transfers In from GF §57-814a	2.376						2.376
23. End-of-Year Transfers H635	24.000	10.000			2.000		36.000
24. Balance as of June 30, 2014	\$ 161.514	\$ 72.851	\$ 0.057	\$ 20.235	\$ 3.227	\$ 3.373	\$ 261.256
** General Fund Revenue = \$ 2,815.4	5.7%	2.6%	0.0%	0.7%	0.1%	0.1%	9.3%
FY 2015							
25. After Year-End Adjustments/ Reversions		(1.654)					(1.654)
26. Interest Earnings Estimate		0.069	0.000	0.208	0.003		0.280
27. Transfers In (Out)		0.103		5.000	0.272	0.317	5.692
28. Disbursements		(0.361)		(0.587)		(0.498)	(1.446)
29. Transfers from GF §57-814a							0.000
30. End-of-Year Transfers							0.000
31. Estimate June 30, 2015	\$ 161.514	\$ 71.007	\$ 0.057	\$ 24.856	\$ 3.502	\$ 3.191	\$ 264.128
*** General Fund Estimate = \$ 2,970.6	5.4%	2.4%	0.0%	0.8%	0.1%	0.1%	8.9%

* Emergency Funds include: 1) Governor's Emergency, Section 57-1601, Idaho Code; and 2) Disaster Emergency, Section 46-1005A, Idaho Code, which includes both Federal Emergency Management Act and state moneys.

**The balance in Idaho's major reserve funds at the end of FY 2014 (line 24) was \$261.3 million or 9.3% of the FY 2014 General Fund Revenue Collections.

***The balance in Idaho's major reserve funds at the end of FY 2015 (line 31) is estimated to be \$264.1 million or 8.9% of the FY 2015 General Fund Revenue Estimate.

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Idaho Legislative Budget Book

Public School Support

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Public School Support

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Administrators	78,138,600	78,493,600	79,719,300	81,430,300	83,422,300
Teachers	758,300,800	749,770,100	770,110,500	806,506,300	811,607,500
Operations	503,693,300	509,120,700	534,949,100	576,536,800	571,723,900
Children's Programs	230,535,600	231,258,700	230,304,900	288,602,600	281,183,500
Facilities	23,917,500	25,741,200	35,986,000	46,335,000	46,335,000
Central Services	0	0	16,803,500	9,994,500	14,203,500
Deaf & Blind, Educational Svcs for the	7,983,000	7,650,300	8,761,000	9,076,900	8,846,200
Total:	1,602,568,800	1,602,034,600	1,676,634,300	1,818,482,400	1,817,321,900
BY FUND CATEGORY					
General	1,308,365,400	1,308,365,400	1,374,598,400	1,461,944,500	1,475,784,000
Dedicated	78,979,900	78,669,300	86,812,400	76,314,400	76,314,400
Federal	215,223,500	214,999,900	215,223,500	280,223,500	265,223,500
Total:	1,602,568,800	1,602,034,600	1,676,634,300	1,818,482,400	1,817,321,900
Percent Change:		0.0%	4.7%	8.5%	8.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	682,000	7,202,400	7,328,700
Operating Expenditures	0	0	16,121,500	11,844,000	15,696,000
Capital Outlay	0	0	0	25,000	25,000
Trustee/Benefit	7,983,000	7,650,300	8,761,000	0	0
Lump Sum	1,594,585,800	1,594,384,300	1,651,069,800	1,799,411,000	1,794,272,200
Total:	1,602,568,800	1,602,034,600	1,676,634,300	1,818,482,400	1,817,321,900

Department Description

Provide state and federal funding to local school districts and public charter schools for public education, grades K-12, to meet the requirements of Article IX, Section 1, of the Idaho Constitution, which reads: "Legislature to establish system of free schools. The stability of a republican form of government depending mainly upon the intelligence of the people, it shall be the duty of the legislature of Idaho, to establish and maintain a general, uniform and thorough system of public, free common schools."

Public School Support

Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	1,374,598,400	1,676,634,300	0.00	1,374,598,400	1,676,634,300
Supplementals						
Children's Programs						
1. Increase Federal Appropriation	0.00	0	50,000,000	0.00	0	50,000,000
FY 2015 Total Appropriation	0.00	1,374,598,400	1,726,634,300	0.00	1,374,598,400	1,726,634,300
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	0.00	1,374,598,400	1,726,634,300	0.00	1,374,598,400	1,726,634,300
Removal of One-Time Expenditures	0.00	(10,844,700)	(18,844,700)	0.00	(10,844,700)	(18,844,700)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2016 Base	0.00	1,363,753,700	1,707,789,600	0.00	1,363,753,700	1,707,789,600
Benefit Costs	0.00	126,400	126,400	0.00	86,500	86,500
Replacement Items	0.00	25,000	25,000	0.00	25,000	25,000
Public School Salary Change	0.00	9,301,500	9,301,500	0.00	6,180,400	6,180,400
Change in Employee Compensation	0.00	62,600	62,600	0.00	186,800	186,800
Nondiscretionary Adjustments	0.00	24,417,500	20,931,500	0.00	19,033,800	15,547,800
Endowment Adjustments	0.00	(966,400)	21,600	0.00	(966,400)	21,600
FY 2016 Program Maintenance	0.00	1,396,720,300	1,738,258,200	0.00	1,388,299,800	1,729,837,700
Line Items						
Administrators						
1. Task Force - Training and Development	0.00	0	0	0.00	752,000	752,000
Teachers						
1. Career Ladder Compensation, Year 1	0.00	16,278,300	16,278,300	0.00	25,974,600	25,974,600
2. Ongoing Prof Development Funding	0.00	6,795,000	6,795,000	0.00	17,650,000	17,650,000
3. Increase Federal Spending Authority	0.00	0	5,000,000	0.00	0	0
Operations						
1. Increase for Classroom Technology	0.00	9,000,000	9,000,000	0.00	11,000,000	11,000,000
2. Increase Discretionary Funding	0.00	25,869,200	25,869,200	0.00	18,431,900	18,431,900
3. Replace Lottery / Cigarette Tax Funds	0.00	8,415,700	8,415,700	0.00	8,415,700	8,415,700
Children's Programs						
1. Increase Federal Appropriation	0.00	0	10,000,000	0.00	0	0
2. College and Career Counseling	0.00	0	0	0.00	2,500,000	2,500,000
Central Services						
1. Ongoing Funding for Wi-Fi	0.00	2,250,000	2,250,000	0.00	2,250,000	2,250,000
2. Increase for PSAT Testing	0.00	95,000	95,000	0.00	0	0
3. Evaluations - Transfer to Discretionary	0.00	(300,000)	(300,000)	0.00	0	0
4. Prof Development to Discretionary	0.00	(2,700,000)	(2,700,000)	0.00	0	0
5. IMS - Transfer to Discretionary	0.00	(904,000)	(904,000)	0.00	0	0
6. Mastery-Based System	0.00	0	0	0.00	400,000	400,000
Educational Services for the Deaf & Blind						
1. Replenish Contingency Fund	0.00	300,000	300,000	0.00	0	0
2. Transportation Costs	0.00	30,000	30,000	0.00	30,000	30,000
3. Lease Technology Equipment	0.00	15,000	15,000	0.00	0	0
4. Increasing Food Costs	0.00	30,000	30,000	0.00	30,000	30,000
5. Outreach Transportation Costs	0.00	50,000	50,000	0.00	50,000	50,000
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	0.00	1,461,944,500	1,818,482,400	0.00	1,475,784,000	1,817,321,900
Chg from FY 2015 Orig Approp.	0.00	87,346,100	141,848,100	0.00	101,185,600	140,687,600
% Chg from FY 2015 Orig Approp.		6.4%	8.5%		7.4%	8.4%

Public School Support Agency Profile

Analyst: Headlee

Governor's Task Force for Improving Education

In December of 2012, Governor Otter directed the State Board of Education to oversee a collaborative effort to improve K-12 education in Idaho. This effort resulted in the *Task Force for Improving Education (K-12)* releasing a report on September 6, 2013, that included 20 recommendations for structural change, fiscal stability, and for creating effective teachers and leaders.

The table below provides a preliminary estimate of \$352.1 million to implement the recommendations (column a); however more detail is needed on several recommendations. The table also shows the funding appropriated in FY 2015 (column b) and the funds requested in FY 2016 (column c). The last column is the total ongoing funding if the FY 2016 request is funded (columns b + c, less any one-time funding).

The task force's report can be accessed at <http://www.boardofed.idaho.gov/>.

All Dollars in Millions		(a)	(b)	(c)	(d)
		Estimated Amount to Implement Recommendations	FY 2015 Approp	FY 2016 Request	Total Ongoing (b + c), less One-Time Funding
Structural Changes					
1	Mastery Based System	More Detail Needed			
2	Idaho Core Standards	More Detail Needed			
3	Literacy Proficiency	More Detail Needed			
4	Advanced Opportunities	\$5.0	\$0.6		\$0.6
5	Accountability for Student Outcomes	0.0			
6	Empower Autonomy	0.0			
7	Strategic Plans	0.3	0.3		0.3
8	Statewide Electronic Collaboration	More Detail Needed			
9	Bandwidth / Wireless Infrastructure	4.0	2.25 OT ¹	2.25	2.25
10	Educator and Student Technology Devices	No Amount Provided	10.4	9.0	19.4
Subtotal		\$9.3	\$13.6	\$11.3	\$22.6
Fiscal Stability, Effective Teachers and Leaders					
11	Restore Operational Funding to \$25,696/Unit	82.0	42.4 ²	27.5	69.9
12	Career Ladder Compensation (Teachers Only)	252.0	15.8	23.0	38.8
13	Enrollment Model of Funding	0.0			
14	Tiered Licensure	0.0		0.1	
15	Mentoring Program	More Detail Needed			
16	Job-Embedded Professional Learning	4.2	3.9 ¹ 8.3 OT	8.0	11.9
17	Site-Based Collaboration Teachers/Leaders	4.2			
18	Training Admins., Supts., School Boards	0.4			
19	Enhanced Pre-Service Teaching Opportunities	0.0			
20	Recommendations for Teacher Preparation	0.0			
Subtotal		\$342.8	\$70.4	\$58.6	\$120.6
Total All 20 Recommendations		\$352.1	\$84.0	\$69.9	\$143.2

Notes: 1. "OT" denotes one-time funding.

2. This amount included \$7.4 million to backfill dedicated funds and \$35 million to increase the dollars per unit to \$22,401.

Public School Support Agency Profile

Analyst: Headlee

FY 2015 Appropriation, FY 2016 Request, and the FY 2016 Governor's Recommendation

		FY 2015 Original Appropriation	FY 2016 Supt. Ybarra Request	FY 2016 Governor's Recommendation
Sources of Funds				
1	General Fund	\$1,374,598,400	\$1,461,944,500	\$1,475,784,000
2	Dedicated Funds	86,812,400	76,314,400	76,314,400
3	Federal Funds	215,223,500	280,223,500	265,223,500
4	TOTAL	\$1,676,634,300	\$1,818,482,400	\$1,817,321,900
<i>General Fund Percent Change from Previous Year:</i>			6.4%	7.4%
<i>Total Funds Percent Change from Previous Year:</i>			8.5%	8.4%
PROGRAM DISTRIBUTIONS				
Statutory Requirements				
		Idaho Code		
5	Transportation	§33-1006	69,281,800	71,521,900
6	Border Contracts	§33-1002(2)(d), §33-1403	1,100,000	1,100,000
7	Exceptional Contracts/Tuition Equivalents	§33-1002(2)(e), §33-2004	5,065,600	5,065,600
8	Salary-based Apportionment	§33-1002(2)(g), §33-1004E	781,570,700	798,973,500
9	State Paid Employee Benefits	§33-1004F	148,363,900	151,665,200
10	Career Ladder (plus \$7,242,500 1% CEC in row 8)	Requires legislation	0	16,278,300
11	Leadership Awards/Premiums	§33-1002(2)(q)	15,800,000	15,800,000
12	Bond Levy Equalization	§33-906, -906A, -906B	19,600,000	19,400,000
13	Idaho Digital Learning Academy	§33-1020	6,664,400	7,075,000
14	Idaho Safe & Drug-Free Schools	§63-2506, -2552A(3), -3067	2,534,300	4,421,400
15	Additional Math and Science Requirements	§33-1021	4,850,000	5,018,000
16	Advanced Opportunities	§33-1626, -1623, -1628	640,600	640,600
17	National Board Teacher Certification	§33-1004E(1)	90,000	90,000
18	Facilities (Lottery) & Interest Earned	§33-906, §67-7434	12,570,000	19,125,000
19	Facilities State Match (GF)	§33-1019	1,716,000	3,610,000
20	Charter School Facilities Funding	§33-5208	2,100,000	4,200,000
21	School District Strategic Planning	§33-320(4)	326,000	326,000
22	Subtotal -- Statutory Requirements	\$1,072,273,300	\$1,124,310,500	1,127,575,800
Other Program Distributions				
23	Math Initiative, Reading Initiative, Remediation		10,500,000	10,500,000
24	Limited English Proficiency (LEP)		4,000,000	4,000,000
25	College Entrance Exams		963,500	963,500
26	District IT Staffing		2,500,000	2,500,000
27	Classroom Technology and Wireless Infrastructure		10,400,000	19,400,000
28	Technology Pilot Programs		3,000,000	0
29	Administrative Evaluations of Teachers		300,000	0
30	Assessments (Science EOC, PSAT)		740,000	835,000
31	Instructional Management System (IMS) Maintenance		4,500,000	3,596,000
32	Idaho Core Standards Prof. Development		2,700,000	0
33	Pro. Develop. (Idaho Core, District Funding, PD 360)		9,455,000	8,000,000
34	One-time funding to purchase content		5,000,000	0
35	Bureau of Services for the Deaf & Blind (Campus)		5,498,600	6,014,000
36	Bureau of Services for the Deaf & Blind (Outreach)		3,262,400	3,062,900
37	Federal Funds for Local School Districts		215,000,000	280,000,000
38	College and Career Counseling		0	0
39	Mastery-Based System Pilot		0	2,500,000
40	Subtotal -- Other Program Distributions	277,819,500	338,871,400	\$343,204,700
41	TOTAL CATEGORICAL EXPENDITURES (row 22 + row 40)	1,350,092,800	1,463,181,900	1,470,780,500
42	STATE DISCRETIONARY FUNDS (row 4 - row 41)	\$326,541,500	\$355,300,500	\$346,541,400
43	ESTIMATED SUPPORT UNITS	14,577	14,706	14,647
44	STATE DISCRETIONARY \$ PER SUPPORT UNIT (row 42 / row 43)	\$22,401	\$24,160	\$23,660
<i>Discretionary Funding per Support Unit, Change from Previous Year:</i>			7.9%	5.6%

Public School Support Agency Profile

Analyst: Headlee

Public Schools Funding Formula

At the core of Idaho's Public Schools funding system is a formula that determines the amount of money that each school district is entitled to receive. This formula is established in Section 33-1004E, Idaho Code and multiplies the first four factors below.

In addition to the four factors, the minimum salary that a full-time instructional staff member shall be paid is established in statute. The total dollar amount required to meet this minimum salary on a statewide basis is then added to the total salary-based apportionment amount:

- 1. Support Units
 - multiplied by
 - 2. Staff Allowance
 - multiplied by
 - 3. Base Salary
 - multiplied by
 - 4. Experience/Education Index
 - plus
 - 5. Minimum Salary Requirement
- = Salary-Based Apportionment**

The product of the above calculation, which is done for each school district in the state, is called the district's salary-based apportionment. This is then multiplied by the state paid employee benefits, which are currently 18.97% and include the employer costs for PERSI and FICA. The cost of unemployment insurance is then added:

- Salary-Based Apportionment Funds
 - multiplied by
 - State-Paid Variable Benefit Rate
 - plus
 - Unemployment Insurance
- = State-Paid Employee Benefits**

The result of the above calculation, which is done for each school district in the state, is called the district's state-paid employee benefits.

The third and final piece of the core funding formula is then calculated. To do this, the Legislature must first establish, in the Public Schools Division of Operations budget, the amount of discretionary funds that are available on a per unit basis.

For example, in FY 2015, \$326,541,500 was available to be disbursed among an estimated 14,577 support units. The following calculation is then made:

- Available Discretionary Funds
 - divided by
 - Estimated Support Units
- = Per Unit Discretionary Funds**

The product of the above calculation, which is done for each school district and charter school, is called the district's per unit discretionary funds and in the case of FY 2015, equaled \$22,401 per support unit.

Public Schools Funding Formula Terminology

Support Units are the foundation of how schools in Idaho are funded, and are often thought of, and referred to, as classroom units. The state does not fund school districts based on the number of students; it funds them based on the number of support units. A school district generates support units, however, based on the number of students it has in average daily attendance in various categories, such as kindergarten, elementary, and secondary. These student counts are then divided by a series of divisors found in Section 33-1002, Idaho Code. For example, a school district with 440 students categorized as secondary students (grades 7-12) would be assigned a divisor of 16.0, which means that the school district would receive 27.5 support units of funding. School districts with more students receive larger divisors, while smaller districts receive smaller divisors. As a result, a small district needs fewer students to generate a support unit of funding than a large district. Some of the reasons for this are that larger districts can usually operate more efficiently, with greater economies of scale than small districts, and that small districts still need to be able to offer students a thorough, comprehensive education, notwithstanding their smaller size.

Staff Allowance establishes the number of staff positions to be funded by each support unit. Section 33-1004, Idaho Code, sets these levels at 1.1 instructional staff, 0.075 administrative staff, and 0.375 classified staff. The state funds more than one teaching position per support unit, or classroom, because there are a number of positions categorized as instructional that are not regular classroom teachers. These can include school counselors, librarians, and special education instructors.

A **Base Salary** is assigned for each of the staff categories. These base salary figures for FY 2014 are \$19,249 for classified staff, \$32,151 for administrative staff, and \$23,354 for instructional staff.

The **Experience/Education Index** provides for an escalating series of salary multipliers for instructional and administrative staff only (the classified staff portion of the formula ends with the base salary funding component). This component of the formula provides more funding for teachers and administrators with more experience and education than it does for those who are less experienced and educated. This table of multipliers, which runs from zero years of experience to 13+ years, and includes seven different levels of educational achievement, can be found in Section 33-1004A, Idaho Code. Because of the way the table appears in Idaho Code, years of experience are often referred to as steps, and educational achievement as lanes. Multipliers range from 1.0000 to 2.0126. Whatever multiplier a staff member receives is multiplied against the base salary for that type of staff. For example, an administrative staff member with 15 years of experience and a master's degree, plus 12 additional college credits, would receive a multiplier of 1.7371, and would be allocated \$55,850. A teacher with the same profile would receive an allocation of \$40,568, because instructional staff have a lower base salary than administrative staff. Instructional staff, however, can never be allocated less than \$31,750, which is the statutory minimum salary.

Salary-Based Apportionment is the result of the five-part funding formula described above and on the previous page.

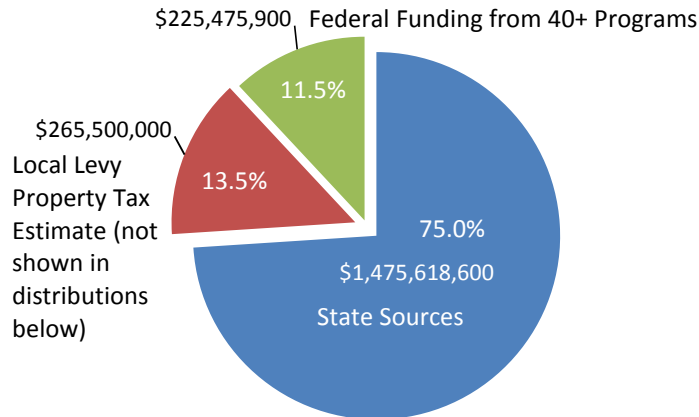
State-Paid Employee Benefits include the employer (school district) share of Public Employee Retirement System of Idaho (PERSI) contributions at 11.32% and Federal Insurance Contributions Act (FICA) taxes at 7.65%. These dollars are only paid based on the salary funds that the state provides. If a school district employs more personnel than the state funds, or pays higher salaries than the state funds, then the additional PERSI and FICA costs associated with those extra expenditures are borne by the school district. State-Paid Employee Benefits also include unemployment insurance, budgeted for all school districts at \$1,100,000 for FY 2015.

Discretionary Funds are those dollars appropriated for public schools that are not needed to satisfy either the funding formula requirements of Idaho Code or line item earmarks in the appropriation bill. These dollars are added to salary-based apportionment and state-paid employee benefit funds.

FY 2015 Idaho Public School Fund Flow

\$1,966,594,500

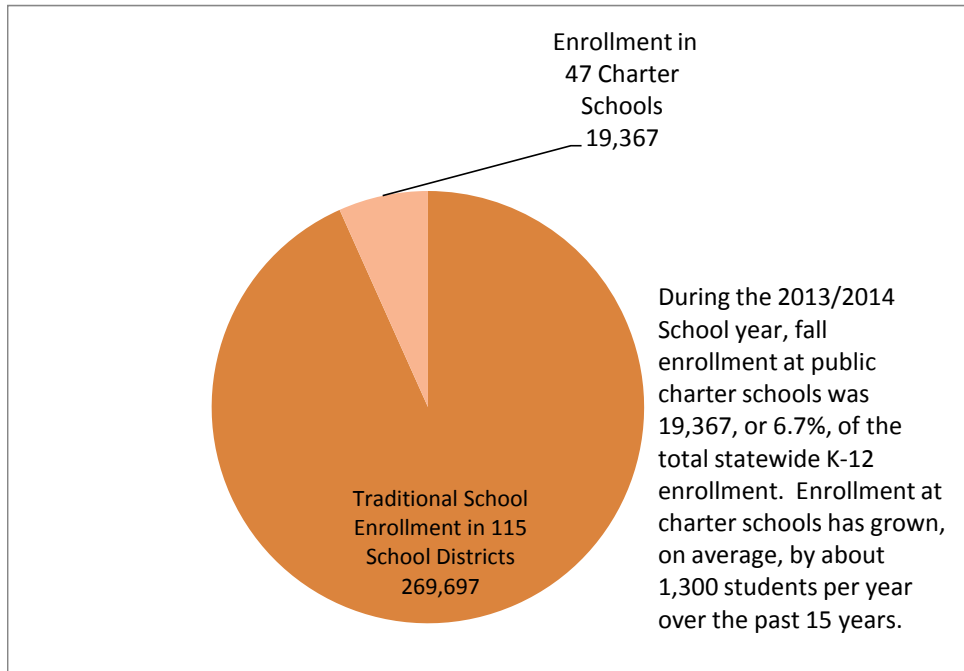
This figure provides an overview of all the fund sources flowing into the Public Schools FY 2015 Operating Budget (excludes bond and plant facility funds)



<u>Statutory Distributions</u>		<u>Non-Statutory Distributions</u>	
Transportation	\$69,281,800	Math & Reading Initiatives, Remediation	\$10,500,000
Border Contracts	1,100,000	Limited English Proficiency (LEP)	4,000,000
Exceptional Contract/Tuition Equivalent	5,065,600	College Entrance Exams	963,500
Salary-based Apportionment	781,570,700	District IT Staffing	2,500,000
State Paid Employee Benefits	148,363,900	Classroom Tech. and Wireless Infra.	10,400,000
Bond Levy Equalization	19,600,000	Administrative Evaluations of Teachers	300,000
Idaho Digital Learning Academy	6,664,400	Assessments (Science EOC, PSAT)	740,000
Idaho Safe & Drug-Free Schools	2,534,300	Technology Pilot Projects	3,000,000
Addl. Math and Science Requirements	4,850,000	Instructional Management System (IMS)	4,500,000
Advanced Opportunities	640,600	Idaho Core Standards Prof. Development	2,700,000
National Board Teacher Certification	90,000	Prof. Development to Districts	9,455,000
Facilities (Lottery) & Interest Earned	12,570,000	Bureau of Services Deaf & Blind (Campus)	5,477,800
Facilities State Match (GF)	1,716,000	Bureau of Services Deaf & Blind (Outreach)	3,283,200
Charter School Facilities	2,100,000	Federal Funds for Local School Districts	225,252,400
Leadership Awards/Premiums	15,800,000	Professional-Technical Education	11,770,900
School District Strategic Planning	326,000	Driver's Training	2,436,900
Total	\$1,072,273,300	One-time Funding for Content	5,000,000
		Total	\$302,279,700

The remaining \$326,541,500 are discretionary dollars and are distributed based on a specific amount set in the annual Public Schools Appropriation Bill. For FY 2015, this amount, as defined in Section 33-1018, Idaho Code, is \$22,401 per support unit. A support unit is roughly the size of one classroom.

**Traditional Public Schools & Public Charter Schools
Fall Enrollment was 289,064 Students During the
2013/2014 School Year**



School Year	2008/ 2009	2009/ 2010	2010/ 2011	2011/ 2012	2012/ 2013	2013/ 2014	2014/ 2015
Students							
Fall Enrollment	275,075	278,522	281,593	281,772	287,247	289,064	NA
Average Daily Attendance	262,192	264,684	266,455	268,324	266,483	273,110	NA
Mid-Term Support Units	13,935	14,094	14,217	14,278	14,357	14,555	NA
Full-Term Support Units	13,864	14,049	14,147	14,200	14,279	14,469	NA
Dollars (in millions)							
General Fund Appropriation	\$1,418.5	\$1,231.4	\$1,214.3	\$1,223.6	\$1,279.8	\$1,308.4	\$1,374.6
Dedicated Funds	62.4	64.1	91.1	68.5	66.9	74.6	86.8
Federal Funds Appropriation	215.0	415.3	277.0	268.9	220.1	215.2	215.2
Total	\$1,695.9	\$1,710.8	\$1,582.4	\$1,561.0	\$1,566.8	\$1,598.2	\$1,676.6
General Fund % Increase from Previous Year	3.7%	-13.2%	-1.4%	0.8%	4.6%	2.2%	5.1%
Total Funds % Increase from Previous Year	3.1%	0.9%	-7.5%	-1.4%	0.4%	2.0%	4.9%
Discretionary Funds per Full-Term Support Unit	\$25,696	\$25,459	\$26,011	\$19,626	\$19,706	\$20,000	\$22,401

Sources:

1. http://www.sde.idaho.gov/site/statistics/fall_enrollment.htm
2. Legislative Fiscal Reports: <http://legislature.idaho.gov/budget/publications.htm>

Administrators

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	78,138,600	78,493,600	79,719,300	81,430,300	83,422,300
Percent Change:		0.5%	1.6%	2.1%	4.6%
BY OBJECT OF EXPENDITURE					
Lump Sum	78,138,600	78,493,600	79,719,300	81,430,300	83,422,300

Division Description

Provide state support for salaries and benefits of administrators (superintendents, assistant superintendents, principals, assistant principals, and program directors) in Idaho's 115 school districts and 48 public charter schools, grades K-12.

Administrators

Comparative Summary

Analyst: Headlee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	79,719,300	79,719,300	0.00	79,719,300	79,719,300
FY 2016 Base	0.00	79,719,300	79,719,300	0.00	79,719,300	79,719,300
Public School Salary Change	0.00	799,700	799,700	0.00	2,396,500	2,396,500
Nondiscretionary Adjustments	0.00	911,300	911,300	0.00	554,500	554,500
FY 2016 Program Maintenance	0.00	81,430,300	81,430,300	0.00	82,670,300	82,670,300
1. Task Force - Training and Development	0.00	0	0	0.00	752,000	752,000
FY 2016 Total	0.00	81,430,300	81,430,300	0.00	83,422,300	83,422,300
Change from Original Appropriation	0.00	1,711,000	1,711,000	0.00	3,703,000	3,703,000
% Change from Original Appropriation		2.1%	2.1%		4.6%	4.6%

Administrators

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	79,719,300	0	0	79,719,300
FY 2016 Base					
Agency Request	0.00	79,719,300	0	0	79,719,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>79,719,300</i>	<i>0</i>	<i>0</i>	<i>79,719,300</i>

Public School Salary Change

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. For the Administrators Division, this includes salaries at \$672,200 and state-paid employee benefits at \$127,500.

Agency Request	0.00	799,700	0	0	799,700
<i>The Governor recommends a 3% increase in compensation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,396,500</i>	<i>0</i>	<i>0</i>	<i>2,396,500</i>

Nondiscretionary Adjustments

The request for an estimated increase of 154 mid-term support units will require \$820,200 from the General Fund. Of this amount, \$689,400 is for salaries and \$130,800 is for state-paid employee benefits. Other adjustments include the Administrators Division statewide education and experience index, which will require an increase of \$91,100.

Agency Request	0.00	911,300	0	0	911,300
<i>The Governor recommends funding for a projected mid-term support unit increase of 87 support units and for an increase in the experience and education index.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>554,500</i>	<i>0</i>	<i>0</i>	<i>554,500</i>

FY 2016 Program Maintenance					
Agency Request	0.00	81,430,300	0	0	81,430,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>82,670,300</i>	<i>0</i>	<i>0</i>	<i>82,670,300</i>

1. Task Force - Training and Development

Agency Request	0.00	0	0	0	0
<i>The Governor recommends funding for training and development of school administrators, superintendents, and school board members in continuous improvement practices, as recommended by the Governor's Task Force for Improving Education.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>752,000</i>	<i>0</i>	<i>0</i>	<i>752,000</i>

FY 2016 Total					
Agency Request	0.00	81,430,300	0	0	81,430,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>83,422,300</i>	<i>0</i>	<i>0</i>	<i>83,422,300</i>

Agency Request					
Change from Original App	0.00	1,711,000	0	0	1,711,000
% Change from Original App		2.1%			2.1%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>3,703,000</i>	<i>0</i>	<i>0</i>	<i>3,703,000</i>
<i>% Change from Original App</i>		<i>4.6%</i>			<i>4.6%</i>

Teachers

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	743,300,800	737,545,500	755,110,500	786,506,300	796,607,500
Federal	15,000,000	12,224,600	15,000,000	20,000,000	15,000,000
Total:	758,300,800	749,770,100	770,110,500	806,506,300	811,607,500
Percent Change:		(1.1%)	2.7%	4.7%	5.4%
BY OBJECT OF EXPENDITURE					
Lump Sum	758,300,800	749,770,100	770,110,500	806,506,300	811,607,500

Division Description

Provide state and federal funding support for teachers, teacher support staff salaries and benefits, and other programs specific to certificated instructors in Idaho's 115 school districts and 48 public charter schools, grades K-12.

Teachers

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	755,110,500	770,110,500	0.00	755,110,500	770,110,500
Removal of One-Time Expenditures	0.00	(8,250,000)	(8,250,000)	0.00	(8,250,000)	(8,250,000)
FY 2016 Base	0.00	746,860,500	761,860,500	0.00	746,860,500	761,860,500
Public School Salary Change	0.00	7,242,500	7,242,500	0.00	0	0
Nondiscretionary Adjustments	0.00	9,330,000	9,330,000	0.00	6,122,400	6,122,400
FY 2016 Program Maintenance	0.00	763,433,000	778,433,000	0.00	752,982,900	767,982,900
1. Career Ladder Compensation, Year 1	0.00	16,278,300	16,278,300	0.00	25,974,600	25,974,600
2. Ongoing Prof Development Funding	0.00	6,795,000	6,795,000	0.00	17,650,000	17,650,000
3. Increase Federal Spending Authority	0.00	0	5,000,000	0.00	0	0
FY 2016 Total	0.00	786,506,300	806,506,300	0.00	796,607,500	811,607,500
Change from Original Appropriation	0.00	31,395,800	36,395,800	0.00	41,497,000	41,497,000
% Change from Original Appropriation		4.2%	4.7%		5.5%	5.4%

Teachers

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	755,110,500	0	15,000,000	770,110,500
Removal of One-Time Expenditures					
Removes funding for professional development that was appropriated in FY 2015 on a one-time basis.					
Agency Request	0.00	(8,250,000)	0	0	(8,250,000)
Governor's Recommendation	0.00	(8,250,000)	0	0	(8,250,000)
FY 2016 Base					
Agency Request	0.00	746,860,500	0	15,000,000	761,860,500
Governor's Recommendation	0.00	746,860,500	0	15,000,000	761,860,500
Public School Salary Change					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. For the Teachers Division, this includes salaries at \$6,087,700 and state-paid employee benefits at \$1,154,800.					
Agency Request	0.00	7,242,500	0	0	7,242,500
<i>The Governor recommends that the funding for the 3% CEC (\$18,369,900 for salaries and \$3,484,800 for benefits) be combined with funding for the career ladder.</i>					
Governor's Recommendation	0.00	0	0	0	0
Nondiscretionary Adjustments					
The request for an estimated increase of 154 mid-term support units will require \$7,373,900 from the General Fund. Of this amount, \$6,198,100 is for salaries and \$1,175,800 is for state-paid employee benefits. Other adjustments include the Teachers Division statewide education and experience index, which will require an increase of \$1,788,100; and an increase of \$168,000 for additional math and science requirements.					
Agency Request	0.00	9,330,000	0	0	9,330,000
<i>The Governor recommends funding for a projected mid-term support unit increase of 87 support units (\$4,166,300), an increase in the experience and education index (\$1,788,100), and funding to offset increased costs related to meeting state graduation requirements for math and science courses due to expected increases in enrollment (\$168,000).</i>					
Governor's Recommendation	0.00	6,122,400	0	0	6,122,400
FY 2016 Program Maintenance					
Agency Request	0.00	763,433,000	0	15,000,000	778,433,000
Governor's Recommendation	0.00	752,982,900	0	15,000,000	767,982,900

Teachers

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Career Ladder Compensation, Year 1

This request reflects the Governor's Task Force for Improving Education recommendation to create a career ladder-based compensation system for Idaho teachers. This new system is currently in proposed legislation that includes compensating teachers based on a combination of years experience, education, level of certification, proficiency, and student attainment of academic targets. When this budget request was submitted in September 2014, the estimated first-year cost of the new system was \$23,520,800. The balance of this amount, \$7,242,500, is included as the 1% CEC salary increase and associated benefits, in the maintenance area of this budget. The proposed phase-in of this new system is five years.

Agency Request	0.00	16,278,300	0	0	16,278,300
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The total estimated cost to fund the career ladder in FY 2016 is \$31,929,000. Of the total, \$25,974,600 is recommended in this line item and includes \$21,854,700 in funding from the 3% CEC and \$4,119,900 specific to the career ladder. The remaining \$5,954,400 is a combination of \$4,166,300 for mid-term support unit growth of 87 units and \$1,788,100 for the increase in the experience and education multiplier index, which is recommended in the maintenance area of the budget.

The Governor's recommendation for funding a career ladder is contingent upon the adoption of an integrated accountability structure that establishes clear expectations and rewards excellence in the classroom and performance-based results. Without an accompanying accountability structure, the Governor recommends the funding be one-time until such a structure can be adopted.

Governor's Recommendation	0.00	25,974,600	0	0	25,974,600
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2. Ongoing Prof Development Funding

This request would add \$6,795,000 to the existing \$1,205,000 that is in the base to bring the total amount of ongoing funding for professional development to \$8 million. This funding would be distributed to school districts and is the equivalent of approximately two days of professional development and addresses the Governor's Task Force recommendation to provide funding for this purpose.

Agency Request	0.00	6,795,000	0	0	6,795,000
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The Governor recommends \$17,650,000 ongoing in addition to the \$1,205,000 that is in the base. This would bring the total amount of funding for professional development in the Teachers Division to \$18,855,000.

Governor's Recommendation	0.00	17,650,000	0	0	17,650,000
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3. Increase Federal Spending Authority

Based on estimated distributions to school districts from over 40 different federal programs, an increase of \$5 million in federal spending authority is requested. Some of the larger programs include school lunch, individual disabilities education act (IDEA) part B, and Title 1A (assistance to high poverty schools).

Agency Request	0.00	0	0	5,000,000	5,000,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2016 Total					
Agency Request	0.00	786,506,300	0	20,000,000	806,506,300
Governor's Recommendation	0.00	796,607,500	0	15,000,000	811,607,500

Agency Request					
Change from Original App	0.00	31,395,800	0	5,000,000	36,395,800
% Change from Original App		4.2%		33.3%	4.7%
Governor's Recommendation					
Change from Original App	0.00	41,497,000	0	0	41,497,000
% Change from Original App		5.5%		0.0%	5.4%

Operations

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	444,666,700	450,012,900	484,741,000	536,778,000	531,965,100
Dedicated	59,026,600	59,026,600	50,208,100	39,758,800	39,758,800
Federal	0	81,200	0	0	0
Total:	503,693,300	509,120,700	534,949,100	576,536,800	571,723,900
Percent Change:		1.1%	5.1%	7.8%	6.9%
BY OBJECT OF EXPENDITURE					
Lump Sum	503,693,300	509,120,700	534,949,100	576,536,800	571,723,900

Division Description

Provide state and federal funding in support of the operation of Idaho's 115 school districts and 48 charter schools, grades K-12. This division includes pupil transportation, salaries and benefits for classified staff, and discretionary funds that can be used for any educational support services or general operations.

Operations

Comparative Summary

Analyst: Headlee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	484,741,000	534,949,100	0.00	484,741,000	534,949,100
Removal of One-Time Expenditures	0.00	0	(3,000,000)	0.00	0	(3,000,000)
Base Adjustments	0.00	2,000,000	(6,415,700)	0.00	2,000,000	(6,415,700)
FY 2016 Base	0.00	486,741,000	525,533,400	0.00	486,741,000	525,533,400
Public School Salary Change	0.00	1,259,300	1,259,300	0.00	3,783,900	3,783,900
Nondiscretionary Adjustments	0.00	6,459,200	6,459,200	0.00	4,559,000	4,559,000
Endowment Adjustments	0.00	(966,400)	0	0.00	(966,400)	0
FY 2016 Program Maintenance	0.00	493,493,100	533,251,900	0.00	494,117,500	533,876,300
1. Increase for Classroom Technology	0.00	9,000,000	9,000,000	0.00	11,000,000	11,000,000
2. Increase Discretionary Funding	0.00	25,869,200	25,869,200	0.00	18,431,900	18,431,900
3. Replace Lottery / Cigarette Tax Funds	0.00	8,415,700	8,415,700	0.00	8,415,700	8,415,700
FY 2016 Total	0.00	536,778,000	576,536,800	0.00	531,965,100	571,723,900
Change from Original Appropriation	0.00	52,037,000	41,587,700	0.00	47,224,100	36,774,800
% Change from Original Appropriation		10.7%	7.8%		9.7%	6.9%

Operations

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	484,741,000	50,208,100	0	534,949,100
Removal of One-Time Expenditures					
Removes one-time funding from the Public School Income Fund that was used for technology pilot projects.					
Agency Request	0.00	0	(3,000,000)	0	(3,000,000)
<i>Governor's Recommendation</i>	0.00	0	(3,000,000)	0	(3,000,000)
Base Adjustments					
Base adjustments include program transfers that move certain moneys from discretionary funds in this division back to the original divisions. This includes moving \$6,250,000 back to the Facilities Division and \$2,165,700 of substance abuse prevention funding back to the Children's Programs Division. These transfers represent the final year of a three-year phase back of dedicated funds that had been moved in FY 2011 into discretionary funding during the economic downturn. The transfers also include moving \$2,000,000 from the Central Services Division into the Operations Division. This funding was distributed to school districts in FY 2015 to be used either for technology expenditures or to purchase instructional management system software. The transfers among these four divisions net to zero department wide.					
Agency Request	0.00	2,000,000	(8,415,700)	0	(6,415,700)
<i>Governor's Recommendation</i>	0.00	2,000,000	(8,415,700)	0	(6,415,700)
FY 2016 Base					
Agency Request	0.00	486,741,000	38,792,400	0	525,533,400
<i>Governor's Recommendation</i>	0.00	486,741,000	38,792,400	0	525,533,400
Public School Salary Change					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. For the non-certificated staff in the Operations Division, this includes salaries at \$1,058,500 and state-paid employee benefits at \$200,800.					
Agency Request	0.00	1,259,300	0	0	1,259,300
<i>The Governor recommends a 3% CEC.</i>					
<i>Governor's Recommendation</i>	0.00	3,783,900	0	0	3,783,900
Nondiscretionary Adjustments					
Nondiscretionary adjustments to support an enrollment increase of 154 mid-term support units include \$1,117,300 for salaries and \$212,000 for state-paid employee benefits; \$2,240,100 to hold discretionary funds at \$22,401 per support unit, and \$2,889,800 for the estimated increase in student transportation costs.					
Agency Request	0.00	6,459,200	0	0	6,459,200
<i>The Governor recommends funding for a projected mid-term support unit increase of 87 support units, from 14,627 to 14,714, requiring an increase of \$750,800 in salary and benefits; \$2,240,100 for statutory requirements for pupil transportation costs; and \$1,568,100 for the projected increase of 70 full-term support units.</i>					
<i>Governor's Recommendation</i>	0.00	4,559,000	0	0	4,559,000
Endowment Adjustments					
For FY 2016 there is an increase of \$1,466,400 from the Public School Endowment Fund. This is due to the total distribution to school districts increasing from \$31,292,400 to \$32,758,800. This increase allows for requested decreases of \$966,400 from the General Fund and \$500,000 from the Public School Income Fund. These actions net to zero and maintain the discretionary funds per support unit at \$22,401.15.					
Agency Request	0.00	(966,400)	966,400	0	0
<i>Governor's Recommendation</i>	0.00	(966,400)	966,400	0	0
FY 2016 Program Maintenance					
Agency Request	0.00	493,493,100	39,758,800	0	533,251,900
<i>Governor's Recommendation</i>	0.00	494,117,500	39,758,800	0	533,876,300

Operations

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Increase for Classroom Technology					
This request is for \$9 million from the General Fund to increase the distribution to school districts for classroom technology per enrolled student from \$28 to \$58. The total amount to be distributed to school districts would increase from \$8 million to \$17 million with this additional funding. This funding would be used by the school districts to purchase classroom technology that assists teachers and students in effective and efficient instruction and learning.					
Agency Request	0.00	9,000,000	0	0	9,000,000
<i>The Governor recommends a total of \$11 million, of which \$9 million is designated for classroom technology and \$2 million is designated for teacher training in the use of classroom technology. This contributes to the fulfillment of the recommendation from the task force's structure and governance special committee to invest \$60 million in classroom technology, for which the Governor recommends a five year funding plan.</i>					
Governor's Recommendation	0.00	11,000,000	0	0	11,000,000
2. Increase Discretionary Funding					
This request is for \$25,869,200 from the General Fund to increase the distribution of discretionary funds from \$22,401 per support unit to \$24,160 per support unit, which is an increase of 7.9%.					
Agency Request	0.00	25,869,200	0	0	25,869,200
<i>The Governor recommends \$18,431,900 to raise the discretionary funding per support unit from \$22,401 to \$23,660, a 5.6% increase.</i>					
Governor's Recommendation	0.00	18,431,900	0	0	18,431,900
3. Replace Lottery / Cigarette Tax Funds					
This request is for \$8,415,700 ongoing from the General Fund to replace \$6,250,000 of dedicated funds from the Idaho Lottery that are used for school facilities maintenance and \$2,165,700 of dedicated funds from cigarette tax moneys used for the Safe and Drug-Free Schools Program. These funds had been diverted into discretionary dollars in FY 2011 during the economic downturn.					
Agency Request	0.00	8,415,700	0	0	8,415,700
Governor's Recommendation	0.00	8,415,700	0	0	8,415,700
FY 2016 Total					
Agency Request	0.00	536,778,000	39,758,800	0	576,536,800
Governor's Recommendation	0.00	531,965,100	39,758,800	0	571,723,900
Agency Request					
Change from Original App	0.00	52,037,000	(10,449,300)	0	41,587,700
% Change from Original App		10.7%	(20.8%)		7.8%
Governor's Recommendation					
Change from Original App	0.00	47,224,100	(10,449,300)	0	36,774,800
% Change from Original App		9.7%	(20.8%)		6.9%

Children's Programs

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	30,167,000	28,196,000	23,860,600	24,271,200	26,852,100
Dedicated	368,600	368,600	6,444,300	4,331,400	4,331,400
Federal	200,000,000	202,694,100	200,000,000	260,000,000	250,000,000
Total:	230,535,600	231,258,700	230,304,900	288,602,600	281,183,500
Percent Change:		0.3%	(0.4%)	25.3%	22.1%
BY OBJECT OF EXPENDITURE					
Lump Sum	230,535,600	231,258,700	230,304,900	288,602,600	281,183,500

Division Description

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

Children's Programs

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	23,860,600	230,304,900	0.00	23,860,600	230,304,900
1. Increase Federal Appropriation	0.00	0	50,000,000	0.00	0	50,000,000
FY 2015 Total Appropriation	0.00	23,860,600	280,304,900	0.00	23,860,600	280,304,900
Removal of One-Time Expenditures	0.00	0	(4,000,000)	0.00	0	(4,000,000)
Base Adjustments	0.00	0	2,165,700	0.00	0	2,165,700
FY 2016 Base	0.00	23,860,600	278,470,600	0.00	23,860,600	278,470,600
Nondiscretionary Adjustments	0.00	410,600	132,000	0.00	491,500	212,900
FY 2016 Program Maintenance	0.00	24,271,200	278,602,600	0.00	24,352,100	278,683,500
1. Increase Federal Appropriation	0.00	0	10,000,000	0.00	0	0
2. College and Career Counseling	0.00	0	0	0.00	2,500,000	2,500,000
FY 2016 Total	0.00	24,271,200	288,602,600	0.00	26,852,100	281,183,500
Change from Original Appropriation	0.00	410,600	58,297,700	0.00	2,991,500	50,878,600
% Change from Original Appropriation		1.7%	25.3%		12.5%	22.1%

Children's Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	23,860,600	6,444,300	200,000,000	230,304,900

1. Increase Federal Appropriation

This supplemental request is to increase the total appropriation to spend federal funds in the Children's Programs Division from \$200 million up to \$250 million. The request for this additional \$50 million appropriation is driven by how frequently school districts request reimbursement from entitlement and grant funds that are often spread over several years. For example, in FY 2014, the State Department of Education delayed distribution of approximately \$15 million in June 2014 because the request for reimbursement of funds exceeded the department's requested appropriation.

Agency Request	0.00	0	0	50,000,000	50,000,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>50,000,000</i>	<i>50,000,000</i>

FY 2015 Total Appropriation					
Agency Request	0.00	23,860,600	6,444,300	250,000,000	280,304,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>23,860,600</i>	<i>6,444,300</i>	<i>250,000,000</i>	<i>280,304,900</i>

Removal of One-Time Expenditures

Removes one-time dedicated funds that were distributed to school districts to purchase their choice of content and curriculum materials.

Agency Request	0.00	0	(4,000,000)	0	(4,000,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(4,000,000)</i>	<i>0</i>	<i>(4,000,000)</i>

Base Adjustments

This transfer of \$2,165,700 is from the Operations Division and represents the final year of a three-year phase back of dedicated funds that had been moved in FY 2011 into discretionary funding during the economic downturn.

Agency Request	0.00	0	2,165,700	0	2,165,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,165,700</i>	<i>0</i>	<i>2,165,700</i>

FY 2016 Base					
Agency Request	0.00	23,860,600	4,610,000	250,000,000	278,470,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>23,860,600</i>	<i>4,610,000</i>	<i>250,000,000</i>	<i>278,470,600</i>

Nondiscretionary Adjustments

An additional \$410,600 from the General Fund is requested, based upon the statutory formula, for the Idaho Digital Learning Academy; and \$278,600 of dedicated funds is removed (cigarette tax moneys) that will no longer be available for Public Schools, for a net increase of \$132,000.

Agency Request	0.00	410,600	(278,600)	0	132,000
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The Governor recommends \$491,500 from the General Fund for the Idaho Digital Learning Academy.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>491,500</i>	<i>(278,600)</i>	<i>0</i>	<i>212,900</i>
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FY 2016 Program Maintenance					
Agency Request	0.00	24,271,200	4,331,400	250,000,000	278,602,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>24,352,100</i>	<i>4,331,400</i>	<i>250,000,000</i>	<i>278,683,500</i>

1. Increase Federal Appropriation

This request is for an increase of \$10 million federal appropriation. The department distributes over \$200 million of federal funds from more than forty federal programs and grants annually. The amount of funds distributed each year depends on the amount and timing of school district draw down of funds. This increase assumes approval of FY 2015 supplemental request of \$50 million; and therefore, would bring FY 2016 federal appropriation to \$260 million.

Agency Request	0.00	0	0	10,000,000	10,000,000
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Children's Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. College and Career Counseling					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends additional funding for college and career counseling, as recommended by the Governor's Task Force for Improving Education. The task force committee on structure and governance supports college and career advising as key to reaching Idaho's 60% goal and recommends that funds be appropriated specifically for districts to implement an advising model that best fits their needs.</i>					
Governor's Recommendation	0.00	2,500,000	0	0	2,500,000
FY 2016 Total					
Agency Request	0.00	24,271,200	4,331,400	260,000,000	288,602,600
Governor's Recommendation	0.00	26,852,100	4,331,400	250,000,000	281,183,500
Agency Request					
Change from Original App	0.00	410,600	(2,112,900)	60,000,000	58,297,700
% Change from Original App		1.7%	(32.8%)	30.0%	25.3%
Governor's Recommendation					
Change from Original App	0.00	2,991,500	(2,112,900)	50,000,000	50,878,600
% Change from Original App		12.5%	(32.8%)	25.0%	22.1%

Facilities

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	4,553,600	6,578,700	7,153,600	14,460,000	14,460,000
Dedicated	19,363,900	19,162,500	28,832,400	31,875,000	31,875,000
Total:	23,917,500	25,741,200	35,986,000	46,335,000	46,335,000
Percent Change:		7.6%	39.8%	28.8%	28.8%
BY OBJECT OF EXPENDITURE					
Lump Sum	23,917,500	25,741,200	35,986,000	46,335,000	46,335,000

Division Description

The Division of Facilities includes moneys from the General Fund and funding provided from Idaho Lottery proceeds for both public school facility construction and repair costs and to support the Bond Levy Equalization Program.

Facilities

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	7,153,600	35,986,000	0.00	7,153,600	35,986,000
Base Adjustments	0.00	0	6,250,000	0.00	0	6,250,000
FY 2016 Base	0.00	7,153,600	42,236,000	0.00	7,153,600	42,236,000
Nondiscretionary Adjustments	0.00	7,306,400	4,099,000	0.00	7,306,400	4,099,000
FY 2016 Total	0.00	14,460,000	46,335,000	0.00	14,460,000	46,335,000
Change from Original Appropriation	0.00	7,306,400	10,349,000	0.00	7,306,400	10,349,000
% Change from Original Appropriation		102.1%	28.8%		102.1%	28.8%

Facilities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	7,153,600	28,832,400	0	35,986,000

Base Adjustments

This transfer of \$6,250,000 is from the Operations Division and represents the final year of a three-year phase back of dedicated funds that had been moved in FY 2011 into discretionary funding during the economic downturn.

Agency Request	0.00	0	6,250,000	0	6,250,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>6,250,000</i>	<i>0</i>	<i>6,250,000</i>

FY 2016 Base					
Agency Request	0.00	7,153,600	35,082,400	0	42,236,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>7,153,600</i>	<i>35,082,400</i>	<i>0</i>	<i>42,236,000</i>

Nondiscretionary Adjustments

Adjustments required by statute include an increase of \$3,312,400 from the General Fund and a decrease of \$3,512,400 from dedicated funds for the Bond Levy Equalization Program; an increase of \$2,100,000 from the General Fund for charter school facilities requirements; an increase of \$305,000 of dedicated funds from the Idaho Lottery, and an increase of \$1,894,000 from the General Fund for the state's portion of the facilities maintenance match. These actions net to a combined increase of \$4,099,000.

Analyst Note: For FY 2016, the total estimated cost of the Bond Levy Equalization Program is \$19,400,000 and is funded from a mix of \$6,650,000 from the General Fund and \$12,750,000 of Idaho Lottery proceeds directed by statute to the Bond Levy Equalization Fund. The estimated cost for charter school facilities is \$4,200,000 from the General Fund. The FY 2016 cost of the state facilities maintenance match is \$22,735,000 and is funded from a mix of \$3,610,000 from the General Fund and \$19,125,000 from the School District Building Account, which receives moneys directly from the Idaho Lottery.

Agency Request	0.00	7,306,400	(3,207,400)	0	4,099,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>7,306,400</i>	<i>(3,207,400)</i>	<i>0</i>	<i>4,099,000</i>

FY 2016 Total					
Agency Request	0.00	14,460,000	31,875,000	0	46,335,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>14,460,000</i>	<i>31,875,000</i>	<i>0</i>	<i>46,335,000</i>

Agency Request					
Change from Original App	0.00	7,306,400	3,042,600	0	10,349,000
% Change from Original App		102.1%	10.6%		28.8%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>7,306,400</i>	<i>3,042,600</i>	<i>0</i>	<i>10,349,000</i>
<i>% Change from Original App</i>		<i>102.1%</i>	<i>10.6%</i>		<i>28.8%</i>

Central Services

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	0	0	15,713,500	9,904,500	14,113,500
Dedicated	0	0	1,090,000	90,000	90,000
Total:	0	0	16,803,500	9,994,500	14,203,500
Percent Change:				(40.5%)	(15.5%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	682,000	640,000	682,000
Operating Expenditures	0	0	16,121,500	9,354,500	13,521,500
Total:	0	0	16,803,500	9,994,500	14,203,500

Division Description

The Division of Central Services includes those programs and funds that are spent at the state level by the Superintendent of Public Instruction for the benefit of all school districts and charter schools. Funds are primarily used to contract for services and for program oversight and evaluation.

Central Services

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	15,713,500	16,803,500	0.00	15,713,500	16,803,500
Removal of One-Time Expenditures	0.00	(2,250,000)	(3,250,000)	0.00	(2,250,000)	(3,250,000)
Base Adjustments	0.00	(2,000,000)	(2,000,000)	0.00	(2,000,000)	(2,000,000)
FY 2016 Base	0.00	11,463,500	11,553,500	0.00	11,463,500	11,553,500
1. Ongoing Funding for Wi-Fi	0.00	2,250,000	2,250,000	0.00	2,250,000	2,250,000
2. Increase for PSAT Testing	0.00	95,000	95,000	0.00	0	0
3. Evaluations - Transfer to Discretionary	0.00	(300,000)	(300,000)	0.00	0	0
4. Prof Development to Discretionary	0.00	(2,700,000)	(2,700,000)	0.00	0	0
5. IMS - Transfer to Discretionary	0.00	(904,000)	(904,000)	0.00	0	0
6. Mastery-Based System	0.00	0	0	0.00	400,000	400,000
FY 2016 Total	0.00	9,904,500	9,994,500	0.00	14,113,500	14,203,500
Change from Original Appropriation	0.00	(5,809,000)	(6,809,000)	0.00	(1,600,000)	(2,600,000)
% Change from Original Appropriation		(37.0%)	(40.5%)		(10.2%)	(15.5%)

Central Services

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	15,713,500	1,090,000	0	16,803,500

Removal of One-Time Expenditures

Removes \$2,250,000 of one-time funding from the General Fund for the statewide Wi-Fi contract that is managed at the state level by the State Department of Education, and removes \$1 million of one-time dedicated funds that were used to provide technology education opportunities for high school students and faculty.

Agency Request	0.00	(2,250,000)	(1,000,000)	0	(3,250,000)
<i>Governor's Recommendation</i>	0.00	(2,250,000)	(1,000,000)	0	(3,250,000)

Base Adjustments

Transfers \$2 million that was distributed to school districts from this division to the Operations Division. These funds were distributed to school districts for the purchase of instructional management systems or classroom technology.

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

FY 2016 Base					
Agency Request	0.00	11,463,500	90,000	0	11,553,500
<i>Governor's Recommendation</i>	0.00	11,463,500	90,000	0	11,553,500

1. Ongoing Funding for Wi-Fi

This request is for \$2,250,000 from the General Fund for the continuation of expending or distributing funds for the installation, repair, replacement and support of a wireless technology infrastructure, in each public school high school. Of the total, \$100,000 is in personnel costs and \$2,150,000 is in operating expenditures.

Agency Request	0.00	2,250,000	0	0	2,250,000
<i>Governor's Recommendation</i>	0.00	2,250,000	0	0	2,250,000

2. Increase for PSAT Testing

This request is for \$95,000 from the General Fund for the projected increase in participation and added cost of providing the Pre-SAT test to 10th grade students.

Agency Request	0.00	95,000	0	0	95,000
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0

3. Evaluations - Transfer to Discretionary

This request removes funding appropriated for school district administrator training on how to conduct teacher evaluations and moves it to discretionary funding in the Operations Division.

Agency Request	0.00	(300,000)	0	0	(300,000)
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0

4. Prof Development to Discretionary

This request removes funding appropriated in personnel costs and operating expenditures for professional development that has been contracted by the State Department of Education and moves it to discretionary funding in the Operations Division.

Agency Request	0.00	(2,700,000)	0	0	(2,700,000)
<i>Not recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	0.00	0	0	0	0

Central Services

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. IMS - Transfer to Discretionary					
This request removes funding appropriated in operating expenditures to purchase content for the statewide instructional management system (IMS) and moves it to discretionary funding in the Operations Division.					
Agency Request	0.00	(904,000)	0	0	(904,000)
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
6. Mastery-Based System					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends one-time funding for the initial steps in piloting a mastery-based system where students progress only after demonstrating mastery of a subject or grade level. Of the \$400,000 recommendation, \$100,000 will fund a statewide awareness plan and \$300,000 will fund site visits and readiness assessments in 20% of school districts and charter schools.</i>					
Governor's Recommendation	0.00	400,000	0	0	400,000
FY 2016 Total					
Agency Request	0.00	9,904,500	90,000	0	9,994,500
Governor's Recommendation	0.00	14,113,500	90,000	0	14,203,500
Agency Request					
Change from Original App	0.00	(5,809,000)	(1,000,000)	0	(6,809,000)
% Change from Original App		(37.0%)	(91.7%)		(40.5%)
Governor's Recommendation					
Change from Original App	0.00	(1,600,000)	(1,000,000)	0	(2,600,000)
% Change from Original App		(10.2%)	(91.7%)		(15.5%)

Educational Services for the Deaf & Blind

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Campus Operations	5,278,200	4,945,500	5,498,600	6,014,000	5,756,700
Outreach Programs	2,704,800	2,704,800	3,262,400	3,062,900	3,089,500
Total:	7,983,000	7,650,300	8,761,000	9,076,900	8,846,200
BY FUND CATEGORY					
General	7,538,700	7,538,700	8,299,900	8,594,200	8,363,500
Dedicated	220,800	111,600	237,600	259,200	259,200
Federal	223,500	0	223,500	223,500	223,500
Total:	7,983,000	7,650,300	8,761,000	9,076,900	8,846,200
Percent Change:		(4.2%)	14.5%	3.6%	1.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	0	6,562,400	6,646,700
Operating Expenditures	0	0	0	2,489,500	2,174,500
Capital Outlay	0	0	0	25,000	25,000
Trustee/Benefit	7,983,000	7,650,300	8,761,000	0	0
Total:	7,983,000	7,650,300	8,761,000	9,076,900	8,846,200

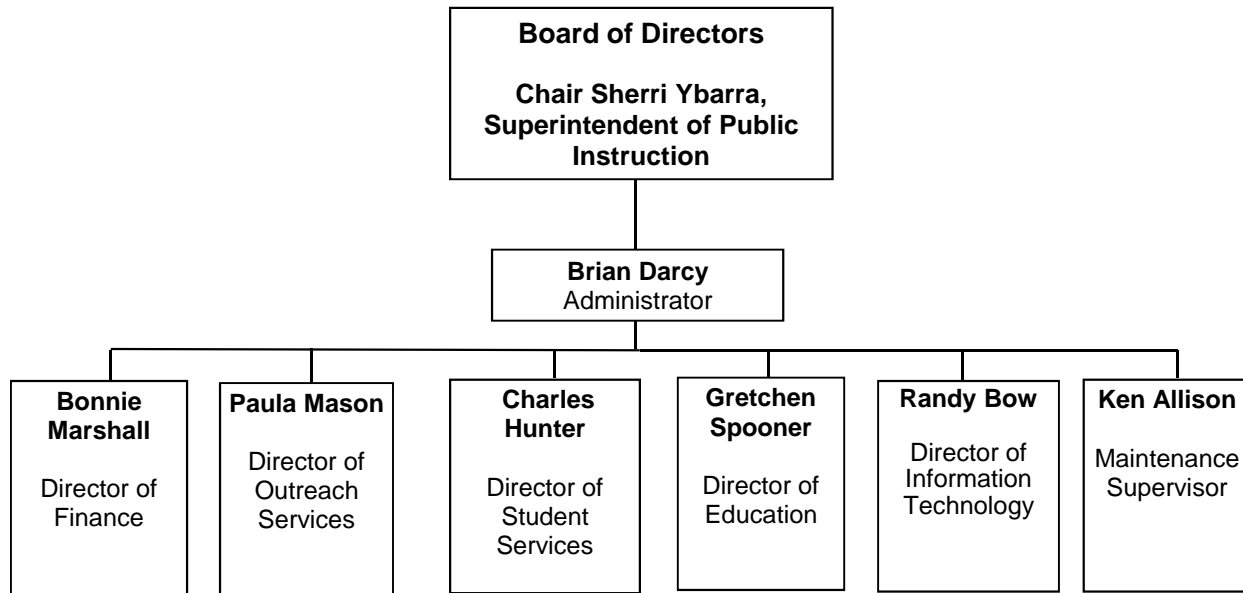
Division Description

Pursuant to Section 33-3403, Idaho Code, the goal of the Bureau of Educational Services for the Deaf and the Blind is to assist school districts and state agencies in providing accessibility, quality and equity to students in the state with sensory impairments through a continuum of service and placement options. Services may include operation of a school for the deaf and the blind that shall provide residential and day campus programs. The bureau may also operate an outreach program intended to provide services to students outside the campus area, as well as early intervention and family consultation.

Public School Support Agency Profile

Analyst: Headlee

Idaho Educational Services for the Deaf and the Blind (IESDB) Organizational Chart, 2014-2015 School Year



Senate Bill 1074, passed during the 2009 legislative session, repealed statutes that created the Idaho School for the Deaf and the Blind (Chapter 34, Title 33, Idaho Code) and added a new Chapter 34 that created the Idaho Bureau of Educational Services for the Deaf and the Blind. The key changes in this new chapter included:

- 1) Creation of a Board of Directors to govern the new bureau;
- 2) The chairman of the Board is the Superintendent of Public Instruction;
- 3) The new bureau is a non-state agency; and
- 4) The bureau's annual appropriation request is to be submitted to the Superintendent of Public Instruction for review, approval, and inclusion in the educational support program (public schools) budget request to the Idaho Legislature and the Division of Financial Management. Inclusion in the educational support program allows the bureau access to the Public Education Stabilization Fund in certain circumstances (i.e. budget holdbacks).

Another key requirement of S1074 is that Chapter 9, Title 33, Idaho Code, was amended to allow the bureau to receive a distribution from the School District Building Account, which includes Idaho Lottery dividends and earned interest. The distribution will be based on average daily attendance.

Outreach offices are located in Coeur d'Alene, Lewiston, Meridian, Gooding, Pocatello, and Idaho Falls.

Educational Services for the Deaf & Blind

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	8,299,900	8,761,000	0.00	8,299,900	8,761,000
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	0.00	8,299,900	8,761,000	0.00	8,299,900	8,761,000
Removal of One-Time Expenditures	0.00	(344,700)	(344,700)	0.00	(344,700)	(344,700)
FY 2016 Base	0.00	7,955,200	8,416,300	0.00	7,955,200	8,416,300
Benefit Costs	0.00	126,400	126,400	0.00	86,500	86,500
Replacement Items	0.00	25,000	25,000	0.00	25,000	25,000
Change in Employee Compensation	0.00	62,600	62,600	0.00	186,800	186,800
Endowment Adjustments	0.00	0	21,600	0.00	0	21,600
FY 2016 Program Maintenance	0.00	8,169,200	8,651,900	0.00	8,253,500	8,736,200
1. Replenish Contingency Fund	0.00	300,000	300,000	0.00	0	0
2. Transportation Costs	0.00	30,000	30,000	0.00	30,000	30,000
3. Lease Technology Equipment	0.00	15,000	15,000	0.00	0	0
4. Increasing Food Costs	0.00	30,000	30,000	0.00	30,000	30,000
5. Outreach Transportation Costs	0.00	50,000	50,000	0.00	50,000	50,000
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	0.00	8,594,200	9,076,900	0.00	8,363,500	8,846,200
Change from Original Appropriation	0.00	294,300	315,900	0.00	63,600	85,200
% Change from Original Appropriation		3.5%	3.6%		0.8%	1.0%

Educational Services for the Deaf & Blind

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	8,299,900	237,600	223,500	8,761,000

Noncognizable Funds and Transfers

This adjustment allocates funding into personnel costs and operating expenditures from trustee and benefits to show expenditures by object code for FY 2015. This adjustment nets to zero.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2015 Estimated Expenditures					
Agency Request	0.00	8,299,900	237,600	223,500	8,761,000
Governor's Recommendation	0.00	8,299,900	237,600	223,500	8,761,000

Removal of One-Time Expenditures

Removes one-time funding provided for the 1% change in employee compensation (CEC) and for the replacement of 13 vehicles in the outreach program.

Agency Request	0.00	(344,700)	0	0	(344,700)
Governor's Recommendation	0.00	(344,700)	0	0	(344,700)

FY 2016 Base					
Agency Request	0.00	7,955,200	237,600	223,500	8,416,300
Governor's Recommendation	0.00	7,955,200	237,600	223,500	8,416,300

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	126,400	0	0	126,400
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	86,500	0	0	86,500

Replacement Items

This request is for \$25,000 one-time from the General Fund to refurbish or reupholster existing furniture in six cottages. The furniture in use was purchased from Correctional Industries in 1986 when the cottages were built and includes chairs and couches for students who stay throughout the week in the residential program.

Agency Request	0.00	25,000	0	0	25,000
Governor's Recommendation	0.00	25,000	0	0	25,000

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	62,600	0	0	62,600
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
Governor's Recommendation	0.00	186,800	0	0	186,800

Endowment Adjustments

Increase of \$21,600 in endowment revenue from \$128,400 to \$150,000.

Agency Request	0.00	0	21,600	0	21,600
Governor's Recommendation	0.00	0	21,600	0	21,600

FY 2016 Program Maintenance					
Agency Request	0.00	8,169,200	259,200	223,500	8,651,900
Governor's Recommendation	0.00	8,253,500	259,200	223,500	8,736,200

Educational Services for the Deaf & Blind

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Replenish Contingency Fund					Campus Operations
<p>This request is for \$300,000 one-time from the General Fund to replenish the bureau's contingency fund. The bureau has had an increased reliance on this fund during the past five years to address the increased transportation, utility, and education costs of serving its students. As a result, the projected FY 2016 balance in the fund is \$17,800. During this time, student enrollment has increased from 1,099 students (May 2009) to 1,765 students (May 2014) and has stretched the ability to fulfill statutory requirements.</p> <p>Analyst note: The General Fund Contingency Reserve Fund is codified in Section 33-3414, Idaho Code, and may be used by the board of trustees for contingencies as they arise. This section of code limits the balance in this fund to no more than 5% of the current year's General Fund appropriation. This request, plus the existing balance in the fund, would bring the balance to 3.8% of the total FY 2016 General Fund request.</p>					
Agency Request	0.00	300,000	0	0	300,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
2. Transportation Costs					Campus Operations
<p>This request is for \$30,000 ongoing from the General Fund to address increased transportation costs due to enrollment increases over the past several years. As a result of these increases, the bureau has added three bus routes and the cost of weekly bus charters for students outside the daily route area have also increased. Unlike traditional school districts, the bureau is not funded by a statutory transportation cost formula, and therefore, requests the increased costs as a line item.</p>					
Agency Request	0.00	30,000	0	0	30,000
Governor's Recommendation	0.00	30,000	0	0	30,000
3. Lease Technology Equipment					Campus Operations
<p>This request is for \$15,000 ongoing from the General Fund to lease information technology equipment for the campus operations. The bureau reports the current IT system is five to 12 years old and that leasing equipment would allow servers, switches, and computers to remain current and accessible with a four-year replacement schedule. Devices would remain current and under warranty, thus minimizing emergency replacement needs and reducing personnel costs for maintaining the current system. The infrastructure of servers and switches is requested to be funded under the Campus Program, where it is physically housed; however, an added benefit would be improved communication and data sharing throughout the statewide outreach offices as well.</p>					
Agency Request	0.00	15,000	0	0	15,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
4. Increasing Food Costs					Campus Operations
<p>This request is for \$30,000 ongoing from the General Fund to address increased food costs at the campus. Food costs have increased due to an increase in the students enrolled and living on campus in the residential program (33 students in May 2009 to 42 students in May 2014). Additionally, costs have increased due to federal requirements for meal preparation and dietary needs and specific dismissal of cheaper food options. Similar to public school districts, the bureau does receive federal support for breakfast and lunch meals; however, the federal funds do not pay for the entire meal cost and the bureau serves a third (evening) meal to those students in residence. Evening meal service is inclusive of the directive for teaching family-style food service and for staff to serve surrogate parents.</p>					
Agency Request	0.00	30,000	0	0	30,000
Governor's Recommendation	0.00	30,000	0	0	30,000

Educational Services for the Deaf & Blind

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Outreach Transportation Costs					Outreach Operations
<p>This request is for \$50,000 ongoing from the General Fund to cover costs associated with increased fleet usage including increased gas consumption, maintenance, and wear and tear. The bureau reports that the outreach transportation costs have increased to meet the needs of increased services provided. Over the past five years the number of students and babies served by the Outreach Program statewide has increased from 1,022 in April 2009 to 1,676 in June 2014. This has resulted in an increase of approximately 50,000 miles traveled annually.</p>					
Agency Request	0.00	50,000	0	0	50,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>50,000</i>	<i>0</i>	<i>0</i>	<i>50,000</i>

Budget Law Exceptions

LUMP SUM: The agency requests an appropriation that is not subject to state budget laws that restrict the transfer of money between programs and among personnel costs, operating expenditures, capital outlay, or trustee & benefit payments. This authority requires legislative approval.

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

FY 2016 Total					
Agency Request	0.00	8,594,200	259,200	223,500	9,076,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,363,500</i>	<i>259,200</i>	<i>223,500</i>	<i>8,846,200</i>
Agency Request					
Change from Original App	0.00	294,300	21,600	0	315,900
% Change from Original App		3.5%	9.1%	0.0%	3.6%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	63,600	21,600	0	85,200
% Change from Original App		0.8%	9.1%	0.0%	1.0%

Idaho Legislative Budget Book

State Board of Education

2015 Legislative Session

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State Board of Education

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Ag Research & Ext Service	24,510,100	24,422,700	26,479,400	28,502,400	28,561,800
College and Universities	564,123,500	457,102,200	498,641,700	559,647,500	520,520,700
Community Colleges	30,837,600	30,237,600	33,578,500	37,905,000	34,086,000
Education, State Board of	5,862,800	5,401,100	5,672,200	5,833,700	5,857,500
Health Education Programs	12,354,800	12,005,900	11,655,600	13,186,700	13,098,800
Prof-Tech Education	59,425,700	57,897,200	62,954,000	67,301,200	66,878,800
Public Television, Idaho	7,935,200	6,991,400	8,068,000	9,506,800	8,568,700
Special Programs	10,688,300	9,196,200	11,069,500	16,927,300	12,412,400
Supt of Public Instruction	35,671,900	28,941,600	34,305,200	32,237,600	32,275,700
Vocational Rehabilitation	23,122,700	21,961,200	23,966,200	25,698,200	25,432,700
Total:	774,532,600	654,157,100	716,390,300	796,746,400	747,693,100
BY FUND CATEGORY					
General	379,526,900	378,541,500	404,945,000	471,927,900	420,740,000
Dedicated	350,151,500	237,602,800	266,513,600	277,158,800	279,360,800
Federal	44,854,200	38,012,800	44,931,700	47,659,700	47,592,300
Total:	774,532,600	654,157,100	716,390,300	796,746,400	747,693,100
Percent Change:		(15.5%)	9.5%	11.2%	4.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	509,668,200	394,795,400	492,914,500	536,885,100	517,039,700
Operating Expenditures	174,304,000	119,946,900	142,295,100	148,721,800	144,186,700
Capital Outlay	36,771,100	17,598,300	24,857,200	33,384,400	23,034,300
Trustee/Benefit	53,789,300	121,816,500	56,258,500	77,755,100	63,432,400
Lump Sum	0	0	65,000	0	0
Total:	774,532,600	654,157,100	716,390,300	796,746,400	747,693,100
Full-Time Positions (FTP)	5,251.20	5,251.20	5,358.33	5,605.94	5,432.10

Department Description

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

Agricultural Research & Extension Service

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	24,422,700	24,422,700	26,453,700	28,476,800	28,536,200
Dedicated	87,400	0	25,700	25,600	25,600
Total:	24,510,100	24,422,700	26,479,400	28,502,400	28,561,800
Percent Change:		(0.4%)	8.4%	7.6%	7.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	21,553,400	19,473,400	22,734,400	24,532,900	24,816,900
Operating Expenditures	2,456,700	3,799,300	3,595,000	3,819,500	3,594,900
Capital Outlay	500,000	1,150,000	150,000	150,000	150,000
Total:	24,510,100	24,422,700	26,479,400	28,502,400	28,561,800
Full-Time Positions (FTP)	280.73	280.73	285.24	290.74	290.74

Division Description

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

The research and extension centers across the state are located at: Aberdeen, Boise, Caldwell/Caine Center, Dubois, Idaho Falls, Kimberly, Moscow, Parma, Salmon, Sandpoint, Tetonia, and Twin Falls.

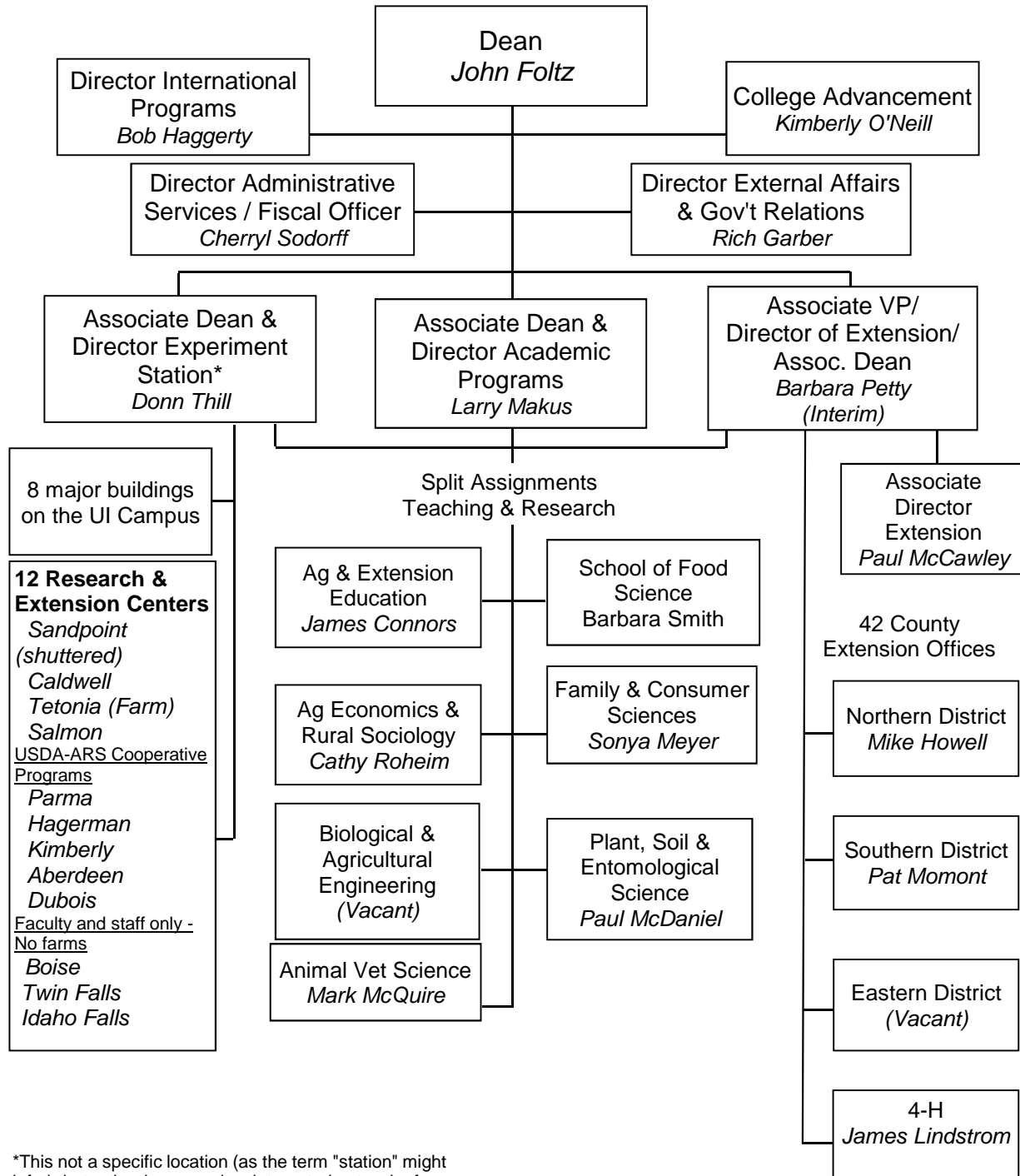
The Cooperative Extension Service has offices in 42 of Idaho's 44 counties, under the leadership of those who are specially trained to work with agriculture, families, youth and communities. The educational programs of these College of Agricultural and Life Sciences faculty members are supported cooperatively by county, state and federal funding.

Appropriated funding provides base support for agricultural research and extension programming, and also provides leverage to generate additional grant and contract funding for ongoing program needs. Appropriated funding is also redirected for new programs as old programs are modified or eliminated.

Agricultural Research & Extension Service Agency Profile

Analyst: Headlee

Organizational Chart University of Idaho - College of Agricultural & Life Sciences



*This not a specific location (as the term "station" might infer), but rather is a complex, integrated network of locations, facilities, and faculty and staff all dedicated to performing agricultural research in support of Idaho's agricultural industry.

Agricultural Research & Extension Service

Agency Profile

Analyst: Headlee

University of Idaho College of Agricultural & Life Sciences

FY 2015 Estimated Operating Revenue, All Sources

\$69,283,555

47.6% State General Funds

Where Budgeted	Fund Source	Amount by Source	% of Total
Appropriated in College & Universities			
State General Education	General Fund	\$4,488,072	6.5%
Appropriated in Special Programs			
W-I Veterinary Education	General Fund	2,042,100	2.9%
Not Appropriated			
Off-budget	Grants & Contracts	17,000,000	24.5%
Off-budget	County Expenditures	4,200,000	6.1%
Off-budget	Gifts & Miscellaneous	2,000,000	2.9%
Off-budget	Local Service Funds	8,000,000	11.5%
Off-budget	Federal Formula Funds	5,073,983	7.3%
	Subtotal	36,273,983	52.4%
Appropriated to Agricultural Research and Extension Service (ARES)			
Research	General Fund	15,239,821	22.0%
Extension	General Fund	11,213,879	16.2%
Equine Education	Equine Education Fund	25,700	0.0%
	Subtotal	26,479,400	38.2%
Total		\$69,283,555	100.0%

Of the \$26,479,400 appropriated in FY 2015, the following amounts were allocated to the centers below. However, these centers may also receive some non-appropriated moneys that are not listed.

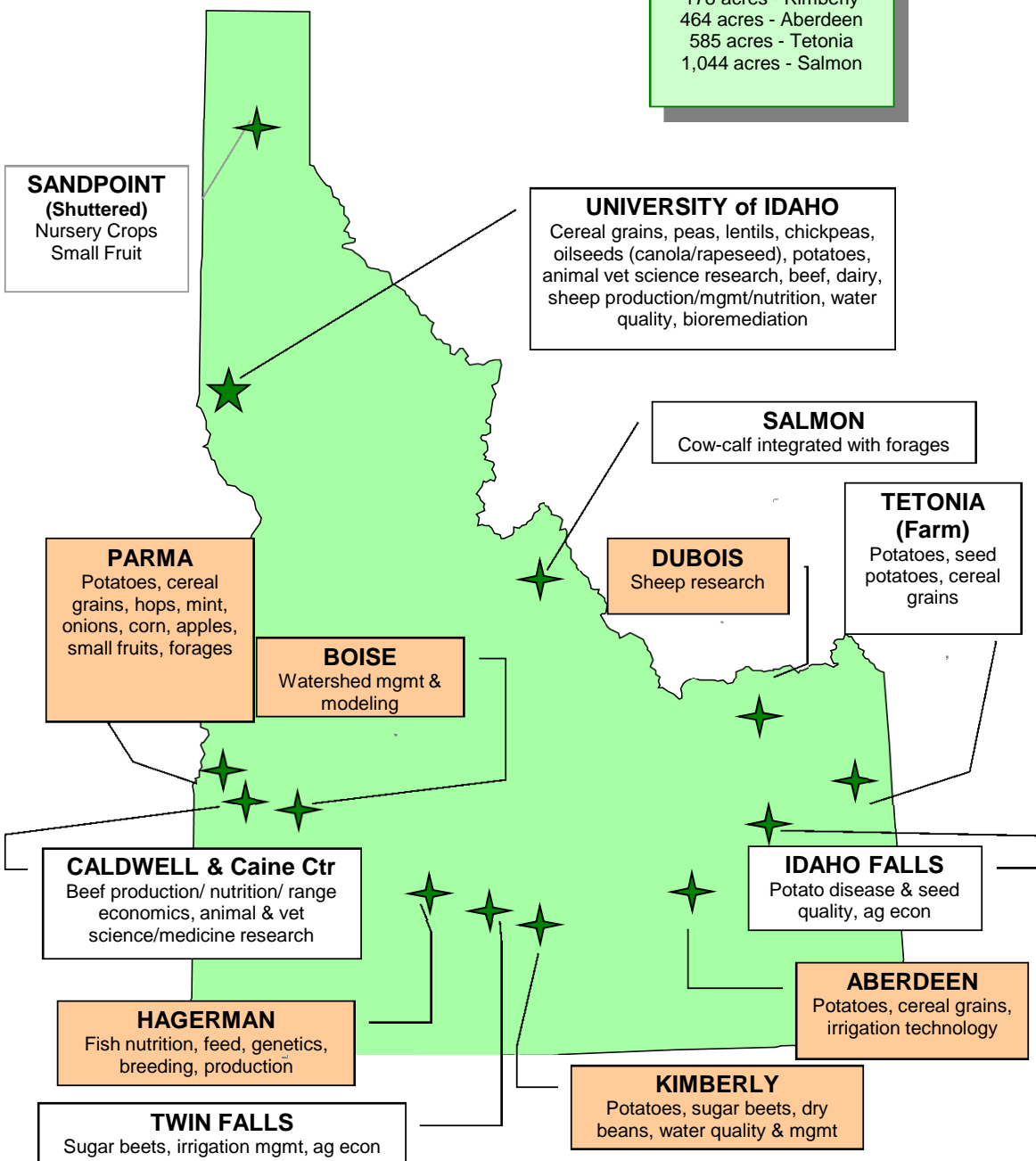
District	FTP	Appropriated Dollars
Northern District		
Sandpoint R&E	0.00	\$0
Palouse (Moscow) R&E	10.29	927,729
Coeur d'Alene	1.53	182,210
8 County Offices w/ Educators	11.42	881,212
Total	23.24	\$1,991,151.00
Southern District		
Caldwell/Caine Center	13.68	1,322,391
Parma R&E Center	4.79	662,019
Boise Center	2.63	249,953
Twin Falls R&E Center	7.61	734,568
Kimberly R&E Center	13.56	1,261,285
17 County Offices w/ Educators	19.28	2,294,301
Total	61.55	\$6,524,517.00
Eastern District		
Aberdeen R&E Center	21.64	\$1,698,271
Tetonia R&E Center	1.25	255,333
Idaho Falls R&E Center	4.00	513,716
Nancy M. Cummings Ranch (Salmon)	4.43	485,189
15 County Offices w/ Educators	19.50	1,604,870
Total	50.82	\$4,557,379
Grand Total	135.61	\$13,073,047
Percent of FTE Off Campus		48%
Percent of Appropriated Dollars to ARES Off Campus		49%

Agricultural Research & Extension Service

Analyst: Headlee

- 42 County Extension Offices
- 8 Research & Extension Centers
- 1 Research Farm (Tetonia)
- 10 Major Buildings on the UI Campus
- 5 USDA-ARS Cooperative Programs

4,122 Total Acres
 78 acres - Sandpoint
 1,249 acres - Moscow
 200 acres - Parma
 280 acres - Caldwell
 40 acres - Caine Ctr
 4 acres - Hagerman
 178 acres - Kimberly
 464 acres - Aberdeen
 585 acres - Tetonia
 1,044 acres - Salmon



Gray boxes denote USDA-ARS Cooperative Programs.

Agricultural Research & Extension Service

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	285.24	26,453,700	26,479,400	285.24	26,453,700	26,479,400
Reappropriation	0.00	0	87,400	0.00	0	87,400
FY 2015 Total Appropriation	285.24	26,453,700	26,566,800	285.24	26,453,700	26,566,800
Removal of One-Time Expenditures	0.00	(187,200)	(274,600)	0.00	(187,200)	(274,600)
Base Adjustments	0.00	0	(1,700)	0.00	0	(1,700)
FY 2016 Base	285.24	26,266,500	26,290,500	285.24	26,266,500	26,290,500
Benefit Costs	0.00	260,000	260,000	0.00	174,400	174,400
Inflationary Adjustments	0.00	224,600	226,200	0.00	0	1,600
Change in Employee Compensation	0.00	195,100	195,100	0.00	566,400	566,400
FY 2016 Program Maintenance	285.24	26,946,200	26,971,800	285.24	27,007,300	27,032,900
1. Personnel Expenditures	5.50	1,530,600	1,530,600	5.50	1,528,900	1,528,900
FY 2016 Total	290.74	28,476,800	28,502,400	290.74	28,536,200	28,561,800
Change from Original Appropriation	5.50	2,023,100	2,023,000	5.50	2,082,500	2,082,400
% Change from Original Appropriation		7.6%	7.6%		7.9%	7.9%

Agricultural Research & Extension Service

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	285.24	26,453,700	25,700	0	26,479,400
Reappropriation					
The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.					
Agency Request	0.00	0	87,400	0	87,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>87,400</i>	<i>0</i>	<i>87,400</i>
FY 2015 Total Appropriation					
Agency Request	285.24	26,453,700	113,100	0	26,566,800
<i>Governor's Recommendation</i>	<i>285.24</i>	<i>26,453,700</i>	<i>113,100</i>	<i>0</i>	<i>26,566,800</i>
Removal of One-Time Expenditures					
This action removes \$187,200 appropriated for one-time change in employee compensation and \$87,400 of one-time carryover of dedicated funds.					
Agency Request	0.00	(187,200)	(87,400)	0	(274,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(187,200)</i>	<i>(87,400)</i>	<i>0</i>	<i>(274,600)</i>
Base Adjustments					
This base reduction brings the spending authority for dedicated funds in line with actual receipts.					
Agency Request	0.00	0	(1,700)	0	(1,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(1,700)</i>	<i>0</i>	<i>(1,700)</i>
FY 2016 Base					
Agency Request	285.24	26,266,500	24,000	0	26,290,500
<i>Governor's Recommendation</i>	<i>285.24</i>	<i>26,266,500</i>	<i>24,000</i>	<i>0</i>	<i>26,290,500</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	260,000	0	0	260,000
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>174,400</i>	<i>0</i>	<i>0</i>	<i>174,400</i>
Inflationary Adjustments					
The general inflationary costs are based on an average increase of 6.29% over the estimated expenditures for the current FY 2015. However, the increases range from 1.8% in expenses for communications, employee development, computer services, administrative services, insurance, and employee travel to 11.2% for fuel and lubricants, computer supplies, administrative supplies, specific use supplies, and miscellaneous expenditures.					
Agency Request	0.00	224,600	1,600	0	226,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,600</i>	<i>0</i>	<i>1,600</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	195,100	0	0	195,100
<i>The Governor recommends a 3% increase in 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>566,400</i>	<i>0</i>	<i>0</i>	<i>566,400</i>
FY 2016 Program Maintenance					
Agency Request	285.24	26,946,200	25,600	0	26,971,800
<i>Governor's Recommendation</i>	<i>285.24</i>	<i>27,007,300</i>	<i>25,600</i>	<i>0</i>	<i>27,032,900</i>

Agricultural Research & Extension Service

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Personnel Expenditures

This request is for 5.5 FTP and \$1,530,600 from the General Fund for personnel costs. This includes moneys to fully fund existing technical support staff by shifting from temporary and one-time non-appropriated funds to the General Fund. This shift is intended to stabilize funding and to increase the productivity of research faculty. Of the 5.5 requested FTP, 3.0 are to provide program leadership for 4-H youth development; and 2.5 FTP are to fund classified staff for grant writing, web development, and marketing and communications. This request would restore 100% funding for the technical support staff, whose principal responsibilities are to supervise day-to-day operations of field, greenhouse, and laboratory programs. The request for classified staff, which includes a grant writer, web technician, and marketing and communications manager, would work to secure additional funding, assure information is accessible to the public, and work to increase public awareness of the University of Idaho and the College of Agricultural and Life Sciences. Funding would also be used to provide stipends for graduate research assistantships.

Agency Request	5.50	1,530,600	0	0	1,530,600
<i>Governor's Recommendation</i>	5.50	1,528,900	0	0	1,528,900

FY 2016 Total					
Agency Request	290.74	28,476,800	25,600	0	28,502,400
<i>Governor's Recommendation</i>	290.74	28,536,200	25,600	0	28,561,800

Agency Request					
Change from Original App	5.50	2,023,100	(100)	0	2,023,000
% Change from Original App	1.9%	7.6%	(0.4%)		7.6%
<i>Governor's Recommendation</i>					
Change from Original App	5.50	2,082,500	(100)	0	2,082,400
% Change from Original App	1.9%	7.9%	(0.4%)		7.9%

College and Universities

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Boise State University	183,513,200	158,241,200	165,301,200	182,132,100	177,292,400
Idaho State University	163,829,600	114,524,100	128,798,400	145,382,500	136,188,200
University of Idaho	171,679,100	155,874,400	162,429,300	173,365,300	167,449,500
Lewis-Clark State College	39,218,100	27,579,200	30,628,500	33,535,000	32,025,300
Systemwide	5,883,500	883,300	11,484,300	25,232,600	7,565,300
Total:	564,123,500	457,102,200	498,641,700	559,647,500	520,520,700
BY FUND CATEGORY					
General	236,543,600	236,504,600	251,223,200	299,936,300	258,828,000
Dedicated	327,579,900	220,597,600	247,418,500	259,711,200	261,692,700
Total:	564,123,500	457,102,200	498,641,700	559,647,500	520,520,700
Percent Change:		(19.0%)	9.1%	12.2%	4.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	396,824,800	344,477,000	375,161,500	412,873,000	394,218,800
Operating Expenditures	129,698,600	89,703,700	98,071,900	104,642,400	102,018,200
Capital Outlay	34,167,100	15,494,900	21,910,200	28,253,300	20,404,900
Trustee/Benefit	3,433,000	7,426,600	3,433,100	13,878,800	3,878,800
Lump Sum	0	0	65,000	0	0
Total:	564,123,500	457,102,200	498,641,700	559,647,500	520,520,700
Full-Time Positions (FTP)	4,031.63	4,031.63	4,127.82	4,347.56	4,180.22

Division Description

The College and Universities Division includes the following five programs: Boise State University (BSU), Idaho State University (ISU), University of Idaho (UI), Lewis-Clark State College (LCSC), and the Systemwide Program, which includes funding for programs and efforts that benefit all four institutions. The Legislature appropriates both General and dedicated funds to this division. Dedicated funds include endowment funds and revenue from tuition and fees. Federal funds and other "local funds" from specific user fees are not appropriated by the Legislature.

College and Universities Agency Profile

Analyst: Headlee

Terms and Definitions

Appropriated Funds: In FY 2015, the Legislature appropriated 39.2% of the funds that support the college and universities' total operating budgets. Of the total amount, the General Fund represents 19.6%, student fees represent 18.6%, and endowment earnings represent 1.0% (see Endowment Fund Investment Board agency profile in this book for a history of endowment distributions).

Non-appropriated: FY 2015 operating funds that were not appropriated by the Legislature represented 60.8% of the total operating budgets for the four-year institutions. The information on the following pages provides details of those amounts, both consolidated and by institution.

Grants, Gifts, and Contracts: These funds include state and federal grants, private gifts, and competitively-bid contracts.

Auxiliary Enterprises: These funds are institutional business enterprises such as bookstores, student housing, intercollegiate athletics, student unions, etc.

Indirect Costs: These funds are from specific, negotiated rates applied to externally-sponsored projects (grants, contracts, cooperative agreements, subgrants and subcontracts) funded by federal, state, or private sponsors. These rates allow the institutions to recover certain costs (e.g. facilities, utilities, libraries, administration, student services, etc.) associated with the projects.

Enrollment Workload Adjustment: Each year there is a budget request to keep pace with enrollment growth at the four institutions. Enrollment Workload Adjustment (EWA) is not based on enrollment (i.e. full-time enrollment or headcount) per se, but rather is a calculation based on a three-year rolling average of the increase in resident credit hours, weighted by course level (lower division, upper division, masters, doctoral and law), and discipline.

Occupancy Costs: Those costs associated with occupying eligible space including custodial, utility costs, maintenance, and other costs (IT maintenance, security and safety, insurance, landscape maintenance). "Eligible space" means all space other than auxiliary enterprise space. Occupancy costs for "common use" space (i.e. space which shares eligible and auxiliary enterprise space) will be prorated based on its use.

Systemwide Programs: Funding for Systemwide Programs is included in the college & universities' appropriation and then distributed to the institutions by the Office of the State Board of Education. Systemwide Programs include:

- (1) Higher Education Research Council (HERC): Formed in 1998 as a result of the State Board of Education's interest in promoting basic and applied research at the four-year institutions, HERC is responsible for implementing and administering the Board's Higher Education Research Council policy and related grant programs, which are designed to stimulate competitive research at Idaho's institutions.
- (2) Instructional projects specifically designed to foster innovative learning approaches using technology, to promote accountability and information transfer throughout the higher education system on a longitudinal basis, and to promote the Idaho Electronic Campus programs.

STUDENT TUITION & FEES

Student Tuition/Fee Increase Approval Process

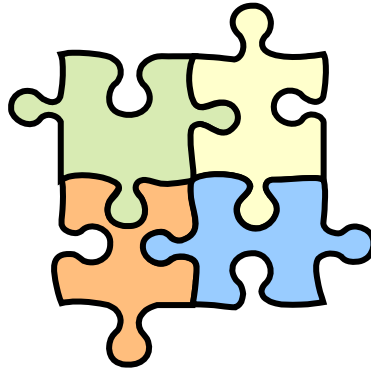
1. **Notice and Comment Period.** Student tuition and fees are set by the State Board of Education annually. At least six weeks prior to fee setting, the institution's CEO shall transmit in writing to the student body president and student newspaper, the fee change proposal describing the amount, purpose, and expected total revenues resulting from the fee increase. A public hearing must be held with students invited to comment.
2. **Board Action.** To provide the institutions with enough time to prepare their coming fiscal year operating budgets, the state board generally takes final action on fee changes in April.
3. **Effective Date.** Typically, the board sets the beginning of the upcoming fiscal year as the effective date for any approved fee changes.

Tuition/Fees Approved by State Board of Education

Appropriated by Legislature

UNRESTRICTED

1. Tuition: any and all educational costs including instruction, support services, maintenance & operation of physical plant
2. Part-time students
3. Graduate
4. Professional (law, medicine, etc.)
5. Summer School
6. Course Overload



Fees Approved by Institution Presidents*

Not Appropriated by Legislature

Local Fees

1. Special Course Fees or Assessments (video outreach courses, lab, late registration, library and parking fines, etc.)
2. Student Health Insurance Premiums
3. Room & Board
4. Activity (activities that directly involve students, e.g. SUB, financial aid, intramurals, intercollegiate athletics, health center, etc.)
5. Technology Fee
6. Facility Fee (capital improvements, building projects and their debt service)

* The total annual percentage increase (tuition and fees) is set by the Board, but the institutions may determine how to allocate the increase between tuition & fees.

Annual Undergraduate Resident Tuitions and Fees					
	Fall 2011	Fall 2012	Fall 2013	Fall 2014	Avg. Annual Change
Boise State University	\$5,566	\$5,884	\$6,290	\$6,640	6.1%
Idaho State University	5,796	6,070	6,344	6,566	4.2%
University of Idaho	5,856	6,212	6,524	6,784	5.0%
Lewis-Clark State College	5,348	5,562	5,784	5,900	3.3%
Average	\$5,642	\$5,932	\$6,236	\$6,473	4.7%

College and Universities

Agency Profile

Analyst: Headlee

Selected Measures	Fall 2011 FY 2012	Fall 2012 FY 2013	Fall 2013 FY 2014	Fall 2014 FY 2015	Avg. Ann. Chg.
Academic Enrollment: Full-Time Equivalent (FTE)					
Boise State University	15,215	16,084	15,601	15,733	1.1%
Idaho State University	9,070	9,442	9,055	9,416	1.3%
University of Idaho	10,835	10,436	10,017	9,610	-3.8%
Lewis-Clark St College	2,721	2,576	2,460	2,480	-3.0%
Total	37,798	37,841	38,509	37,239	-0.5%

Academic Enrollment: Headcount (full and part-time students)					
Boise State University	19,664	22,638	21,981	22,239	4.4%
Idaho State University	11,014	12,371	12,047	12,248	3.7%
University of Idaho	12,312	12,493	11,884	11,534	-2.1%
Lewis-Clark St College	3,217	3,259	3,077	3,178	-0.4%
Total	46,513	46,207	48,989	49,199	1.9%

Combined Annual Operating Budgets for Institutions Only¹

Appropriated Funds (original appropriations only)					
State General Fund	\$207,310,200	\$223,432,400	\$232,025,500	\$246,584,400	6.3%
State Endowment	9,616,600	9,927,400	10,729,200	12,528,000	10.1%
Tuition/Student Fees	177,262,700	208,484,300	218,629,200	234,825,500	10.8%
Subtotal	\$394,189,500	\$441,844,100	\$461,383,900	\$493,937,900	8.4%
Non-appropriated Funds					
Non-cog Tuition/Fees	\$25,006,200	\$7,935,300	\$8,001,800	\$8,342,100	-22.2%
Other Student Fees	71,212,500	78,613,800	85,683,700	84,103,000	6.0%
Fed Grants/Contracts	415,693,800	425,019,900	423,483,800	401,179,300	-1.2%
State Grants/Contracts	21,583,000	22,152,800	21,682,900	22,847,700	2.0%
Gifts, Grants/Contracts	53,920,500	64,120,600	67,276,600	63,564,800	6.0%
Sales & Services	30,745,000	24,044,800	24,780,000	26,730,100	-4.4%
Auxiliary Enterprises	113,931,200	116,207,600	114,684,600	108,802,300	-1.5%
Indirect Costs	22,647,200	21,792,000	19,517,200	17,811,000	-7.1%
All Other	26,624,300	31,747,000	38,235,200	33,043,000	8.0%
Subtotal	\$781,363,700	\$791,633,800	\$803,345,800	\$766,423,300	-0.6%
Grand Total All Funds	\$1,175,553,200	\$1,233,477,900	\$1,264,729,700	\$1,260,361,200	2.4%

Notes:

1. Because student fee increases are typically approved by the board after the College & Universities budget has been set by the Legislature, the operating budgets will have more spending authority for student fees than the original appropriation. These additional dollars are included in the "Non-cog Tuition/Fees" category of the non-appropriated funds. The operating budgets do not include funding related to Professional-Technical Education, Special and Health Education programs, and the Permanent Building Fund, but do include transfers from the Systemwide Program.

College and Universities Agency Profile

Analyst: Headlee

FY 2015 Operating Budgets by Institution

(excludes funding related to Professional-Technical Education, Special and Health Education programs, and from the Permanent Building Fund, but does include transfers from the Systemwide Program)

	Boise State University	Idaho State University	University of Idaho	Lewis-Clark State College
1. Sources of Funds				
Appropriated Funds (original appropriations only)				
State General Fund	80,770,800	66,683,800	79,120,500	14,061,900
State General Fund O/T	2,278,800	562,700	3,003,900	102,000
State Endowment Funds	0	2,599,200	8,356,800	1,572,000
Tuition/Student Fees	85,255,200	59,563,500	74,917,500	15,089,300
Subtotal	\$168,304,800	\$129,409,200	\$165,398,700	\$30,825,200
Non-appropriated Funds				
Non-cog Tuition/Fees	37,827,600	26,349,100	15,770,700	4,155,600
Other Student Fees	5,374,400	3,027,600	(725,700)	665,800
Fed Grants/Contracts	111,946,800	118,989,600	146,743,000	23,500,000
State Grants/Contracts	2,742,200	13,261,600	5,443,900	1,400,000
Gifts, Grants/Contracts	28,501,000	12,873,000	20,490,800	1,700,000
Sales & Services	0	6,110,500	19,619,600	1,000,000
Auxiliary Enterprises	54,579,700	23,656,900	27,843,400	2,722,300
Indirect Costs	4,349,900	3,378,100	10,023,000	60,000
All Other	23,030,300	4,592,700	6,509,100	(1,089,000)
Subtotal	\$268,351,900	\$212,239,100	\$251,717,800	\$34,114,700
Grand Total All Funds	\$436,656,700	\$341,648,300	\$417,116,500	\$64,939,900

2. Uses of Funds

Instruction	116,927,400	92,451,800	96,116,200	17,560,600
Research	24,547,900	31,660,100	60,587,300	213,900
Public Service	14,889,300	5,957,700	18,469,000	1,042,300
Academic Support	25,052,900	14,713,000	16,897,000	2,695,500
Libraries	7,556,300	5,712,100	9,633,300	1,238,100
Student Services	18,390,300	8,996,600	12,749,300	4,146,800
Institutional Support	37,054,200	25,579,700	32,037,300	4,839,700
Physical Plant	19,701,000	20,818,000	30,185,300	3,239,100
Scholarships & Fellowships	11,728,100	5,814,700	14,668,300	419,600
Federal Student Financial Aid	85,000,000	99,790,100	80,675,600	23,000,000
Auxiliary Enterprises	39,687,300	18,860,300	26,421,300	3,404,600
Athletics	35,842,200	8,832,500	15,202,800	2,707,500
One-time Replacement Capital	3,114,400	2,766,200	3,003,900	102,000
Total	\$439,491,300	\$341,952,800	\$416,646,600	\$64,609,700
<i>Budget Under/(Over)</i>	<i>(\$2,834,600)</i>	<i>(\$304,500)</i>	<i>\$469,900</i>	<i>\$330,200</i>

Note: Operating budgets are spending plans developed prior to the beginning of each fiscal year and are approved by the State Board of Education. Since student fee increases are typically approved by the board after the College & Universities budget has been set by the Legislature, the operating budgets will have more spending authority for student fees than the original appropriation.

College and Universities Agency Profile

Analyst: Headlee

Net Asset Balances As of June 30, 2014

Net Assets:	BSU	ISU	UI	LCSC	TOTAL
Invested in capital assets	\$271,584,602	\$123,062,611	\$243,070,923	\$44,002,266	\$681,720,402
Restricted, expendable	14,344,550	5,267,523	28,851,315	1,001,909	49,465,297
<i>Unrestricted (see detail below)</i>	99,397,746	103,154,532	65,015,217	28,831,962	296,399,457
Total Net Assets	\$385,326,898	\$231,484,666	\$336,937,455	\$73,836,137	\$1,027,585,156

Definitions

Invested in capital assets: This represents an institutions' total investment in capital assets, net of accumulated depreciation and outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included.

Restricted, expendable: This represents resources in which an institution is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Unrestricted: This represents resources derived from student fees and sales and services of educational and auxiliary enterprises (self-supporting activities that provide services for students, faculty and staff).

Unrestricted Net Assets Detail:	BSU	ISU	UI	LCSC	TOTAL
Obligated (Note A)	\$41,424,880	\$28,603,798	\$23,194,803	\$2,875,524	\$96,099,005
Designated (Note B)	37,872,565	39,000,364	26,304,612	22,859,866	126,037,407
Unrestricted Available (Note C)	20,100,301	35,550,370	15,515,802	3,096,572	74,263,045
Total Unrestricted Net Assets	\$99,397,746	\$103,154,532	\$65,015,217	\$28,831,962	\$296,399,457

Total Operating Expenses	\$330,277,822	\$219,960,108	\$368,164,892	\$47,593,411	\$965,996,233
Unrestricted Available Funds as a percentage of operating expenditures	6.1%	16.2%	4.2%	6.5%	7.7%

Note A **Obligated** - Contractual obligations represent a variety of agreements which support initiatives or operations that have moved beyond management planning into execution. Obligations include contracts for goods and services, including construction projects. Obligations contain debt service commitments for outstanding debt and staffing commitments for personnel. These amounts also consist of inventories and other balances for contractual commitments.

Note B **Designated** - Designated net assets represent balances that are not yet legally contracted, but have been dedicated to initiatives that have been deemed to be strategic or mission critical. Balances include capital or maintenance projects that are in active planning phases. Facility and administrative returns from sponsored projects (grants and contracts) are reinvested in infrastructure, or efforts to obtain additional grant funding. Documented central commitments to initiatives that have been approved at an executive level are designated.

Note C **Unrestricted Funds Available** - Balance represents reserves available to bridge uneven cash flows as well as future potential reduced funding. Current examples of potential future reductions are: budget reductions or holdbacks, enrollment fluctuations, and unfunded enrollment and workload adjustments. The Board of Education has a benchmark within its strategic plan for unrestricted funds to be a minimum of 5% of operating expenditures.

Source: Taken from work papers relating to the institutions' audited financial statements.

College and Universities

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	4,127.82	251,223,200	498,641,700	4,127.82	251,223,200	498,641,700
Reappropriation	0.00	0	124,651,600	0.00	0	124,651,600
1. Campus Security	16.59	1,173,400	1,173,400	0.00	0	0
Cash Transfers	0.00	0	0	0.00	0	0
FY 2015 Total Appropriation	4,144.41	252,396,600	624,466,700	4,127.82	251,223,200	623,293,300
Noncognizable Funds and Transfers	52.40	0	19,528,700	52.40	0	19,528,700
FY 2015 Estimated Expenditures	4,196.81	252,396,600	643,995,400	4,180.22	251,223,200	642,822,000
Removal of One-Time Expenditures	0.00	(6,336,500)	(145,364,900)	0.00	(5,947,400)	(144,975,800)
Base Adjustments	0.00	1,200	1,200	0.00	1,200	1,200
FY 2016 Base	4,196.81	246,061,300	498,631,700	4,180.22	245,277,000	497,847,400
Benefit Costs	0.00	2,197,700	3,816,500	0.00	1,463,900	2,543,900
Inflationary Adjustments	0.00	855,300	3,149,800	0.00	0	2,234,200
Replacement Items	0.00	8,458,100	9,082,400	0.00	3,367,700	3,992,000
Statewide Cost Allocation	0.00	(345,100)	(345,100)	0.00	(345,100)	(345,100)
Annualization - Campus Security	6.41	1,642,600	1,642,600	0.00	0	0
Change in Employee Compensation	0.00	1,934,900	3,354,600	0.00	5,560,600	9,565,800
Nondiscretionary Adjustments	0.00	(1,691,100)	(1,691,100)	0.00	(1,691,100)	(1,691,100)
Endowment Adjustments	0.00	0	1,136,100	0.00	0	1,178,600
FY 2016 Program Maintenance	4,203.22	259,113,700	518,777,500	4,180.22	253,633,000	515,325,700
1. Complete College Idaho	111.00	9,267,600	9,267,600	0.00	2,600,300	2,600,300
2. One-Time Deferred Maintenance	0.00	10,000,000	10,000,000	0.00	0	0
3. One-Time Philanthropic Matching Funds	0.00	1,000,000	1,000,000	0.00	0	0
4. Research Infrastructure Funds	0.00	325,000	325,000	0.00	325,000	325,000
5. Salary Competitiveness	0.00	14,187,100	14,187,100	0.00	0	0
6. Computer Science Workforce Initiative	8.00	1,261,100	1,261,100	0.00	694,600	694,600
7. Occupancy Costs (ISU)	0.55	73,700	73,700	0.00	73,700	73,700
8. Career Path Internship Match	0.00	1,700,000	1,700,000	0.00	500,000	500,000
9. eISU Online Access	8.00	1,188,100	1,188,100	0.00	0	0
10. Employment Readiness Program	15.50	1,336,700	1,336,700	0.00	518,400	518,400
11. Occupancy Costs (UI)	0.29	25,500	25,500	0.00	25,500	25,500
12. Rental Costs for Law Center	0.00	247,800	247,800	0.00	247,800	247,800
13. Endowment Funds Ongoing	0.00	0	47,400	0.00	0	0
14. College Work Trial	1.00	210,000	210,000	0.00	209,700	209,700
15. Mill Fund/Substance Abuse Materials	0.00	0	0	0.00	0	0
FY 2016 Total	4,347.56	299,936,300	559,647,500	4,180.22	258,828,000	520,520,700
Change from Original Appropriation	219.74	48,713,100	61,005,800	52.40	7,604,800	21,879,000
% Change from Original Appropriation		19.4%	12.2%		3.0%	4.4%

College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	4,127.82	251,223,200	247,418,500	0	498,641,700

Reappropriation

The institutions were authorized to reappropriate and carryover their unencumbered and unspent appropriation balance of dedicated funds from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	124,651,600	0	124,651,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>124,651,600</i>	<i>0</i>	<i>124,651,600</i>

1. Campus Security

BSU, ISU, UI

The three universities are requesting 16.59 FTP and \$1,173,400 for an FY 2015 supplemental appropriation to address security and safety in response to the passage of S1254 (2014 session), regarding firearms and concealed weapons on college and university campuses. The provisions of S1254 are codified in §18-3302B, §18-3302J, §18-3309, and §5-343, Idaho Code. The \$1,173,400 request is divided among the three institutions as follows:

Boise State University requests 5.17 FTP and \$594,000 (\$409,200 ongoing and \$184,800 one-time) for personnel, operating expenditures, and capital outlay. Personnel funds would be used to hire an assistant director for event security, a chief of campus police and public safety, a director of emergency management, a security technology manager, armed and unarmed officers, and administrative support. Operating expenditure funds would be used for ongoing training, and capital outlay funds would be used to purchase metal detectors, hand-held wands, signage, screeners, a security vehicle, and ballistic vests.

Idaho State University requests 11 FTP and \$337,200 (\$260,100 ongoing and \$77,100 one-time) for personnel, operating expenditures, and capital outlay. Personnel funding would be used to hire four senior security officers, six dispatch officers, and one emergency manager. Operating expenditure funds would be used for ongoing training, and capital outlay funds would be used to purchase metal detectors, firearms for security officers, and personal protective/response equipment for new officers.

The University of Idaho requests 0.42 FTP and \$242,200 (\$115,000 ongoing and \$127,200 one-time) for personnel, operating expenditures, and capital outlay. This request will be in addition to the existing contract with the Moscow Police Department and personnel funding would be used to hire a security system manager. Operating expenditure funds would be used to expand the current security contract with Allied Barton to provide ongoing training, and capital outlay funds would be used to purchase security cameras, related software and licenses, and new servers. This equipment would be used to cover the entries/exits of all primary facilities.

The 16.59 FTP and \$1,173,400 in this supplemental request is for the five remaining months of FY 2015. Additional funding in the amount of \$1,642,600 for this same purpose is requested as an annualization for the first seven months of FY 2016, bringing the total annualized amount to \$2,816,000 for FY 2015 and FY 2016 combined.

Agency Request	16.59	1,173,400	0	0	1,173,400
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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Cash Transfers

Correctly classifies Boise State University's Millennium Fund grant as a one-time appropriation for FY 2015.

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

FY 2015 Total Appropriation					
Agency Request	4,144.41	252,396,600	372,070,100	0	624,466,700
<i>Governor's Recommendation</i>	<i>4,127.82</i>	<i>251,223,200</i>	<i>372,070,100</i>	<i>0</i>	<i>623,293,300</i>

College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Noncognizable Funds and Transfers

This adjusts the number of FTP upward by 52.4; increases the base with \$8,342,100 from tuition and fee increases approved by the Board of Education in April 2014; increases the base with \$11,186,600 of one-time tuition and fee revenue above the FY 2014 level; and transfers \$10,256,900 from the General Fund appropriation in the Systemwide Program to the college and universities that nets to zero.

Agency Request	52.40	0	19,528,700	0	19,528,700
Governor's Recommendation	52.40	0	19,528,700	0	19,528,700

FY 2015 Estimated Expenditures

Agency Request	4,196.81	252,396,600	391,598,800	0	643,995,400
Governor's Recommendation	4,180.22	251,223,200	391,598,800	0	642,822,000

Removal of One-Time Expenditures

Removes one-time funding for carryover from FY 2014 into FY 2015, excess student fees collected in FY 2015, the 1% change in employee compensation, and one-time funding for replacement items and capital outlay.

Agency Request	0.00	(6,336,500)	(139,028,400)	0	(145,364,900)
Governor's Recommendation	0.00	(5,947,400)	(139,028,400)	0	(144,975,800)

Base Adjustments

Transfers \$2,714,600 from the General Fund back to the Systemwide Program from the individual institutions; this action nets to zero. Adds \$1,200 that was transferred out in FY 2015 on a one-time basis.

Agency Request	0.00	1,200	0	0	1,200
Governor's Recommendation	0.00	1,200	0	0	1,200

FY 2016 Base

Agency Request	4,196.81	246,061,300	252,570,400	0	498,631,700
Governor's Recommendation	4,180.22	245,277,000	252,570,400	0	497,847,400

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	2,197,700	1,618,800	0	3,816,500
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	1,463,900	1,080,000	0	2,543,900
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Inflationary Adjustments

Inflationary increases are calculated using the ongoing base for operating expenditures multiplied by an institution-specific inflation factor. Inflationary percentage adjustments are: BSU, 1.96%, totaling \$529,800; ISU, 2.24% totaling \$500,000; UI, 3.15% totaling \$1,241,600; and LCSC, 2.50%, totaling \$129,300. The grand total general inflation request is \$2,400,700.

Inflation for library books and periodicals is also requested: BSU, \$193,000; ISU, \$181,400; UI, \$354,200; and LCSC, \$20,500. The grand total library inflation request is \$749,100.

Agency Request	0.00	855,300	2,294,500	0	3,149,800
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The Governor recommends student fees for general inflation and for library books and periodicals.

Governor's Recommendation	0.00	0	2,234,200	0	2,234,200
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College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

The institutions are requesting \$9,082,400 of one-time funds for replacement items on a life-cycle basis of five to ten years depending on the type of equipment. Of this amount, \$8,458,100 is from the General Fund and \$624,300 is from dedicated funds (tuition and fees).

BOISE STATE UNIVERSITY: computers/data processing, \$598,300; furniture, \$122,600; lab instruments, \$832,100; media equipment/software, \$166,200; telecommunications/academic technologies \$262,700; and vehicles, \$188,500. Total = \$2,170,400

IDAHO STATE UNIVERSITY: computers, printers, and network components; laboratory equipment; heavy machinery; vehicles; media equipment; shop equipment, etc. Total = \$2,921,300

UNIVERSITY OF IDAHO: agriculture/farm equipment, vehicles, computers, furniture, media equipment, telecommunications, lab instruments, etc. Total = \$2,623,100

LEWIS-CLARK STATE COLLEGE: audio visual/telecommunications, \$91,800; computer equipment, \$810,700; educational equipment, \$312,200; and shop equipment, \$152,800. Total = \$1,367,600

Agency Request	0.00	8,458,100	624,300	0	9,082,400
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The Governor recommends \$832,100 from the General Fund for Boise State University; \$927,700 for Idaho State University; \$797,200 for the University of Idaho; and \$810,700 for Lewis Clark State College for computers, servers, and network equipment. The recommendation includes funding for all items requested from dedicated funds (student fees).

Governor's Recommendation	0.00	3,367,700	624,300	0	3,992,000
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management fees are decreased by \$437,500, and State Controller fees are increased by \$92,400 for a net reduction of \$345,100.

Agency Request	0.00	(345,100)	0	0	(345,100)
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Governor's Recommendation	0.00	(345,100)	0	0	(345,100)
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Annualization - Campus Security

This request annualizes the FY 2015 supplemental request for campus security. The FY 2015 supplemental request would provide funding for five months of FY 2015, while this annualization provides 6.41 FTP and \$1,642,600 from the General Fund for the remaining seven months in FY 2016.

Agency Request	6.41	1,642,600	0	0	1,642,600
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	1,934,900	1,419,700	0	3,354,600
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	5,560,600	4,005,200	0	9,565,800
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College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Nondiscretionary Adjustments

This reduction of \$1,691,100 from the General Fund is based on the enrollment workload adjustment (EWA) formula for BSU, ISU, UI, and LCSC. EWA is not based on enrollment (i.e. full-time enrollment or headcount) per se, but rather is a calculation based on a three-year rolling average of the increase in resident credit hours, weighted by course level (lower division, upper division, masters, doctoral and law), and discipline.

BSU's calculated increase for FY 2016 is \$83,000. The EWA calculations for ISU, UI, and LCSC result in decreased funding. ISU's calculated decrease for FY 2016 is \$784,500, UI's calculated decrease is \$894,500, and LCSC's calculated decrease is \$95,100. Therefore, the four institutions' FY 2016 calculated net EWA amount is a decrease of \$1,691,100.

Agency Request	0.00	(1,691,100)	0	0	(1,691,100)
Governor's Recommendation	0.00	(1,691,100)	0	0	(1,691,100)

Endowment Adjustments

For FY 2016, the overall endowment funds will increase from \$12,528,00 in FY 2015 to \$13,980,000. This increase of \$1,452,000, less \$315,900 that is applied to benefits, personnel, inflation costs, or line items elsewhere in this budget, is shown below:

Idaho State University, \$161,700,
 Idaho State University College of Education, \$215,100,
 UI College of Agriculture, \$90,300,
 UI College of Science, (\$115,100),
 University of Idaho endowment, \$591,200, and
 Lewis-Clark State College, \$192,900

Agency Request	0.00	0	1,136,100	0	1,136,100
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The Governor recommends \$42,500 more in endowment funds in this adjustment than requested, but does not address endowment fund increases in other parts of the budget. This adjustment is used to reconcile all endowment actions to provide the exact amount of endowment distributions to the institutions for FY 2016.

Governor's Recommendation	0.00	0	1,178,600	0	1,178,600
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FY 2016 Program Maintenance					
Agency Request	4,203.22	259,113,700	259,663,800	0	518,777,500
Governor's Recommendation	4,180.22	253,633,000	261,692,700	0	515,325,700

College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Complete College Idaho					Systemwide Programs
<p>This request is for 111 FTP and \$9,267,600 from the General Fund. Of this amount, \$7,699,800 is ongoing and \$1,567,800 is one-time capital outlay. The State Board of Education approved the Complete College Idaho (CCI) plan which is comprised of five key strategies that include: strengthening the pipeline of students into higher education, transforming remediation, structuring for success, rewarding for progress and completion, and leveraging partnerships.</p> <p>This request would be allocated among the four-year institutions in the following amounts: Boise State University, 82 FTP and \$4,115,900 to grow capacity for upper division course offerings and academic support staff to increase student retention and completion. Idaho State University, 3 FTP and \$3,263,400 to target special at-risk student populations by bringing them onto campus the summer prior to matriculation. University of Idaho, 15 FTP and \$1,048,300 to increase undergraduate student advisory staff to promote better student retention and completion. Lewis Clark State College, 11 FTP and \$840,000 for faculty and staff positions to improve student learning and retention.</p>					
Agency Request	111.00	9,267,600	0	0	9,267,600
<p><i>The Governor recommends continued funding of the State Board of Education's Complete College Idaho (CCI) plan for the four-year institutions. Of the \$2,600,300 recommended, \$1,113,000 (personnel costs of \$1,032,000 and operating expenditures of \$81,000) is for Boise State University to help remove existing bottlenecks to degree progression and graduation; \$630,600 (personnel costs of \$561,400 and operating expenditures of \$69,200) is for Idaho State University's bridge programs, which are designed to address specific developmental needs for special populations to increase student retention; \$557,100 (personnel costs of \$517,100 and operating expenditures of \$40,000) is for University of Idaho to increase advisory staff to more intensive levels and to increase retention and graduation rates; and \$299,600 (personnel costs of \$281,600, operating expenditures of \$6,000, and one-time capital outlay of \$12,000) is for Lewis-Clark State College to increase key faculty positions to address demand for general education core courses.</i></p>					
Governor's Recommendation	0.00	2,600,300	0	0	2,600,300
2. One-Time Deferred Maintenance					Systemwide Programs
<p>This request is for \$10,000,000 in one-time capital outlay to continue to address the deferred maintenance backlog at the four-year institutions. These funds would not be used to construct or purchase new buildings and it is the board's desire that these funds not supplant allocations from the Permanent Building Fund, but are to be used to fund more projects on the alterations and repairs (A&R) list.</p>					
Agency Request	0.00	10,000,000	0	0	10,000,000
<p><i>Not recommended by the Governor.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
3. One-Time Philanthropic Matching Funds					Systemwide Programs
<p>This request is for \$1,000,000 one-time from the General Fund to create a matching fund for philanthropic gifts in support of scholarships at Idaho's public postsecondary institutions. The minimum amount eligible for a match from the fund would be \$50,000. The purpose of gifts and matches would be to provide funding for new or existing institutional scholarships.</p>					
Agency Request	0.00	1,000,000	0	0	1,000,000
<p><i>Not recommended by the Governor.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
4. Research Infrastructure Funds					Systemwide Programs
<p>This request is for \$325,000 ongoing from the General Fund to be distributed to the institutions through the Higher Education Research Council (HERC). These funds would support the establishment of new and innovative research projects, including equipment, technician support, startup funds for new hires and incentives to reward faculty for exceptional research achievements. HERC has identified the need for increased research capabilities at the three research institutions and Lewis-Clark State College. This increased funding for would be distributed to the institutions through HERC.</p>					
Agency Request	0.00	325,000	0	0	325,000
Governor's Recommendation	0.00	325,000	0	0	325,000

College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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5. Salary Competitiveness **BSU, ISU, UI, LCSC**

The four institutions are requesting \$14,187,100 ongoing from the General Fund to increase the College and Universities' salary structure to be more competitive with peer institutions, according to the College and University Professional Association (CUPA) for Human Resources, and to decrease the percentage of staff salaries falling below state of Idaho compa-ratios. Specifically, this request would address challenges of salary compression, turnover, and failed recruitment efforts due to low salaries. Boise State University is requesting \$3,681,900, a 3% increase; ISU is requesting \$5,107,400, a 5% increase; UI is requesting \$4,199,300, a 3.7% increase; and LCSC is requesting \$1,198,500, a 5% increase. The percentage increases are calculated on all funds (General Fund and tuition and fees) that are in the base for personnel costs; however, this amount is requested solely from the General Fund.

Agency Request	0.00	14,187,100	0	0	14,187,100
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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6. Computer Science Workforce Initiative **Boise State University**

Boise State University is requesting 8.0 FTP and \$1,261,100 from the General Fund. Of this amount, \$1,185,400 would be ongoing and \$75,700 would one-time for capital outlay. Funding would be used to hire additional computer science faculty and graduate assistants to further support and enhance the growth that has been built with the Idaho Global Entrepreneurial Mission (IGEM) funding award over the past three years. This funding request would be used to increase student enrollment in computer science, increase research funding, and increase industry interactions. The overall goal is to address the need for highly-skilled software engineering graduates in Idaho.

Agency Request	8.00	1,261,100	0	0	1,261,100
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The Governor recommends less than the request; however, no additional information was provided.

Governor's Recommendation	0.00	694,600	0	0	694,600
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7. Occupancy Costs (ISU) **Idaho State University**

Idaho State University is requesting 0.55 FTP and \$73,700 from the General Fund for ongoing occupancy costs at the Meridian facility for lab and office space (14,396 square feet). The university plans to begin occupying this space July 2015. Eligible costs include custodial, utility costs, maintenance, and other costs (IT maintenance, security and safety, insurance, landscape maintenance). Eligible space means all space other than auxiliary enterprise space. Occupancy costs for common use space (i.e. space which shares eligible and auxiliary enterprise space) is prorated based on its use.

Agency Request	0.55	73,700	0	0	73,700
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Governor's Recommendation	0.00	73,700	0	0	73,700
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8. Career Path Internship Match **Idaho State University**

Idaho State University is requesting \$1,700,000 ongoing from the General Fund to enhance and expand the number of paid internships for undergraduate and graduate students participating in the career path internship (CPI) program. This work/study program provides on-the-job training in the students' field of study. Undergraduates would be paid \$8.00 per hour, graduate students \$10.00 per hour, and doctoral students \$12.00 per hour. This proposed funding would provide more than 200,000 working hours for students at the undergraduate level.

Agency Request	0.00	1,700,000	0	0	1,700,000
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The Governor recommends less than the request; however, no additional information was provided.

Governor's Recommendation	0.00	500,000	0	0	500,000
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College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
9. eISU Online Access					Idaho State University
<p>Idaho State University is requesting 8.0 FTP and \$1,188,100 from the General Fund to increase online educational courses for students. This effort would directly address the State Board of Education's 60% goal. Of the amount requested, \$638,100 would be ongoing for personnel costs and \$550,000 would be one-time for operating expenses and capital outlay. The personnel costs would be used to hire six instructional designers, one clinical instructional designer/coordinator, and one technical support position. The \$250,000 of operating expenses would be used to purchase a cloud-based solution advising and predictive analytic module. The \$300,000 of capital outlay would be used for technology upgrades for online instructional faculty.</p>					
Agency Request	8.00	1,188,100	0	0	1,188,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
10. Employment Readiness Program					University of Idaho
<p>The University of Idaho is requesting 15.5 FTP and \$1,336,700 from the General Fund to develop more aggressive career planning and placement services. Of this amount, \$1,308,700 would be ongoing and \$28,000 would be one-time. Further, of the ongoing amount, \$1,178,700 would be for personnel costs. Funds would be used to create state-of-the-art career planning and placement services to assist current UI students with finding employment. Also included in this effort would be an internship program that would offer students hands-on experiences and research opportunities. Of the personnel costs, approximately \$100,000 would be used for student stipends of approximately \$3,000 per academic year.</p>					
Agency Request	15.50	1,336,700	0	0	1,336,700
<i>The Governor recommends less than the request; however, no additional information was provided.</i>					
Governor's Recommendation	0.00	518,400	0	0	518,400
11. Occupancy Costs (UI)					University of Idaho
<p>The University of Idaho is requesting 0.29 FTP and \$25,500 from the General Fund for ongoing occupancy costs at the Aquaculture Research Institute Lab (7,500 square feet). The university plans to begin occupying this space December 2015. Eligible costs include custodial, utility costs, maintenance, and other costs (IT maintenance, security and safety, insurance, landscape maintenance). Eligible space means all space other than auxiliary enterprise space. Occupancy costs for common use space (i.e. space which shares eligible and auxiliary enterprise space) is prorated based on its use.</p>					
Agency Request	0.29	25,500	0	0	25,500
Governor's Recommendation	0.00	25,500	0	0	25,500
12. Rental Costs for Law Center					University of Idaho
<p>The University of Idaho is requesting \$247,800 ongoing from the General Fund for its share of the rental costs for the College of Law to occupy 28,150 square feet in the Idaho Law and Justice Learning Center (ILJLC) located on the Capitol Mall. The Department of Administration designated the former Capitol Annex to be the ILJLC several years ago. Rental costs are \$12.00 per square foot and will be paid to the Department of Administration. The total rental cost is \$337,800; however, according to the university, the Idaho Supreme Court will be paying \$90,000 from existing appropriations, resulting in the net request of \$247,800.</p>					
<p>The ILJLC will be the center for the delivery of educational programs for the judiciary, the practicing bar, law students, college students from other institutions, civic organizations, high school students, and the public in general. Specific purposes will include the operation and management of the state law library and delivery of second- and third-year curriculum through the College of Law's Boise program.</p>					
Agency Request	0.00	247,800	0	0	247,800
Governor's Recommendation	0.00	247,800	0	0	247,800

College and Universities

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
13. Endowment Funds Ongoing					University of Idaho
The University of Idaho is requesting that the one-time 1% change in employee compensation (CEC) funded with the endowment funds in FY 2015 be made ongoing in FY 2016. This amounts to \$47,400 of ongoing dedicated funds.					
Agency Request	0.00	0	47,400	0	47,400
<i>Not recommended by the Governor. Existing spending authority may be used to fund the FY 2015 CEC on an ongoing basis, which is consistent with the approach used by other institutions and agencies statewide.</i>					
Governor's Recommendation	0.00	0	0	0	0

14. College Work Trial					Lewis-Clark State College
Lewis-Clark State College is requesting 1.0 FTP and \$210,000 from the General Fund to implement a "work college" model where students would work regular jobs on campus for 10 hours-per-week in exchange for tuition costs. Students would also receive a small hourly stipend to offset other incidental college fees. Participating students would be selected based on financial need. Of the amount requested, approximately \$67,000 would be used to hire a program coordinator, \$140,000 would be used to offset tuition costs, and \$3,000 would be for one-time computer and workstation costs for the program coordinator.					
Agency Request	1.00	210,000	0	0	210,000
<i>The Governor recommends \$206,700 ongoing and \$3,000 one-time funding for a pilot of the "work college" concept.</i>					
Governor's Recommendation	0.00	209,700	0	0	209,700

15. Mill Fund/Substance Abuse Materials					Boise State University
The Boise State University, Institute for the Study of Addiction, requests \$116,200 from the Millennium Fund to provide specialty training, and free substance abuse prevention and addiction treatment resources to Idahoans through the Regional Alcohol Drug Awareness Resource (RADAR) Center. This request would help keep the institute and RADAR center fully staffed and operational. Specifically, the grant will be used to support salaries, travel, and to purchase print and video resources. The print and video resources purchased for dissemination or loan will be tracked by these categories: tobacco prevention and cessation, underage drinking prevention, and general drug abuse prevention and addiction treatment. In addition to providing materials, the grant would also allow the institute to provide specialized training to mental health and substance abuse practitioners. This request includes \$76,000 for personnel costs, and \$40,200 for operating expenditures which includes \$19,400 for indirect costs as required by the State Board of Education for all grant requests.					
OTHER STATE PARTNERS: The Institute for the Study of Addiction works in collaboration with the Office of Drug Policy and the Department of Health & Welfare Tobacco Prevention Program.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2016 Total					
Agency Request	4,347.56	299,936,300	259,711,200	0	559,647,500
Governor's Recommendation	4,180.22	258,828,000	261,692,700	0	520,520,700
Agency Request					
Change from Original App	219.74	48,713,100	12,292,700	0	61,005,800
% Change from Original App	5.3%	19.4%	5.0%		12.2%
Governor's Recommendation					
Change from Original App	52.40	7,604,800	14,274,200	0	21,879,000
% Change from Original App	1.3%	3.0%	5.8%		4.4%

Community Colleges

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
College of Southern Idaho	12,149,000	11,949,000	12,465,300	13,352,400	12,543,200
College of Western Idaho	8,454,500	8,254,500	10,572,100	12,548,000	10,867,000
North Idaho College	10,234,100	10,034,100	10,541,100	12,004,600	10,675,800
Total:	30,837,600	30,237,600	33,578,500	37,905,000	34,086,000
BY FUND CATEGORY					
General	30,226,600	30,226,600	32,978,500	37,305,000	33,486,000
Dedicated	611,000	11,000	600,000	600,000	600,000
Total:	30,837,600	30,237,600	33,578,500	37,905,000	34,086,000
Percent Change:		(1.9%)	11.0%	12.9%	1.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	24,126,300	0	26,088,300	27,894,700	26,493,700
Operating Expenditures	5,767,200	0	6,833,400	8,208,400	6,929,600
Capital Outlay	944,100	0	656,800	1,801,900	662,700
Trustee/Benefit	0	30,237,600	0	0	0
Total:	30,837,600	30,237,600	33,578,500	37,905,000	34,086,000

Division Description

Idaho's community colleges provide two-year associate degrees and academic transfer programs; ensure adequate knowledge for those entering para-professional levels of the labor market; provide skills and knowledge to those seeking professional licensure; and provide adult education and community service programs.

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

College of Western Idaho (situated in a community college area comprised of Ada, Adams, Boise, Canyon, Gem, Payette, Valley, Washington, and portions of Elmore and Owyhee counties) has two counties (Ada and Canyon) within its property tax district.

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

The community college budget appropriated by the Legislature includes only the state support from the General Fund and a \$600,000 statutory distribution of liquor funds. The Legislature does not appropriate local property tax revenues, student tuition & fees, county tuition, or other miscellaneous revenues.

Community Colleges Agency Profile

Analyst: Headlee

Student Information		Fall 2011	Fall 2012	Fall 2013	Fall 2014	Average Annual Chg
1. Full-Time Equivalent Enrollment Academic*						
College of Southern Idaho		3,525	3,870	3,313	3,917	5.4%
College of Western Idaho		4,677	5,113	4,902	5,735	10.7%
North Idaho College		3,828	3,931	3,447	3,779	-0.6%
Total		12,030	12,914	11,662	13,431	4%
2. Headcount (full & part-time) Academic						
College of Southern Idaho		6,368	7,842	7,227	7,554	8.9%
College of Western Idaho		6,963	7,311	7,954	9,092	14.3%
North Idaho College		5,806	5,713	5,127	4,939	-7.8%
Total		19,137	20,866	20,308	21,585	4%
3. In-District Annual Student Tuition & Fees						
College of Southern Idaho		\$2,640	\$2,640	\$2,640	\$2,760	2.2%
College of Western Idaho		\$3,264	\$3,264	\$3,264	\$3,264	0.0%
North Idaho College		\$2,764	\$2,846	\$2,974	\$3,022	4.6%

* Full-time enrollment is calculated at 12 credits per semester. "Academic" does not include professional-technical students.

Financial Information		Actual Expenditures FY 2014	Appropriation FY 2015	Request FY 2016	\$ Change FY 2014 to FY 2016	% Change FY 2014 to FY 2016
College of Southern Idaho						
Appropriated	{ State General Funds	\$11,948,200	\$12,265,300	13,215,200	1,267,000.00	10.6%
	Liquor Funds	200,800	200,000	200,000	-800.00	-0.4%
	Property Tax	5,651,300	5,728,200	5,664,200	12,900.00	0.2%
	Tuition and Fees**	11,273,900	10,813,300	11,137,700	-136,200.00	-1.2%
	County Tuition	1,459,100	1,380,000	1,380,000	-79,100.00	-5.4%
	Miscellaneous	2,130,700	1,408,900	1,391,900	-738,800.00	-34.7%
	Total	\$32,664,000	\$31,795,700	\$32,989,000	325,000.00	1.0%
College of Western Idaho						
Appropriated	{ State General Funds	\$8,248,800	\$10,372,100	12,371,700	4,122,900.00	50.0%
	Liquor Funds	205,700	200,000	200,000	-5,700.00	-2.8%
	Property Tax	6,339,700	6,190,200	6,370,500	30,800.00	0.5%
	Tuition and Fees**	19,815,600	24,118,900	23,058,000	3,242,400.00	16.4%
	County Tuition	468,800	264,300	264,300	-204,500.00	-43.6%
	Miscellaneous	687,100	2,098,400	550,700	-136,400.00	-19.9%
	Total	\$35,765,700	\$43,243,900	\$42,815,200	7,049,500.00	19.7%
North Idaho College						
Appropriated	{ State General Funds	\$10,029,600	\$10,341,100	11,841,600	\$1,812,000	18.1%
	Liquor Funds	204,500	200,000	200,000	(4,500)	-2.2%
	Property Tax	13,798,100	13,936,100	13,936,100	138,000	1.0%
	Tuition and Fees**	11,538,100	14,097,400	13,078,700	1,540,600	13.4%
	County Tuition	698,500	735,800	925,800	227,300	32.5%
	Miscellaneous	568,900	1,270,200	500,000	(68,900)	-12.1%
	Total	\$36,837,700	\$40,580,600	\$40,482,200	\$3,644,500	9.9%

** Includes Professional-Technical student fees and summer credit classes.

Community Colleges Agency Profile

Analyst: Headlee

Community College Taxing District Information

	Levy Rate / \$100,000	Total Valuation	Total Tax Charged
Assessed Value			
College of Southern Idaho			
FY 2010	\$85.61	\$5,399,648,942	\$4,622,449
FY 2011	\$90.08	\$5,441,571,366	\$4,901,929
FY 2012	\$98.93	\$5,294,244,955	\$5,237,649
FY 2013	\$96.94	\$5,672,532,962	\$5,499,200
College of Western Idaho			
FY 2010	\$16.16	\$34,036,791,562	\$5,499,867
FY 2011	\$18.02	\$30,814,562,450	\$5,552,431
FY 2012	\$18.55	\$30,814,562,450	\$5,717,431
FY 2013	\$18.96	\$30,814,562,450	\$5,843,800
North Idaho College			
FY 2010	\$82.93	\$15,331,477,650	\$12,715,069
FY 2011	\$105.93	\$12,181,378,195	\$12,904,248
FY 2012	\$110.84	\$12,057,168,530	\$13,364,250
FY 2013	\$121.22	\$11,275,450,839	\$13,668,144

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

The College of Western Idaho (situated in a community college area comprised of Ada, Adams, Boise, Canyon, Gem, Payette, Valley, Washington, and portions of Elmore and Owyhee counties) has two counties (Ada and Canyon) within its property tax district.

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

Community Colleges

Comparative Summary

Analyst: Headlee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	32,978,500	33,578,500	0.00	32,978,500	33,578,500
1. Campus Security	0.00	377,900	377,900	0.00	0	0
FY 2015 Total Appropriation	0.00	33,356,400	33,956,400	0.00	32,978,500	33,578,500
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	0.00	33,356,400	33,956,400	0.00	32,978,500	33,578,500
Removal of One-Time Expenditures	0.00	(491,000)	(491,000)	0.00	(230,500)	(230,500)
FY 2016 Base	0.00	32,865,400	33,465,400	0.00	32,748,000	33,348,000
Benefit Costs	0.00	369,400	369,400	0.00	344,400	344,400
Inflationary Adjustments	0.00	97,800	97,800	0.00	0	0
Replacement Items	0.00	253,500	253,500	0.00	6,300	6,300
Campus Security	0.00	528,700	528,700	0.00	0	0
Change in Employee Compensation	0.00	228,600	228,600	0.00	638,400	638,400
Nondiscretionary Adjustments	0.00	(1,098,600)	(1,098,600)	0.00	(1,003,500)	(1,003,500)
FY 2016 Program Maintenance	0.00	33,244,800	33,844,800	0.00	32,733,600	33,333,600
1. Complete College Idaho	0.00	3,004,200	3,004,200	0.00	752,400	752,400
2. Achievement-Based Software	0.00	100,000	100,000	0.00	0	0
3. Institutional Researcher	0.00	109,300	109,300	0.00	0	0
4. Math Learning Labs	0.00	534,900	534,900	0.00	0	0
5. Data System Analyst/Developer	0.00	113,300	113,300	0.00	0	0
6. Electronic/Info Tech Coordinator	0.00	198,500	198,500	0.00	0	0
FY 2016 Total	0.00	37,305,000	37,905,000	0.00	33,486,000	34,086,000
Change from Original Appropriation	0.00	4,326,500	4,326,500	0.00	507,500	507,500
% Change from Original Appropriation		13.1%	12.9%		1.5%	1.5%

Community Colleges

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	32,978,500	600,000	0	33,578,500

1. Campus Security

College of Western Idaho, North Idaho College

The College of Western Idaho and North Idaho College are requesting \$377,900 for a FY 2015 supplemental appropriation to address security and safety in response to the passage of S1254 (2014 session), which addressed firearms and concealed weapons on college and university campuses. The provisions of S1254 are codified in §18-3302B, §18-3302J, §18-3309, and §5-343, Idaho Code. The \$377,900 request is divided between the two institutions as follows:

The College of Western Idaho requests \$118,800 (\$77,100 ongoing and \$41,700 one-time) to contract for a school resource officer (SRO) type program to have oversight of all law enforcement issues, training, and security assessments. The armed SRO presence would be contracted from local police departments and would include the salary and benefits for two police officers. The one-time funds would be to contract for vehicles, training, and equipment.

North Idaho College requests \$259,100 (\$40,300 ongoing and \$218,800 one-time) to hire personnel, purchase a campus-wide exterior surveillance system, and purchase enhanced electronic access controls. The external campus surveillance system includes network storage, entrance/exit cameras, parking lot cameras, and license and installation costs. The electronic access controls include building zone security at \$5,000 per door.

The \$377,900 in this supplemental request is for the five remaining months of FY 2015. Additional funding in the amount of \$528,700 for this same purpose is requested as an annualization for the first seven months of FY 2016, bringing the total annualized amount to \$906,600 for FY 2015 and FY 2016 combined.

Agency Request	0.00	377,900	0	0	377,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

FY 2015 Total Appropriation					
Agency Request	0.00	33,356,400	600,000	0	33,956,400
Governor's Recommendation	0.00	32,978,500	600,000	0	33,578,500

Noncognizable Funds and Transfers

College of Southern Idaho transfers dedicated funds as follows: \$8,800 from personnel costs and \$400 from operating expenditures into capital outlay. These transfers net to zero.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2015 Estimated Expenditures					
Agency Request	0.00	33,356,400	600,000	0	33,956,400
Governor's Recommendation	0.00	32,978,500	600,000	0	33,578,500

Removal of One-Time Expenditures

Removes one-time funding for the 1% change in employee compensation, replacement items, and capital outlay.

Agency Request	0.00	(491,000)	0	0	(491,000)
Governor's Recommendation	0.00	(230,500)	0	0	(230,500)

FY 2016 Base					
Agency Request	0.00	32,865,400	600,000	0	33,465,400
Governor's Recommendation	0.00	32,748,000	600,000	0	33,348,000

Community Colleges

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	369,400	0	0	369,400
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	344,400	0	0	344,400
Inflationary Adjustments					
General inflation items include, but are not limited to, utilities, travel, printing, bank fees, subscription dues, postage, and library acquisition costs. The percent increases and dollar amounts are: CSI 3.1%, \$54,600 and NIC 2.0%, \$18,500.					
Inflation for library books and periodicals is also requested: CSI, \$800; CWI, \$21,000; and NIC, \$2,900. This request includes a shift of \$1,900 from the Community College Fund (receipts from sale of liquor) to the General Fund.					
Agency Request	0.00	97,800	0	0	97,800
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Replacement Items					
The College of Western Idaho is requesting \$253,500 for replacement items that include computers and data processing equipment, lab equipment, office equipment, fire and safety telecommunications equipment, and four vehicles.					
Agency Request	0.00	253,500	0	0	253,500
<i>The Governor recommends \$6,300 to replace building maintenance equipment.</i>					
Governor's Recommendation	0.00	6,300	0	0	6,300
Annualizations			North Idaho College, College of Western Idaho		
This request annualizes the FY 2015 supplemental request for campus security. The FY 2015 supplemental request would provide funding for five months of FY 2015, while this annualization provides \$528,700 from the General Fund for the remaining seven months in FY 2016. The total annualized amount is \$906,600 for both FY 2015 and FY 2016 combined.					
Agency Request	0.00	528,700	0	0	528,700
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. This request includes a shift of \$2,500 from the Community College Fund (receipts from liquor sales) to the General Fund.					
Agency Request	0.00	228,600	0	0	228,600
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	638,400	0	0	638,400
Nondiscretionary Adjustments					
This decrease of \$1,098,600 is based on the enrollment workload adjustment (EWA) formula for the three institutions and is directly related to current and projected decreases in enrollment. CSI's calculated decrease for FY 2016 is \$579,800, NIC's decrease is \$361,400, and CWI's decrease is \$157,400.					
Agency Request	0.00	(1,098,600)	0	0	(1,098,600)
<i>The Governor's recommendation adds back \$95,100, for a reduction of \$484,700 for the CSI, and recommends the requested amounts for NIC and CWI. The Governor used actual fall 2014 enrollment numbers to calculate the reduction for the CSI, while projected fall 2014 enrollment numbers were used for the CWI and NIC.</i>					
Governor's Recommendation	0.00	(1,003,500)	0	0	(1,003,500)

Community Colleges

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	0.00	33,244,800	600,000	0	33,844,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>32,733,600</i>	<i>600,000</i>	<i>0</i>	<i>33,333,600</i>

1. Complete College Idaho

CSI, CWI, and NIC

This request is for \$3,004,200 from the General Fund (\$2,413,200 is ongoing and \$591,000 is one-time capital outlay) to implement the State Board of Education's Complete College Idaho (CCI) plan. This plan comprises five key strategies that include: strengthening the pipeline of students into higher education, transforming remediation, structuring for success, rewarding for progress and completion, and leveraging partnerships.

The College of Southern Idaho is requesting \$994,800 to: 1) increase graduation rates from 18% to 28% by the end of FY 2018; 2) increase retention in degree and certificate programs from 50% to 60% by the end of FY 2018; 3) increase the number of students earning degrees or certificates by 30% by the end of fiscal year 2018; and 4) increase credits completed by 15% by the fall of 2017. Funds would be used to hire four student career and transition coordinators at \$220,000; four student advisors at \$254,800; four remediation reform instructors at \$240,000; part-time and adjunct personnel to assist with high-level, high-risk courses such as biology, chemistry, and high-level math at \$80,000; one instructional designer plus operating expenditures at \$140,000 to oversee the quality of all online courses and increase success in those courses; and \$60,000 one-time for a new computer/remediation lab.

The College of Western Idaho is requesting \$997,100 (\$481,100 ongoing and \$516,000 one-time) from the General Fund to implement a general education academic certificate to allow the state of Idaho to formally acknowledge this milestone and count these students toward the State Board of Education's 60% goal. An academic certificate will provide both dual credit students and college students a sense of achievement and renewed motivation on their pathway to degree completion. Of this amount, \$361,100 is for personnel costs to hire five staff that include a general education coordinator, a functional analyst to assist with data collection, a credit for prior learning coordinator, and two full-time faculty to implement a new curriculum. \$616,000 in operating expenditures would be used to purchase study plan software, recruiting tool software, student success software, and online student success services. The study plan software would allow the student and the advisor to develop a measurable pathway to a degree. The recruiting tool would provide insight into prospective students. The student success tools will help increase retention by measuring progress toward educational goals and the online student services will include advising, tutoring, and IT support. There is also \$20,000 requested for travel and professional development and \$6,000 for computers.

North Idaho College is requesting \$1,012,300 from the General Fund to hire 15 staff for a variety of purposes, including student retention, advising, summer remediation, student transition, and assuring quality online instruction. NIC proposes to hire one coordinator of retention and completion, four advisory staff, three remediation staff, one transition coordinator, five adjunct faculty for student engagement, and one staff to implement the quality assessment of online courses. Funding would also be used for professional development, travel, supplies, and \$15,000 one-time for the purchase of desktop computers. Remediation would be delivered in an open laboratory setting with developmental coursework for math and English. Of the total amount, \$846,300 would be used for personnel costs, \$151,000 for operating expenses, and \$15,000 for one-time capital outlay.

Agency Request	0.00	3,004,200	0	0	3,004,200
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The Governor recommends \$198,200 for personnel costs and \$20,000 for operating expenditures for four career and transition coordinators at the College of Southern Idaho; \$208,300 for personnel costs and \$68,600 for operating expenditures for 3.0 FTP to implement the College of Western Idaho's newly designed General Education Program; and \$243,300 for personnel costs, \$8,000 for operating expenditures, and \$6,000 for one-time capital outlay to hire 4.0 FTP to increase student accountability and better monitor student progress toward graduation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>752,400</i>	<i>0</i>	<i>0</i>	<i>752,400</i>
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Community Colleges

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Achievement-Based Software					College of Southern Idaho
<p>The College of Southern Idaho requests \$100,000 ongoing from the General Fund to purchase a hosted computer and software system to reform approaches to remediation. The system would allow for better student-specific instructions, individualized computer-based learning, automated progress reporting, and diagnosis of student deficiencies. The college reports that 40% to 60% of incoming first-time, full-time students are placed into remedial math, remedial English, or both, and often take several semesters to complete traditional developmental courses, if they do not drop out. This request would allow the college to approach remediation in a different way.</p>					
Agency Request	0.00	100,000	0	0	100,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
3. Institutional Researcher					College of Southern Idaho
<p>The College of Southern Idaho requests \$109,300 ongoing from the General Fund to hire one full-time research position to improve the process of responding to increased data reporting requirements and to increase the use of predictive analytics. This position would assist two existing part-time staff. Of the amount requested, \$102,300 would be for salary and benefits, and \$7,000 would be for operating expenditures.</p>					
Agency Request	0.00	109,300	0	0	109,300
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
4. Math Learning Labs					College of Western Idaho
<p>The College of Western Idaho requests \$534,900 from the General Fund to redesign the delivery of remediation for mathematics. Of this amount, \$169,800 is ongoing and \$365,100 is for one-time capital outlay. Funds would be used to offer college preparatory mathematics in a learning-lab setting staffed by qualified instructors. Students will utilize specialized software for diagnostic assessment, module testing, and daily homework (including online tutorials) related to their individualized study plans. Two learning labs would be developed and staffed; one on the Nampa campus and one on the Ada County campus. Each lab would include 90 student computer workstations (180 total), and could serve up to 1,200 underprepared math students at each location. Funding would be used to hire a director of the math learning labs and a site coordinator at the Nampa campus. This request addresses the Complete College Idaho key strategy of transforming remediation.</p>					
Agency Request	0.00	534,900	0	0	534,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
5. Data System Analyst/Developer					North Idaho College
<p>North Idaho College requests \$113,300 from the General Fund. Of this amount, \$110,300 is ongoing and \$3,000 is one-time for capital outlay. The college proposes to hire a data analyst/developer to address the increasing need for regulatory compliance, data-driven decision making, and ad-hoc and operational reporting needs. The college reports that this staff position would enable the college to markedly improve reporting and information analytics. Of the amount requested, \$105,300 would be used for salary and benefits, \$5,000 for operating expenses including travel to trainings and meetings, and \$3,000 would be used for the one-time purchase of a desktop computer and furniture.</p>					
Agency Request	0.00	113,300	0	0	113,300
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Community Colleges

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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6. Electronic/Info Tech Coordinator

North Idaho College

North Idaho College requests \$198,500 from the General Fund to expand and further develop its electronic and information technology (EIT) compliance to ensure systems are fully accessible for individuals with disabilities. Of this amount \$82,500 is ongoing and \$116,000 is one-time for capital outlay. Funding would be used to develop EIT accessibility policy and procedures, designate an EIT coordinator to coordinate the college's policy and procedures, perform an audit of EIT applicable systems at NIC, prioritize deficient systems, and to insure EIT compliance.

Funds would be used to hire one full-time benefited EIT coordinator position (\$60,500), office remodel and computer equipment (\$12,000), staff development (\$10,000), one-time capital outlay for network speech to text and transcription costs for video and film captioning (\$62,000), and student disability multimedia computer station upgrades, kiosk computer replacements, and blind and visually impaired assistive technology lab to include 3-D printing (\$54,000).

Agency Request	0.00	198,500	0	0	198,500
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2016 Total					
Agency Request	0.00	37,305,000	600,000	0	37,905,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>33,486,000</i>	<i>600,000</i>	<i>0</i>	<i>34,086,000</i>

Agency Request

Change from Original App	0.00	4,326,500	0	0	4,326,500
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% Change from Original App		13.1%	0.0%		12.9%
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Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>507,500</i>	<i>0</i>	<i>0</i>	<i>507,500</i>
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<i>% Change from Original App</i>		<i>1.5%</i>	<i>0.0%</i>		<i>1.5%</i>
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Office of the State Board of Education

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
OSBE Administration	5,548,900	5,105,900	5,344,800	5,368,200	5,389,500
Charter School Commission	313,900	295,200	327,400	465,500	468,000
Total:	5,862,800	5,401,100	5,672,200	5,833,700	5,857,500
BY FUND CATEGORY					
General	2,431,500	2,323,000	2,289,200	2,424,900	2,441,500
Dedicated	275,200	197,900	658,400	683,100	688,500
Federal	3,156,100	2,880,200	2,724,600	2,725,700	2,727,500
Total:	5,862,800	5,401,100	5,672,200	5,833,700	5,857,500
Percent Change:		(7.9%)	5.0%	2.8%	3.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,126,400	1,832,100	2,268,100	2,417,000	2,449,100
Operating Expenditures	2,420,500	2,242,600	2,200,800	2,224,900	2,216,600
Capital Outlay	10,400	10,100	14,900	3,400	3,400
Trustee/Benefit	1,305,500	1,316,300	1,188,400	1,188,400	1,188,400
Total:	5,862,800	5,401,100	5,672,200	5,833,700	5,857,500
Full-Time Positions (FTP)	22.75	22.75	24.25	25.75	25.75

Division Description

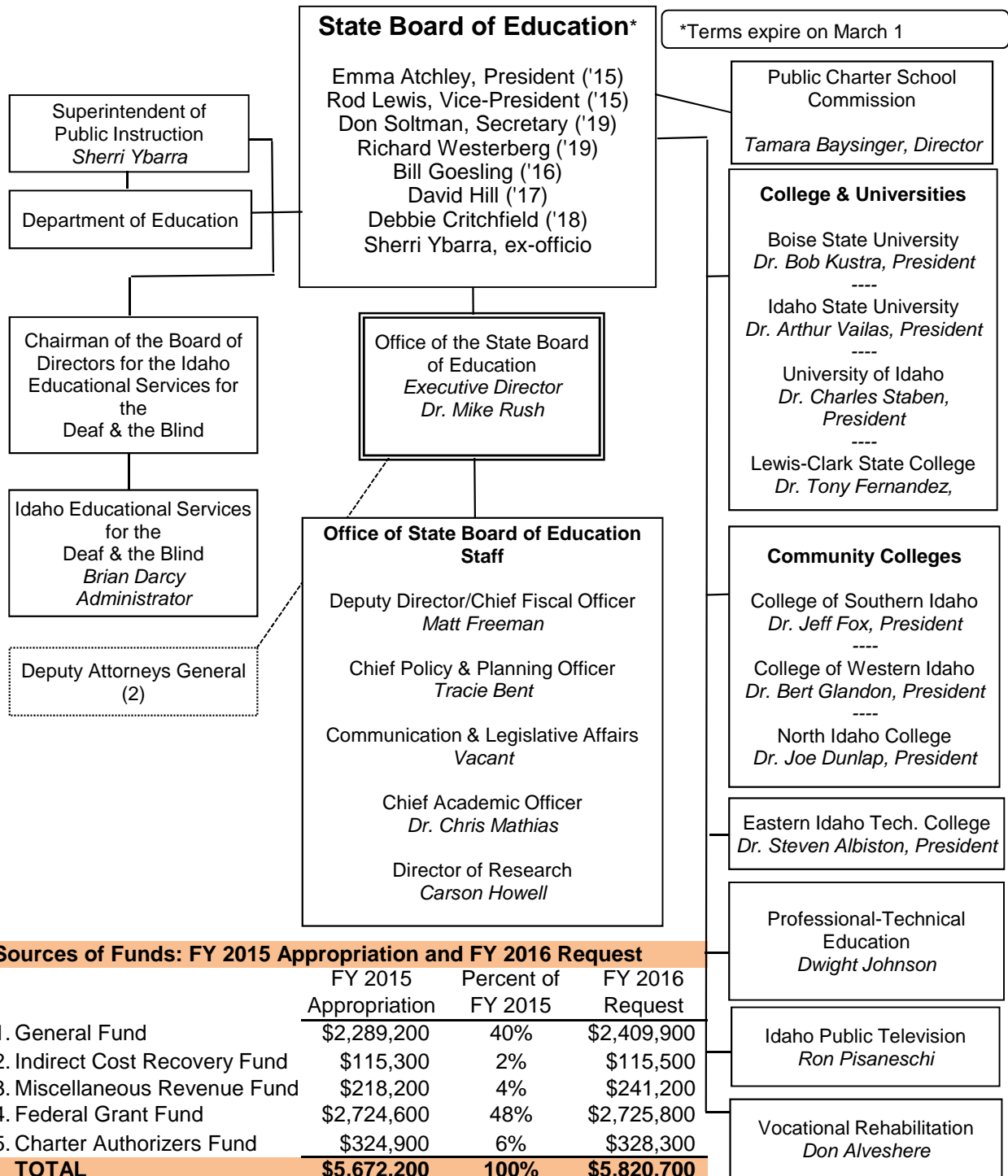
The Office of the State Board of Education (OSBE) provides professional staff support to the State Board of Education. Staff expertise is focused primarily on program evaluation, fiscal oversight and centralized record keeping. Board staff also respond to board requests for special studies, monitor agency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

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

The board is composed of eight members, seven of whom are appointed to five-year terms by the Governor and are subject to Senate confirmation. The eighth member is the holder of the statewide elected office of the Superintendent of Public Instruction. The board holds six regular meetings each year on the campuses of Idaho's institutions of higher education. The board also meets in January during the legislative session, holds a college and universities fee setting meeting in April, and calls additional special meetings as needed.

Office of the State Board of Education Agency Profile

Analyst: Headlee



Sources of Funds: FY 2015 Appropriation and FY 2016 Request

	FY 2015 Appropriation	Percent of FY 2015	FY 2016 Request
1. General Fund	\$2,289,200	40%	\$2,409,900
2. Indirect Cost Recovery Fund	\$115,300	2%	\$115,500
3. Miscellaneous Revenue Fund	\$218,200	4%	\$241,200
4. Federal Grant Fund	\$2,724,600	48%	\$2,725,800
5. Charter Authorizers Fund	\$324,900	6%	\$328,300
TOTAL	\$5,672,200	100%	\$5,820,700

Office of the State Board of Education

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	24.25	2,289,200	5,672,200	24.25	2,289,200	5,672,200
Reappropriation	0.00	0	254,800	0.00	0	254,800
FY 2015 Total Appropriation	24.25	2,289,200	5,927,000	24.25	2,289,200	5,927,000
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	24.25	2,289,200	5,927,000	24.25	2,289,200	5,927,000
Removal of One-Time Expenditures	0.00	(59,400)	(318,400)	0.00	(59,400)	(318,400)
FY 2016 Base	24.25	2,229,800	5,608,600	24.25	2,229,800	5,608,600
Benefit Costs	0.00	16,600	21,400	0.00	11,400	14,600
Replacement Items	0.00	3,400	3,400	0.00	3,400	3,400
Statewide Cost Allocation	0.00	21,300	21,300	0.00	21,300	21,300
Change in Employee Compensation	0.00	15,600	20,000	0.00	46,200	59,400
FY 2016 Program Maintenance	24.25	2,286,700	5,674,700	24.25	2,312,100	5,707,300
1. Charter Commission Personnel	1.50	129,900	129,900	1.50	129,400	129,400
2. State Authorizers Spending Authority	0.00	0	20,800	0.00	0	20,800
3. Lease Space for Addl Employees	0.00	8,300	8,300	0.00	0	0
FY 2016 Total	25.75	2,424,900	5,833,700	25.75	2,441,500	5,857,500
Change from Original Appropriation	1.50	135,700	161,500	1.50	152,300	185,300
% Change from Original Appropriation		5.9%	2.8%		6.7%	3.3%

Office of the State Board of Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	24.25	2,289,200	658,400	2,724,600	5,672,200

Reappropriation

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance of federal funds from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	0	254,800	254,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>254,800</i>	<i>254,800</i>

FY 2015 Total Appropriation					
Agency Request	24.25	2,289,200	658,400	2,979,400	5,927,000
<i>Governor's Recommendation</i>	<i>24.25</i>	<i>2,289,200</i>	<i>658,400</i>	<i>2,979,400</i>	<i>5,927,000</i>

Noncognizable Funds and Transfers

There was a transfer of \$4,000 of personnel costs from the Administration Program to the Charter School Commission Program that netted to zero.

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

FY 2015 Estimated Expenditures					
Agency Request	24.25	2,289,200	658,400	2,979,400	5,927,000
<i>Governor's Recommendation</i>	<i>24.25</i>	<i>2,289,200</i>	<i>658,400</i>	<i>2,979,400</i>	<i>5,927,000</i>

Removal of One-Time Expenditures

This action removes the one-time carryover of federal funds, the one-time moneys from the General Fund and dedicated funds for the 1% change in employee compensation, and one-time moneys provided for information technology replacement equipment.

Agency Request	0.00	(59,400)	(2,900)	(256,100)	(318,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(59,400)</i>	<i>(2,900)</i>	<i>(256,100)</i>	<i>(318,400)</i>

FY 2016 Base					
Agency Request	24.25	2,229,800	655,500	2,723,300	5,608,600
<i>Governor's Recommendation</i>	<i>24.25</i>	<i>2,229,800</i>	<i>655,500</i>	<i>2,723,300</i>	<i>5,608,600</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	16,600	3,500	1,300	21,400
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>11,400</i>	<i>2,300</i>	<i>900</i>	<i>14,600</i>

Replacement Items

Replacement of four computers that are five years old with two laptops (\$2,200), one desktop (\$700), and one tablet (\$500).

Agency Request	0.00	3,400	0	0	3,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>3,400</i>	<i>0</i>	<i>0</i>	<i>3,400</i>

Statewide Cost Allocation

This request includes an increase of \$21,300 for adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This includes an increase of \$22,500 for Attorney General fees, a decrease of \$2,100 for risk management costs, an increase of \$800 for State Controller fees, and an increase of \$100 for State Treasurer fees.

Agency Request	0.00	21,300	0	0	21,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,300</i>	<i>0</i>	<i>0</i>	<i>21,300</i>

Office of the State Board of Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	15,600	3,300	1,100	20,000
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	46,200	9,900	3,300	59,400
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FY 2016 Program Maintenance					
Agency Request	24.25	2,286,700	662,300	2,725,700	5,674,700
Governor's Recommendation	24.25	2,312,100	667,700	2,727,500	5,707,300

1. Charter Commission Personnel

Charter School Commission

The Public Charter School Commission (PCSC) requests 1.5 FTP and \$129,900 ongoing from the General Fund. Personnel costs are requested at \$109,400 and would consist of one full-time program manager position and one-half of an administrative assistant position. This increase in staffing would bring the total to 4.0 FTP for this program. The program manager position is requested to facilitate the oversight of all schools authorized by the PCSC. This position would act at the direction of the executive level staff person to evaluate, report, and respond to school performance. This would include analysis of school finances and academic results, evaluation of compliance and governance, and frequent communication with schools and stakeholders. Additionally, this position would be responsible for gathering information and supporting PCSC meetings, appeals, and hearings. PCSC currently has a 0.50 FTP for administrative support. PCSC needs to move this to a full-time position in order to manage the increased workload associated with the oversight of 35 schools. The request for \$24,500 of ongoing operating expenses would be for annual office leased space at \$12,500 for 1,000 square feet of space in the Borah Building, photocopier lease at \$6,000, and travel at \$6,000.

Agency Request	1.50	129,900	0	0	129,900
Governor's Recommendation	1.50	129,400	0	0	129,400

2. State Authorizers Spending Authority

OSBE Administration

This request is for \$20,800 of personnel cost spending authority of Miscellaneous Revenue Funds. The source of these funds would be a fee of \$1,500 charged to Idaho institutions of higher education, both public and private, seeking approval to operate under the terms of the State Authorization Reciprocity Agreement (SARA). SARA is an agreement through the Western Interstate Commission for Higher Education (WICHE) that establishes comparable national standards for interstate offering of postsecondary distance education courses and programs. It is intended to make it easier for students to take online courses offered by postsecondary institutions based in another state. Institutions that wish to apply for Idaho State Authorization must register by completing an application and paying a fee to the Idaho State Board of Education. An institution seeking approval to operate under the terms and standards of SARA must meet the requirements of application. Spending authority in personnel costs is requested in order to use the fees generated through this program. Possible uses of these funds include staffing to assist with complaints and to conduct investigations.

Agency Request	0.00	0	20,800	0	20,800
Governor's Recommendation	0.00	0	20,800	0	20,800

3. Lease Space for Addl Employees

OSBE Administration

This request is for \$8,300 ongoing from the General Fund to pay for rental space for personnel added over the past several years. The personnel have been approved by the Legislature and have addressed issues such as data security, web development, and institutional research. The board office did not previously request funding for the additional rental space, so this request would bring funding up to the actual annual lease amount.

Agency Request	0.00	8,300	0	0	8,300
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Office of the State Board of Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Total					
Agency Request	25.75	2,424,900	683,100	2,725,700	5,833,700
<i>Governor's Recommendation</i>	25.75	2,441,500	688,500	2,727,500	5,857,500
Agency Request					
Change from Original App	1.50	135,700	24,700	1,100	161,500
% Change from Original App	6.2%	5.9%	3.8%	0.0%	2.8%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	1.50	152,300	30,100	2,900	185,300
<i>% Change from Original App</i>	6.2%	6.7%	4.6%	0.1%	3.3%

Health Education Programs

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
W-I Veterinary Education	1,955,800	1,955,800	2,051,300	2,113,500	2,015,600
WWAMI Medical Education	4,903,300	4,903,300	3,962,000	4,634,300	4,638,900
Idaho Dental Education	1,827,200	1,478,300	1,705,500	1,748,000	1,753,600
Univ. of Utah Med. Ed.	1,283,200	1,283,200	1,333,600	1,356,000	1,356,000
Family Medicine Residencies	2,023,900	2,023,900	2,241,800	2,937,100	2,936,900
Boise Internal Medicine	240,000	240,000	240,000	240,000	240,000
Psychiatry Residency	121,400	121,400	121,400	157,800	157,800
Total:	12,354,800	12,005,900	11,655,600	13,186,700	13,098,800
BY FUND CATEGORY					
General	10,558,800	10,452,300	11,355,700	12,885,500	12,795,300
Dedicated	1,796,000	1,553,600	299,900	301,200	303,500
Total:	12,354,800	12,005,900	11,655,600	13,186,700	13,098,800
Percent Change:		(2.8%)	(2.9%)	13.1%	12.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,627,900	2,416,200	2,196,300	2,548,400	2,579,600
Operating Expenditures	2,607,600	2,582,800	1,750,300	1,859,000	1,819,100
Capital Outlay	65,300	59,400	108,600	116,700	37,500
Trustee/Benefit	7,054,000	6,947,500	7,600,400	8,662,600	8,662,600
Total:	12,354,800	12,005,900	11,655,600	13,186,700	13,098,800
Full-Time Positions (FTP)	21.30	21.30	21.30	24.30	24.30

Division Description

The eight Health Education Programs include:

1. The Washington-Idaho Veterinary Education Program provides access to a veterinary medical education through a cooperative agreement between the University of Idaho and Washington State University.
2. The WWAMI (Washington, Wyoming, Alaska, Montana, Idaho) Medical Education Program provides Idaho students with the opportunity to attend medical school through a cooperative agreement with the University of Washington.
3. The IDEP (Idaho Dental Education Program) provides access to dental education for Idaho students through a cooperative agreement between Idaho State University and Creighton University in Omaha, Nebraska.
4. The University of Utah Medical Education Program provides medical school opportunities for Idaho students.
5. Idaho's three Family Medicine Residency programs (located Boise, Pocatello, and Coeur d'Alene) provide the final three years of family physician residency training and encourage newly graduated medical doctors to practice in Idaho.
6. The Western Interstate Commission for Higher Education (WICHE) offers educational opportunities not otherwise available in Idaho through its Professional Student Exchange Program (PSEP).
7. The Boise Internal Medicine (BIM) residency program allows training at rural and underserved sites in Idaho, such as small, non-affiliated offices and community-based training sites.
8. The Idaho Psychiatry Residency Program offers training for residents who spend the first two years in Seattle (University of Washington) and the last two years in Boise. Clinical rotations are at the Boise VA, St. Alphonsus, and St. Luke's medical centers, and rural rotations around the state.

Health Education Programs

Agency Profile

Analyst: Headlee

Current Medical, Dental, and Veterinary Education Students and Funding

	<i>Medical</i>		<i>Dental</i>	<i>Veterinary</i>
	WWAMI	UofU	IDEP	W-I
Idaho Students (2014-2015)				
1st Year Students	30	8	8	11
2nd Year Students	25	8	8	11
3rd Year Students	20	8	8	11
4th Year Students	20	8	8	11
Total Idaho Students	95	32	32	44
Annual Costs Per Student				
Student Paid Tuition & Fees (2014-2015)	\$ 33,888	\$ 36,577	\$ 24,988	\$ 24,302
Avg. State Paid Support (FY 2015 Approp.) ¹	\$ 41,700	\$ 41,700	\$ 47,000	\$ 41,900
Total Cost Per Seat Per Year	\$ 75,588	\$ 78,277	\$ 71,988	\$ 66,202
Location of Instruction				
1st Year	UI/Moscow	UofU/Salt Lake	ISU/Pocatello ²	WSU/Pullman
2nd Year	UW/Seattle	UofU/Salt Lake	Creighton/Omaha	WSU/Pullman
3rd Year	WWAMI Region ³	UofU/Salt Lake	Creighton/Omaha	WSU/Pullman
4th Year	WWAMI Region ³	UofU/Salt Lake	Creighton/Omaha	Pullman/Caldwell
Rate of Return to Idaho/ Return on Investment				
Idaho Students	50% ⁴	N/A ⁵	73% ⁴	72% ⁴

¹ Based on a simple calculation of the General Fund appropriation divided by the total number of students. This reflects paying the difference between in-state and out-of-state tuition, and in some cases, a portion of the General Fund appropriation is also used for faculty and other administrative expenses.

² First year IDEP students pay ISU resident tuition & fees (\$6,344) and the IDEP Program fee. The 2nd, 3rd, and 4th year students only pay the IDEP Program fee.

³ The 3rd and 4th year clinical rotations can be done in Idaho or throughout the five-state WWAMI region.

⁴ Since the following dates: WWAMI (1975); IDEP (1982); W-I (2000).

⁵ Not tracked by the institution.

WWAMI Medical Student Build-Out

The State Board of Education's Medical Education Subcommittee recommended a goal of 40 new medical students participating in the WWAMI Program each year for a total of 160 Idaho students in the four-year program. The board approved this recommendation in January 2009. This expansion is proposed to be phased in over the next several years and the table below shows the FY 2016 request.

	FY 2015	FY 2016 Request	FY 2016 Request	FY 2016 Request	Total Students FY 2016
		Five Additional			
	Students Currently Funded	TRUST Students (Year 3 of 4)	Five New Students (Year 2 of 4)	Five New Students (Year 1 of 4)	
1st Year	30	0	0	5	35
2nd Year	25	0	5	0	30
3rd Year	20	5	0	0	25
4th Year	20	0	0	0	20
Total	95	5	5	5	110

Health Education Programs

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	21.30	11,355,700	11,655,600	21.30	11,355,700	11,655,600
Reappropriation	0.00	0	424,800	0.00	0	424,800
FY 2015 Total Appropriation	21.30	11,355,700	12,080,400	21.30	11,355,700	12,080,400
Noncognizable Funds and Transfers	0.00	0	200	0.00	0	200
FY 2015 Estimated Expenditures	21.30	11,355,700	12,080,600	21.30	11,355,700	12,080,600
Removal of One-Time Expenditures	0.00	(120,600)	(546,900)	0.00	(120,600)	(546,900)
FY 2016 Base	21.30	11,235,100	11,533,700	21.30	11,235,100	11,533,700
Benefit Costs	0.00	17,400	18,500	0.00	11,400	12,100
Inflationary Adjustments	0.00	124,200	124,200	0.00	84,300	84,300
Replacement Items	0.00	111,200	111,200	0.00	32,000	32,000
Change in Employee Compensation	0.00	18,400	19,900	0.00	54,300	58,500
FY 2016 Program Maintenance	21.30	11,506,300	11,807,500	21.30	11,417,100	11,720,600
1. Five Additional Students (Year 3 of 4)	0.00	186,300	186,300	0.00	186,300	186,300
2. Five Additional Students (Year 2 of 4)	0.00	186,300	186,300	0.00	186,300	186,300
3. Five New Students & One-Time Costs	1.50	287,500	287,500	1.50	287,000	287,000
4. Add Six Residents - Kootenai Health	0.00	180,000	180,000	0.00	180,000	180,000
5. Residency Support: FMRI & ISU	1.50	502,700	502,700	1.50	502,200	502,200
6. Personnel Costs for Telepsychiatry	0.00	36,400	36,400	0.00	36,400	36,400
FY 2016 Total	24.30	12,885,500	13,186,700	24.30	12,795,300	13,098,800
Change from Original Appropriation	3.00	1,529,800	1,531,100	3.00	1,439,600	1,443,200
% Change from Original Appropriation		13.5%	13.1%		12.7%	12.4%

Health Education Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	21.30	11,355,700	299,900	0	11,655,600

Reappropriation

The Idaho Dental Education Program was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance of dedicated funds from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	424,800	0	424,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>424,800</i>	<i>0</i>	<i>424,800</i>

FY 2015 Total Appropriation					
Agency Request	21.30	11,355,700	724,700	0	12,080,400
<i>Governor's Recommendation</i>	<i>21.30</i>	<i>11,355,700</i>	<i>724,700</i>	<i>0</i>	<i>12,080,400</i>

Noncognizable Funds and Transfers

The Idaho Dental Education Program added \$200 of noncognizable revenue.

Agency Request	0.00	0	200	0	200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>200</i>	<i>0</i>	<i>200</i>

FY 2015 Estimated Expenditures					
Agency Request	21.30	11,355,700	724,900	0	12,080,600
<i>Governor's Recommendation</i>	<i>21.30</i>	<i>11,355,700</i>	<i>724,900</i>	<i>0</i>	<i>12,080,600</i>

Removal of One-Time Expenditures

This action removes the one-time moneys from the General Fund for the 1% change in employee compensation and one-time moneys for replacement items.

Agency Request	0.00	(120,600)	(426,300)	0	(546,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(120,600)</i>	<i>(426,300)</i>	<i>0</i>	<i>(546,900)</i>

FY 2016 Base					
Agency Request	21.30	11,235,100	298,600	0	11,533,700
<i>Governor's Recommendation</i>	<i>21.30</i>	<i>11,235,100</i>	<i>298,600</i>	<i>0</i>	<i>11,533,700</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	17,400	1,100	0	18,500
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>11,400</i>	<i>700</i>	<i>0</i>	<i>12,100</i>

Inflationary Adjustments

General inflation requests include \$25,700 for the Washington-Idaho (W-I) Veterinary Medicine Program, \$4,700 for WWAMI medical education, and \$9,500 for family medicine residencies. In addition to general inflation, contract inflation is also requested. These requests are for contract recalculations, not renegotiations, and are made to reflect the cost of providing these educational opportunities. For FY 2016, these contract recalculations include the following:

The Washington-Idaho (W-I) Veterinary Medicine Program adjusted for contract inflation at 1.4%, or \$22,400,

The Idaho Dental Education Program (IDEP) adjusted for contract inflation at 3.1%, or \$39,500, and

The University of Utah Medical Program adjusted for contract inflation at 1.7%, or \$22,400.

Agency Request	0.00	124,200	0	0	124,200
<i>The Governor recommends contract inflation, but not general inflation.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>84,300</i>	<i>0</i>	<i>0</i>	<i>84,300</i>

Health Education Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
This request is from the Washington-Idaho Veterinary Education Program for \$111,200, one-time, from the General Fund to replace one cattle chute with a tilt feature, \$32,000; one four-wheel drive nine-passenger vehicle, \$53,000; one ultra-low temp freezer, \$13,800; and two dual-chamber Co2 incubators; \$12,400.					
Agency Request	0.00	111,200	0	0	111,200
<i>The Governor recommends replacement funding for one cattle chute with a tilt feature (\$32,000).</i>					
Governor's Recommendation	0.00	32,000	0	0	32,000

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	18,400	1,500	0	19,900
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	54,300	4,200	0	58,500

FY 2016 Program Maintenance					
Agency Request	21.30	11,506,300	301,200	0	11,807,500
Governor's Recommendation	21.30	11,417,100	303,500	0	11,720,600

1. Five Additional Students (Year 3 of 4)

WWAMI Medical Education

This request is for \$186,300 ongoing from the General Fund for the continuation of five Idaho TRUST (Targeted Rural Under-Served Track) students added in the FY 2014 budget. These students will now be continuing into their third year of medical training at the University of Washington School of Medicine in Seattle. The final request for five additional students in the fourth-year will come in FY 2017. The TRUST program is designed to educate, train, and retain local Idaho students as future physicians in rural Idaho.

Agency Request	0.00	186,300	0	0	186,300
Governor's Recommendation	0.00	186,300	0	0	186,300

2. Five Additional Students (Year 2 of 4)

WWAMI Medical Education

This request is for \$186,300 ongoing from the General Fund for the continuation of five Idaho students added in the FY 2015 budget. These students will now be continuing into their second year of medical training at the University of Washington School of Medicine in Seattle.

Agency Request	0.00	186,300	0	0	186,300
Governor's Recommendation	0.00	186,300	0	0	186,300

3. Five New Students & One-Time Costs

WWAMI Medical Education

This request is for 1.5 FTP and \$187,500 ongoing and \$100,000 one-time, from the General Fund for five new first year medical students in the Idaho WWAMI program beginning in FY 2016, bringing the new entering class to a total of 35 students in the fall of 2015. Of this request, \$241,100 is for personnel costs for faculty positions, and \$46,400 is for operating expenditures that include anatomy supplies and equipment, study resources, and clinical instruction. For the first year, there is \$100,000 of one-time costs for personnel that are needed to revise the curriculum to include both basic science and clinical medicine. These one-time costs will then be removed when developing the FY 2017 budget.

Although this request addresses FY 2016, which would be for the first year students, subsequent funding would be needed for these same five additional students in years 2, 3, and 4. Therefore, if funded, there will be additional funding requests for FY 2017, FY 2018, and FY 2019.

Agency Request	1.50	287,500	0	0	287,500
Governor's Recommendation	1.50	287,000	0	0	287,000

Health Education Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Add Six Residents - Kootenai Health

Family Medical Residencies

This request is for \$180,000 ongoing from the General Fund for the second year of operations of the Kootenai Health Family Medicine residency program. The program started in July of 2014 with the FY 2015 General Fund appropriation of \$200,000 to fund six R1 first-year residents. This request is to add six new R1 residents to the program in FY 2016. If funded, the program would have six R1 residents and six R2 residents. There will be a third request for FY 2017 to add six new R1 residents to bring the total number of residents to 18, to complete the full three-year residency training program.

Agency Request	0.00	180,000	0	0	180,000
Governor's Recommendation	0.00	180,000	0	0	180,000

5. Residency Support: FMRI & ISU

Family Medicine Residencies

This request is for 1.5 FTP and \$502,700 ongoing from the General Fund. Of this amount, \$411,300 would be for the Family Medicine Residency of Idaho (FMRI) program and 1.5 FTP and \$91,400 in personnel cost would be for the Idaho State University Family Medicine Residency (FMR) program.

For FMRI, the \$411,300 ongoing from the General Fund is requested to help maintain the current family medicine residency cohort size of 16 residents per year for three years. This request is directly related to the recent reduction of \$1,350,000 in federal grant funds. For ISU FMR, the 1.5 FTP and \$91,400 in personnel costs is requested to maintain the three residents added with one-time primary care residency expansion (PCRE) moneys. The requested funds are necessary to maintain accreditation requirements for staff and faculty to student ratios. Without this additional funding, the number of residents would need to be reduced from 21 to 18.

Agency Request	1.50	502,700	0	0	502,700
Governor's Recommendation	1.50	502,200	0	0	502,200

6. Personnel Costs for Telepsychiatry

Psychiatry Education

The Psychiatry Residency program is requesting \$36,400 ongoing from the General Fund to cover the personnel costs necessary to place psychiatry residents in underserved communities using telepsychiatry, which will result in expanded psychiatric coverage to those living in more remote areas of the state. This funding would be supported with funding from St. Luke's Medical Center, St. Alphonsus' Medical Center, and the Boise VA Hospital.

Agency Request	0.00	36,400	0	0	36,400
Governor's Recommendation	0.00	36,400	0	0	36,400

FY 2016 Total					
Agency Request	24.30	12,885,500	301,200	0	13,186,700
Governor's Recommendation	24.30	12,795,300	303,500	0	13,098,800

Agency Request					
Change from Original App	3.00	1,529,800	1,300	0	1,531,100
% Change from Original App	14.1%	13.5%	0.4%		13.1%
Governor's Recommendation					
Change from Original App	3.00	1,439,600	3,600	0	1,443,200
% Change from Original App	14.1%	12.7%	1.2%		12.4%

Division of Professional-Technical Education

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
State Leadership/Tech. Assist.	2,421,900	2,094,400	2,513,900	2,343,700	2,365,000
General Programs	15,587,500	15,053,900	16,286,200	20,582,900	20,585,500
Postsecondary Programs	35,577,700	35,577,700	38,628,000	39,990,200	39,539,100
Dedicated Programs	1,947,500	1,784,700	1,917,300	770,000	770,000
Related Services	3,891,100	3,386,500	3,608,600	3,614,400	3,619,200
Total:	59,425,700	57,897,200	62,954,000	67,301,200	66,878,800
BY FUND CATEGORY					
General	48,957,400	48,811,600	53,079,000	56,635,900	56,204,600
Dedicated	1,493,600	950,800	1,110,800	1,388,700	1,391,400
Federal	8,974,700	8,134,800	8,764,200	9,276,600	9,282,800
Total:	59,425,700	57,897,200	62,954,000	67,301,200	66,878,800
Percent Change:		(2.6%)	8.7%	6.9%	6.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	34,930,400	2,276,500	36,552,500	37,387,000	37,743,100
Operating Expenditures	4,361,300	989,500	4,202,100	4,138,000	3,942,500
Capital Outlay	172,000	35,200	1,395,100	1,363,200	780,200
Trustee/Benefit	19,962,000	54,596,000	20,804,300	24,413,000	24,413,000
Total:	59,425,700	57,897,200	62,954,000	67,301,200	66,878,800
Full-Time Positions (FTP)	515.96	515.96	514.09	523.46	523.46

Division Description

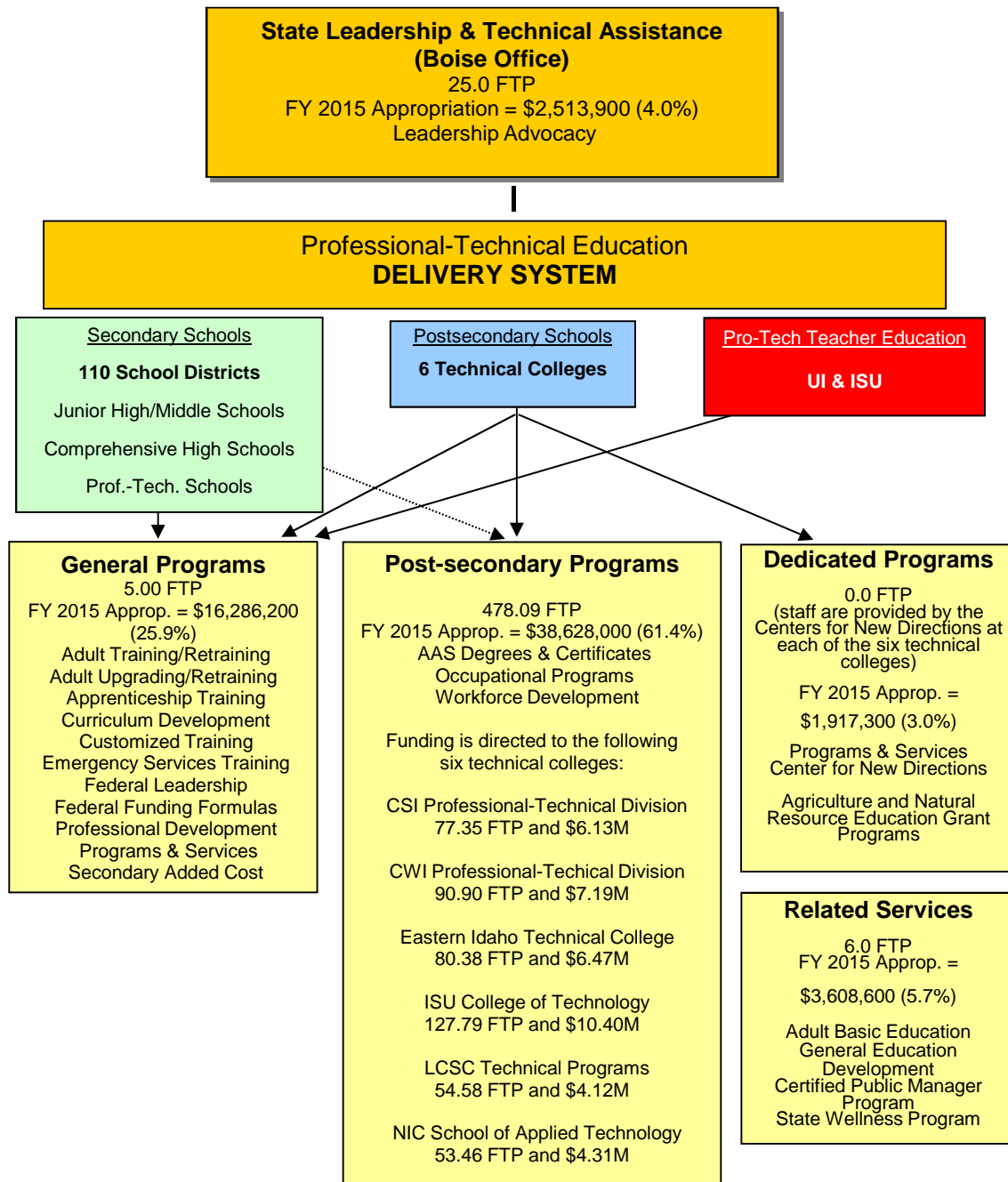
The Division of Professional-Technical Education consists of the following five programs:

1. The State Leadership & Technical Assistance Program includes central staff to provide leadership, administrative and technical assistance to a statewide educational system that provides professional-technical programs at the state's high schools and technical colleges. This system prepares Idaho's youth and adults who do not desire a baccalaureate degree to perform successfully in a globally competitive workplace.
2. General Programs receives General Fund, dedicated funds, and federal funds to provide secondary students with professional-technical programs and adults with workforce training consistent with Idaho employment opportunities and students' interests, aptitudes and abilities.
3. Postsecondary Programs provide college students with opportunities to obtain the two-year degrees and shorter term certifications needed for employment in skilled and technical occupations that require less than a baccalaureate degree. It also provides persons already in the workforce with the skills necessary to maintain and/or advance in their chosen occupation. The appropriation for this program is intended to fund 100% of the direct costs at Idaho's six professional-technical colleges. Those colleges are located within the College of Southern Idaho, College of Western Idaho, Idaho State University, Lewis-Clark State College, and North Idaho College, along with the stand-alone Eastern Idaho Technical College (EITC).
4. Dedicated Programs includes funding for the Underprepared Adults / Displaced Homemakers Program, which provides underprepared adults, including displaced homemakers and single parents, with the skills necessary to be successful in the workplace. This includes funding for the Centers for New Directions (displaced homemaker centers) at each of the six technical colleges. This program also includes funding for the Idaho Quality Program Standards Incentive Grants Program, and the Agricultural Education Program Start-Up Grants Program. Both of these programs are codified in Section 33-1629, Idaho Code.
5. Related Services administers the following programs: Veterans Education, Adult Basic Education (ABE), General Educational Development (GED), and Certified Public Manager Program training.

Division of Professional-Technical Education Agency Profile

Analyst: Headlee

Program Functions and FY 2015 Appropriation of \$62,954,000



Division of Professional-Technical Education

Agency Profile

Analyst: Headlee

Selected Measures	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	4-Year % Chg
1 Secondary Students Who Achieve Positive Placement or Transition¹						
Agriculture & Natural Resources	93.8%	93.8%	94.2%	91.9%	93.2%	-0.6%
Business Technology	92.7%	91.5%	92.8%	95.1%	92.4%	-0.3%
Health Professions	97.2%	96.0%	97.3%	96.1%	96.8%	-0.3%
Family and Consumer Sciences	92.1%	88.0%	91.6%	92.3%	93.3%	1.3%
Marketing Education	96.8%	96.8%	94.7%	98.7%	99.3%	2.6%
Engineering & Technology Ed	97.2%	93.4%	90.2%	96.4%	93.4%	-3.9%
Skilled & Technical Sciences	94.2%	93.1%	86.7%	93.7%	95.0%	0.8%
Individualized Occup. Training	92.4%	96.1%	86.8%	86.0%	90.6%	-1.9%
Annual Average	94.5%	93.6%	91.8%	93.8%	94.3%	-0.3%
2 Secondary Students Who Transition to Postsecondary Education or Training						
Agriculture & Natural Resources	59.0%	61.0%	55.6%	55.9%	59.0%	0.0%
Business Technology	61.0%	72.0%	72.4%	76.0%	73.0%	19.7%
Health Professions	78.0%	76.0%	77.1%	73.6%	78.0%	0.0%
Family and Consumer Sciences	66.0%	57.0%	60.5%	58.1%	66.0%	0.0%
Marketing Education	72.0%	77.0%	78.0%	71.2%	79.0%	9.7%
Engineering & Technology Ed	74.0%	78.0%	70.2%	77.3%	71.0%	-4.1%
Skilled & Technical Sciences	59.0%	31.0%	52.8%	41.8%	46.0%	-22.0%
Individualized Occup. Training	60.0%	62.0%	50.6%	54.7%	55.0%	-8.3%
Annual Average	66.1%	64.3%	64.7%	64.3%	65.9%	-0.4%
3 Technical College Completers Who Achieve a Positive Placement or Transition						
College of Western Idaho	90.3%	87.9%	86.0%	88.5%	92.4%	2.2%
Idaho State University	85.8%	89.6%	91.9%	91.1%	92.3%	7.5%
Lewis-Clark State College	91.3%	93.2%	85.3%	87.4%	96.8%	5.9%
College of Southern Idaho	91.6%	93.2%	94.3%	91.7%	91.2%	-0.4%
North Idaho College	91.9%	91.4%	95.0%	90.3%	91.4%	-0.5%
Eastern Idaho Tech. College	93.2%	93.2%	91.7%	91.8%	93.8%	0.7%
Annual Average	90.7%	91.4%	90.7%	90.5%	93.0%	2.5%
4. Technical College: Number of Adult Basic Education (ABE) Clients Served (headcount)						
College of Western Idaho	2,614	2,487	2,157	1,927	1,680	-35.7%
Idaho State University	543	546	509	472	452	-16.8%
Lewis-Clark State College	318	276	281	263	226	-28.9%
College of Southern Idaho	1,780	1,404	1,220	1,241	1,061	-40.4%
North Idaho College	743	624	569	420	408	-45.1%
Eastern Idaho Tech. College	757	744	647	608	516	-31.8%
Idaho Dept. of Correction	744	638	947	707	762	2.4%
Total²	7,499	6,719	6,330	5,638	5,105	-31.9%

1. Positive placement is defined as "obtained a job, entered the military, or continued education" and transition at the secondary level means enrolled in college-level coursework.

2. The statewide total is an unduplicated number. The institution numbers are duplicated due to crossover in the regions, especially those who start their program at Idaho Department of Correction and end up in one of the state technical colleges. Therefore, the institution numbers do not add up to the state total.

Division of Professional-Technical Education

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	514.09	53,079,000	62,954,000	514.09	53,079,000	62,954,000
Reappropriation	0.00	0	1,264,500	0.00	0	1,264,500
FY 2015 Total Appropriation	514.09	53,079,000	64,218,500	514.09	53,079,000	64,218,500
Noncognizable Funds and Transfers	6.37	0	0	6.37	0	0
Expenditure Adjustments	0.00	0	(353,600)	0.00	0	(353,600)
FY 2015 Estimated Expenditures	520.46	53,079,000	63,864,900	520.46	53,079,000	63,864,900
Removal of One-Time Expenditures	0.00	(2,066,400)	(2,983,400)	0.00	(2,066,400)	(2,983,400)
Base Adjustments	(6.37)	0	0	(6.37)	0	0
FY 2016 Base	514.09	51,012,600	60,881,500	514.09	51,012,600	60,881,500
Benefit Costs	0.00	454,600	464,200	0.00	302,400	309,000
Replacement Items	0.00	777,700	777,700	0.00	184,200	184,200
Statewide Cost Allocation	0.00	2,600	2,600	0.00	2,600	2,600
Change in Employee Compensation	0.00	300,700	306,800	0.00	872,100	890,100
Nondiscretionary Adjustments	0.00	1,493,600	1,493,600	0.00	1,493,600	1,493,600
FY 2016 Program Maintenance	514.09	54,041,800	63,926,400	514.09	53,867,500	63,761,000
1. EITC Data Management System	0.00	256,100	256,100	0.00	0	0
2. Secondary Added Cost Funding	0.00	1,009,400	1,009,400	0.00	1,009,400	1,009,400
3. Advanced Manufacturing Initiative	3.00	1,003,600	1,003,600	3.00	1,002,700	1,002,700
4. Ag and Natural Resources Education	0.00	325,000	600,000	0.00	325,000	600,000
5. Workforce Investment Act Grant	0.00	0	505,700	0.00	0	505,700
6. Adding Personnel	6.37	0	0	6.37	0	0
FY 2016 Total	523.46	56,635,900	67,301,200	523.46	56,204,600	66,878,800
Change from Original Appropriation	9.37	3,556,900	4,347,200	9.37	3,125,600	3,924,800
% Change from Original Appropriation		6.7%	6.9%		5.9%	6.2%

Division of Professional-Technical Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	514.09	53,079,000	1,110,800	8,764,200	62,954,000

Reappropriation

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance of dedicated and federal funds from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	353,600	910,900	1,264,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>353,600</i>	<i>910,900</i>	<i>1,264,500</i>

FY 2015 Total Appropriation	514.09	53,079,000	1,464,400	9,675,100	64,218,500
<i>Agency Request</i>	<i>514.09</i>	<i>53,079,000</i>	<i>1,464,400</i>	<i>9,675,100</i>	<i>64,218,500</i>
<i>Governor's Recommendation</i>	<i>514.09</i>	<i>53,079,000</i>	<i>1,464,400</i>	<i>9,675,100</i>	<i>64,218,500</i>

Noncognizable Funds and Transfers

In the Postsecondary Program, the actions include the addition of 6.37 FTP and the transfer of \$102,200 from operating expenditures to personnel costs. In General Programs, moves \$198,700 of personnel costs and \$22,000 from operating expenditures to trustee & benefit payments in FY 2015 for the Fire Service Training Program coordination, which was moved from Boise to Eastern Idaho Technical College in Idaho Falls.

Agency Request	6.37	0	0	0	0
<i>Governor's Recommendation</i>	<i>6.37</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Expenditure Adjustments

This action reverts the carryover of dedicated spending authority because the necessary revenues were not received.

Agency Request	0.00	0	(353,600)	0	(353,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(353,600)</i>	<i>0</i>	<i>(353,600)</i>

FY 2015 Estimated Expenditures	520.46	53,079,000	1,110,800	9,675,100	63,864,900
<i>Agency Request</i>	<i>520.46</i>	<i>53,079,000</i>	<i>1,110,800</i>	<i>9,675,100</i>	<i>63,864,900</i>
<i>Governor's Recommendation</i>	<i>520.46</i>	<i>53,079,000</i>	<i>1,110,800</i>	<i>9,675,100</i>	<i>63,864,900</i>

Removal of One-Time Expenditures

Removes the reappropriation of one-time federal dollars and the General Funds appropriated for replacement items.

Agency Request	0.00	(2,066,400)	(1,800)	(915,200)	(2,983,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(2,066,400)</i>	<i>(1,800)</i>	<i>(915,200)</i>	<i>(2,983,400)</i>

Base Adjustments

Program transfers include moving \$1,747,300 of federal funds from Dedicated Programs to General Programs for better alignment of projected spending; and 3.0 FTP and \$459,500 from the General Fund from the General Programs to Postsecondary Programs. All transfers net to zero. There is also a base adjustment that removes 6.37 FTP that were added through the noncognizable process.

Agency Request	(6.37)	0	0	0	0
<i>Governor's Recommendation</i>	<i>(6.37)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2016 Base	514.09	51,012,600	1,109,000	8,759,900	60,881,500
<i>Agency Request</i>	<i>514.09</i>	<i>51,012,600</i>	<i>1,109,000</i>	<i>8,759,900</i>	<i>60,881,500</i>
<i>Governor's Recommendation</i>	<i>514.09</i>	<i>51,012,600</i>	<i>1,109,000</i>	<i>8,759,900</i>	<i>60,881,500</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	454,600	2,900	6,700	464,200
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>302,400</i>	<i>2,000</i>	<i>4,600</i>	<i>309,000</i>
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Division of Professional-Technical Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items		Leadership & Technical Assistance, Postsecondary Programs			
The request for one-time replacement items is \$777,700 from the General Fund. This request is separated into the two programs shown below:					
For the State Leadership & Technical Assistance Program, one-time replacement items include 12 computers, \$14,400; and the replacement of a variety of office equipment for \$4,700. Subtotal is \$19,100.					
For the Post-Secondary Program, one-time replacement items include:					
CSI, \$119,300 for 18 computers, one simulation mannequin, an alignment machine, two dental chairs, and two welder packages;					
CWI, \$148,500 for a wheel balancer, a power dyno, two cargo vehicles, an alignment rack, and an auto frame measuring system;					
EITC, \$137,800 for two floor sweepers, one carpet extractor, 21 computers, one 85-ton ironworker, one hydraulic training board, one die set, three TIG welders, and \$7,500 for library books and periodicals;					
ISU, \$109,500 for six HD signal analyzers, one vehicle, 14 oscilloscopes, 20 logic controller kits, 31 lab test kits, one cat skid steer, and various office items of \$300 or less;					
LCSC, \$109,400 for one hydraulic metal brake, 29 computers, one server, replacement software, and scan tools and software;					
NIC, \$126,600 for one hydraulic training kit, one coordinate measuring machine, one merchandising food warmer, one 5,000 lb. forklift, one lathe, two TIG welders, one 6,000 lb. mobile crane, various drill presses, a plasma cutter, and one five-ton jack.					
Subtotal is \$758,600.					
Agency Request	0.00	777,700	0	0	777,700
<i>The Governor recommends funding to replace one simulation mannequin (\$45,000); one wheel balancer (\$16,000); two floor sweepers (\$8,400); six leader/phabrix multi-format SD-SDI, HD-DSI signal analyzers and monitors (\$29,400); one hydraulic metal brake (\$46,000); and one hydraulic trainer (\$25,000).</i>					
Governor's Recommendation	0.00	184,200	0	0	184,200
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation including a decrease of \$5,700 for risk management costs and an increase of \$8,300 for State Controller fees.					
Agency Request	0.00	2,600	0	0	2,600
Governor's Recommendation	0.00	2,600	0	0	2,600
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	300,700	1,800	4,300	306,800
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	872,100	5,400	12,600	890,100
Nondiscretionary Adjustments					
Section 33-1002G, Idaho Code, provides that secondary professional-technical high schools (currently there are 17 throughout the state) qualify for additional funding to support the added cost of operating such schools as enrollment increases. There is an estimated increase of 17.92 support units for FY 2015 resulting in an increase of \$1,493,600 above the current funding in the base.					
Agency Request	0.00	1,493,600	0	0	1,493,600
Governor's Recommendation	0.00	1,493,600	0	0	1,493,600
FY 2016 Program Maintenance					
Agency Request	514.09	54,041,800	1,113,700	8,770,900	63,926,400
Governor's Recommendation	514.09	53,867,500	1,116,400	8,777,100	63,761,000

Division of Professional-Technical Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. EITC Data Management System					Postsecondary Programs
<p>This request is to shift the personnel and software licensing costs for Eastern Idaho Technical College's (EITC) data management system off of tuition and fees which are dedicated funds, and onto the General Fund, because of declining enrollment and subsequent declining tuition and fee revenue. The amount of the shift is \$256,100, of which, \$71,100 are personnel costs and \$185,000 are operating expenditures. The data management system is used to manage student registration, financial aid, grades, course completion information, and transcripts, and is linked to the statewide longitudinal data system. The complexity of the system, including security and federal reporting requirements, requires a full-time IT systems programmer. EITC reports that it is currently funding these operations from its reserve balance, which it estimates will be approximately \$2.4 million in FY 2016.</p>					
Agency Request	0.00	256,100	0	0	256,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
2. Secondary Added Cost Funding					General Programs
<p>This request is for \$1,009,400 ongoing from the General Fund to increase the unit cost values for professional-technical courses taught in secondary schools by 20%. This increase would be passed through directly to school districts to defray the added costs, such as safety, technology, and equipment, that are required for professional-technical courses. Currently, there are over 45 different professional-technical courses taught at the secondary level ranging from health occupations to automotive mechanics. Each course receives, on average, about \$8,500 to defray the added costs. This request would increase that amount by 20%. The exceptions to this increase would be the Agricultural Science and Technology Program and the Agricultural Science/Mechanics Program, which would not receive additional funding because these programs received a 46.2% increase in the current FY 2015.</p>					
Agency Request	0.00	1,009,400	0	0	1,009,400
Governor's Recommendation	0.00	1,009,400	0	0	1,009,400
3. Advanced Manufacturing Initiative					Postsecondary Programs
<p>This request is for 3.0 FTP and \$1,003,600 from the General Fund for the Advanced Manufacturing Initiative at the six technical colleges to continue the creation and expansion of advanced manufacturing programs. Of this amount, \$407,600 would be ongoing for personnel costs and operating expenditures and \$596,000 would be for one-time capital outlay. Funding for this initiative was requested in FY 2015 in the amount of \$1.67 million but was partially funded at \$1.33 million.</p>					
<p>The programs targeted by this initiative will provide students with the skills required to support the new highly automated systems found across the spectrum of advanced manufacturers in Idaho, including food and dairy processors, aerospace, and rapid prototyping. Additionally, regional needs that would be addressed by this request include and the specific allocations to the institutions are as follows:</p>					
<p>CSI, \$179,000 for food processing technology; CWI, \$190,000 for advanced manufacturing and training; EITC, \$196,000 for advanced manufacturing technologies; ISU, \$143,500 for advanced manufacturing and aircraft maintenance technology; LCSC, 1.0 FTP and \$140,000 for automated manufacturing; NIC, 2.0 FTP and \$155,100 for advanced manufacturing aerospace instructors and additional operating costs.</p>					
Agency Request	3.00	1,003,600	0	0	1,003,600
<i>The Governor recommends reducing the health insurance costs by \$300 per FTP for the positions requested and recommended by Lewis Clark State College and North Idaho College.</i>					
Governor's Recommendation	3.00	1,002,700	0	0	1,002,700

Division of Professional-Technical Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Ag and Natural Resources Education

Dedicated Programs

This request is for \$600,000 ongoing to fund the Idaho Quality Program Standards Incentive Grants Program and the Agricultural Education Program Start-Up Grants Program. Of this amount, \$325,000 would be ongoing from the General Fund and \$275,000 would be ongoing from dedicated funds. Both of these programs were established in S1274 (2014 session) and are codified in Section 33-1629, Idaho Code.

Of the total amount requested, \$500,000 (\$300,000 General Fund and \$200,000 dedicated) would be used to provide Idaho Quality Program Standards Incentive Grant awards of up to \$10,000 to instructors of agricultural and natural resource education programs offered in any grade 9 through 12 where such programs meet, or exceed, the applicable Idaho quality program standards as determined by the State Board of Education. The Division of Professional-Technical Education estimates that 50 instructors will qualify for the funding in FY 2016.

Of the total amount requested, \$100,000 (\$25,000 General Fund and \$75,000 dedicated) would be used to provide Agricultural Education Program Start-Up Grant awards of up to \$25,000 to school districts and public charter schools to begin, or to re-establish, an agricultural and natural resource education program in any grade 9 through 12. Individual grants shall not exceed \$25,000 and no more than four grants may be awarded per year.

Analyst note: While these grant programs are established in Idaho Code, there are no statutory requirements to provide moneys from the General Fund for their purposes. Moneys may be appropriated or donated to the dedicated funds, which include the Idaho Quality Program Standards Incentive Grants Fund and the Agricultural Education Program Start-Up Grants Fund. Although both dedicated funds are continuously appropriated, Section 33-1629(2)E, Idaho Code, requires funding to be requested annually through the legislative budget process.

Agency Request	0.00	325,000	275,000	0	600,000
Governor's Recommendation	0.00	325,000	275,000	0	600,000

5. Workforce Investment Act Grant

General Programs

The division has received a federal sub-grant from the Idaho Department of Labor in the amount of \$505,700 and is requesting one-time spending authority for these funds. The funds originate from the federal Workforce Investment Act and would be used to complete the development of the statewide microcertification system; to fund integrated transition and retention projects at the technical colleges; and to implement college and career readiness standards in Idaho's adult basic education programs.

Agency Request	0.00	0	0	505,700	505,700
Governor's Recommendation	0.00	0	0	505,700	505,700

6. Adding Personnel

Postsecondary Programs

This request is for the addition of 6.37 FTP above the original appropriation. To address the costs of the additional FTP, the division is requesting to transfer \$102,200 from operating expenditures into personnel costs on an ongoing basis. Therefore, because the dollars are transferred from one object code to the other, the total dollar amount nets to zero.

Analyst note: These changes were requested as adjustments to the base budget; however, because these changes would increase personnel costs by \$6,100 for health insurance costs and \$1,000 for a 1% CEC, they were moved to a line item for further consideration.

Agency Request	6.37	0	0	0	0
Governor's Recommendation	6.37	0	0	0	0

FY 2016 Total					
Agency Request	523.46	56,635,900	1,388,700	9,276,600	67,301,200
Governor's Recommendation	523.46	56,204,600	1,391,400	9,282,800	66,878,800

Division of Professional-Technical Education

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	9.37	3,556,900	277,900	512,400	4,347,200
% Change from Original App	1.8%	6.7%	25.0%	5.8%	6.9%
<i>Governor's Recommendation</i>					
Change from Original App	9.37	3,125,600	280,600	518,600	3,924,800
% Change from Original App	1.8%	5.9%	25.3%	5.9%	6.2%

Idaho Public Television

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	1,826,800	1,826,600	2,200,700	3,314,700	2,345,400
Dedicated	5,981,400	5,050,400	5,844,300	6,192,100	6,223,300
Federal	127,000	114,400	23,000	0	0
Total:	7,935,200	6,991,400	8,068,000	9,506,800	8,568,700
Percent Change:		(11.9%)	15.4%	17.8%	6.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,919,400	3,802,500	4,159,600	4,473,300	4,259,700
Operating Expenditures	3,411,200	2,720,800	3,550,200	3,603,100	3,499,900
Capital Outlay	604,600	468,100	358,200	1,430,400	809,100
Total:	7,935,200	6,991,400	8,068,000	9,506,800	8,568,700
Full-Time Positions (FTP)	59.00	59.00	60.00	63.00	60.00

Division Description

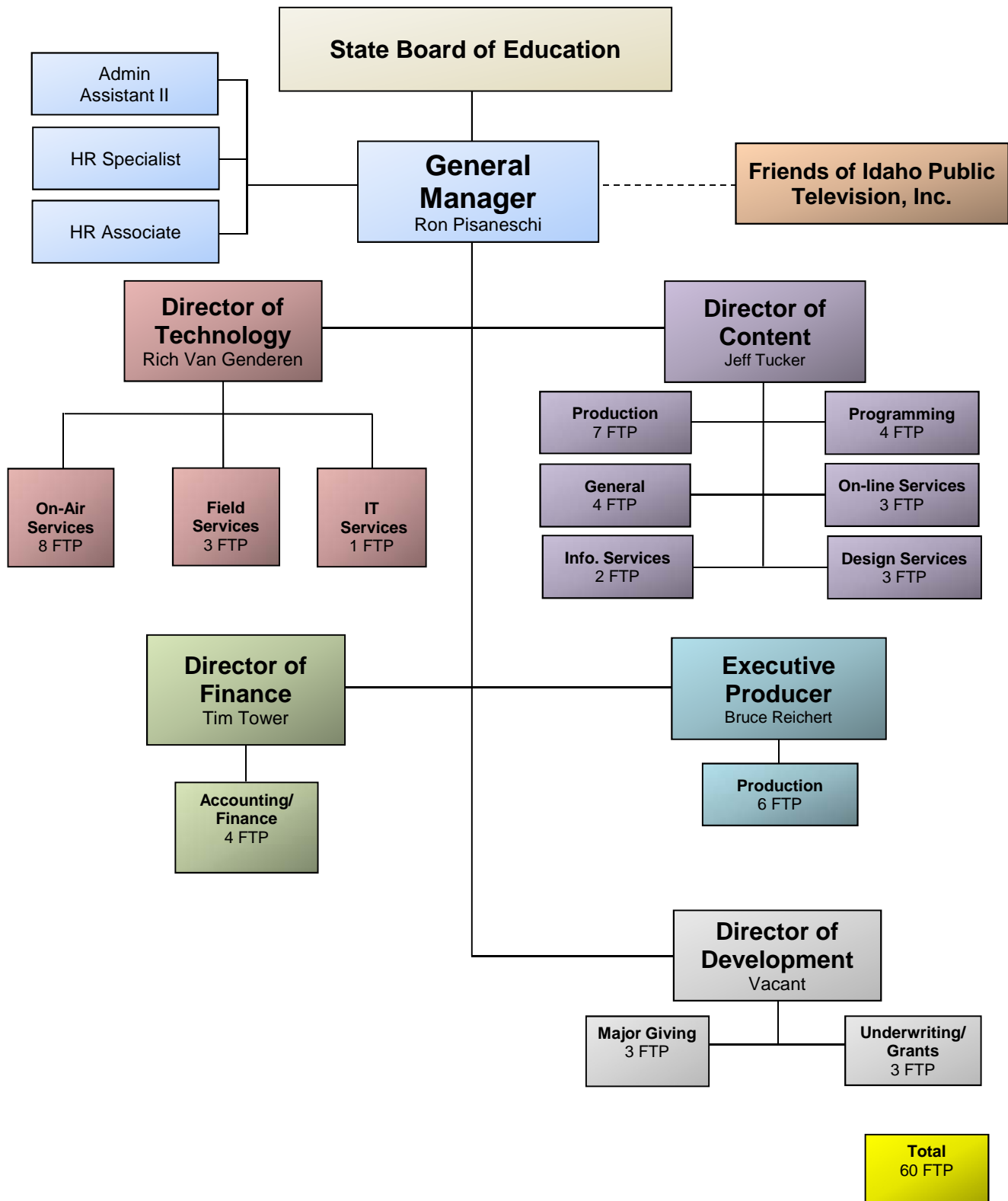
Under the supervision of the State Board of Education, Idaho Public Television provides:

1. Coordination and distribution of educational and instructional TV programs and services for Idaho's school-age population;
2. Coordination, promotion, and delivery of adult learning and continuing educational opportunities to all Idaho citizens at school, work, and home;
3. Production, acquisition, and broadcasting of programming services responsive to the needs and interests of Idaho citizens;
4. Coordination, production, and delivery of non-broadcast, informal, and formal telecommunications services;
5. Access to production facilities, distribution facilities, and services to public or private agencies engaged in educational activities;
6. Real-time coverage of the Idaho Legislature, Supreme Court hearings, and other media activities. Basic operational support includes production management, engineering maintenance, website management, and information technology support;
7. Facilities and engineering support for communications programs at the University of Idaho and Idaho State University;
8. Partnership with the Bureau of Homeland Security for the digital delivery systems across the state; and
9. Maintenance of the statewide broadcast delivery system.

Idaho Public Television Agency Profile

Analyst: Hoskins

Organizational Chart



Idaho Public Television Agency Profile

Analyst: Hoskins

Selected Performance Measures

	FY 2011	FY 2012	FY 2013	FY 2014
1) Channel hours for:				
Children (under the age of 12)	14,310	14,304	14,640	14,374
Ethnic minorities	5,206	5,327	5,388	5,455
Learners	13,156	13,231	13,148	13,733
Public affairs	11,864	12,118	12,272	12,654
Idaho-specific programming	2,022	1,942	1,798	2,074
2) Total number of visitors to idahoptv.org ¹	1,561,834	1,252,548	1,196,428	1,520,814
3) Number of awards for IPTV media and services	61	53	54	61
4) Idaho population with IPTV digital TV coverage	96.0%	97.8%	98.2%	98.4%

¹ New reporting software that minimizes non-human site visits from usage statistics starting in FY 2010.

Source and Use of Funds

Fund Name & Description

1. General Fund (0001)

The General Fund consists of revenue from individual income tax, corporate income tax, sales tax, and miscellaneous sources.

2. Federal Grant (0348)

The primary source of federal funding has been from U.S. Department of Agriculture, Rural Utilities Service (RUS) grants. This fund has been used for major capital equipment projects largely related to the support of rural areas within the statewide delivery system and infrastructure.

3. Miscellaneous Revenue (0349)

Primary sources of funding include private donations and grants, corporate and non-profit entities, and an annual grant from the Corporation for Public Broadcasting (CPB). This fund also accounts for money that is donated to Friends of Idaho Public Television, Inc., a non-profit corporation, throughout the year. Funds are transferred from the non-profit to the State Treasurer. This fund is largely used for the content side of the operation, which includes the acquisition of programs and the local production of shows that are available to Idahoans through the statewide delivery system, Internet, and other media. Idaho Public Television provides educational, informational, and cultural programs and media content. The CPB funds are restricted by federal law for use by the grantee for educational broadcasting and specified broadcast-related purposes only.

Annual Budget by Fund: Dollar Amount and Percent of Total

FUND	FY 2013 Actual		FY 2014 Actual		FY 2015 Orig. Approp.		FY 2016 Request	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0001	\$1,587,000	22.8%	\$1,826,600	26.1%	\$2,200,700	27.3%	\$3,314,700	34.9%
0349	\$5,005,500	72.0%	\$5,050,400	72.2%	\$5,844,300	72.4%	\$6,192,100	65.1%
0348	\$362,300	5.2%	\$114,400	1.7%	\$23,000	0.3%	\$0	0.0%
TOTAL	\$6,954,800	100.0%	\$6,991,400	100.0%	\$8,068,000	100.0%	\$9,506,800	100.0%

Idaho Public Television

Analyst: Hoskins

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	60.00	2,200,700	8,068,000	60.00	2,200,700	8,068,000
1. Infrastructure Replacement	0.00	0	183,500	0.00	0	183,500
FY 2015 Total Appropriation	60.00	2,200,700	8,251,500	60.00	2,200,700	8,251,500
Noncognizable Funds and Transfers	0.00	0	233,500	0.00	0	233,500
FY 2015 Estimated Expenditures	60.00	2,200,700	8,485,000	60.00	2,200,700	8,485,000
Removal of One-Time Expenditures	0.00	(236,700)	(852,300)	0.00	(236,700)	(852,300)
FY 2016 Base	60.00	1,964,000	7,632,700	60.00	1,964,000	7,632,700
Benefit Costs	0.00	12,600	58,000	0.00	8,700	40,100
Inflationary Adjustments	0.00	3,700	3,700	0.00	0	0
Replacement Items	0.00	977,400	1,427,400	0.00	359,100	809,100
Statewide Cost Allocation	0.00	(8,900)	(8,300)	0.00	(8,900)	(8,300)
Change in Employee Compensation	0.00	7,500	34,900	0.00	22,500	95,100
FY 2016 Program Maintenance	60.00	2,956,300	9,148,400	60.00	2,345,400	8,568,700
1. Positions for New Documentary	3.00	358,400	358,400	0.00	0	0
FY 2016 Total	63.00	3,314,700	9,506,800	60.00	2,345,400	8,568,700
Change from Original Appropriation	3.00	1,114,000	1,438,800	0.00	144,700	500,700
% Change from Original Appropriation		50.6%	17.8%		6.6%	6.2%

Idaho Public Television

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	60.00	2,200,700	5,844,300	23,000	8,068,000

1. Infrastructure Replacement

The agency requests a one-time supplemental appropriation in the amount of \$183,500 in federal grant funds for the replacement of various capital assets that comprise the agency's statewide delivery infrastructure. Of the total amount requested, \$9,800 is for the replacement of translator equipment near Mackay; \$24,900 is for installation of a fiber optic connection between the KISU-DT translator in Pocatello and a nearby equipment facility building; \$89,300 is for the replacement of power supply components at a Coeur d'Alene transmitter site; and \$59,500 is for the replacement of a digital translator near Grangeville. Aside from the Grangeville translator, spending authority was provided and work commenced on these projects in FY 2014. Instead of encumbering the remaining federal fund appropriation, however, the agency reverted the funds. This supplemental appropriation will allow the agency to pay for and complete these projects during the current fiscal year.

Agency Request	0.00	0	0	183,500	183,500
Governor's Recommendation	0.00	0	0	183,500	183,500

FY 2015 Total Appropriation					
Agency Request	60.00	2,200,700	5,844,300	206,500	8,251,500
Governor's Recommendation	60.00	2,200,700	5,844,300	206,500	8,251,500

Noncognizable Funds and Transfers

In December, the Division of Financial Management authorized additional noncognizable spending authority for the federal Warning Alert and Response Network Act (WARN) grant program in the amount of \$233,500. Moneys will be used to improve redundancy and power supply concerns by adding backup diesel generators to transmitter sites in Coeur d'Alene and Moscow, as well as, to the studio located on the campus of the University of Idaho.

Agency Request	0.00	0	0	233,500	233,500
Governor's Recommendation	0.00	0	0	233,500	233,500

FY 2015 Estimated Expenditures					
Agency Request	60.00	2,200,700	5,844,300	440,000	8,485,000
Governor's Recommendation	60.00	2,200,700	5,844,300	440,000	8,485,000

Removal of One-Time Expenditures

Removes \$35,100 in personnel costs for the FY 2015 one-time Change in Employee Compensation (CEC); \$42,000 in one-time operating expenditures and \$358,200 in one-time capital outlay for replacement items; \$2,500 in personnel costs, \$4,200 in operating expenditures, and \$176,800 in capital outlay for the FY 2015 supplemental appropriation; and \$233,500 in capital outlay for the FY 2015 noncognizable spending authority.

Agency Request	0.00	(236,700)	(175,600)	(440,000)	(852,300)
Governor's Recommendation	0.00	(236,700)	(175,600)	(440,000)	(852,300)

FY 2016 Base					
Agency Request	60.00	1,964,000	5,668,700	0	7,632,700
Governor's Recommendation	60.00	1,964,000	5,668,700	0	7,632,700

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	12,600	45,400	0	58,000
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	8,700	31,400	0	40,100
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Idaho Public Television

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Inflationary Adjustments

The agency is requesting \$3,700 in ongoing operating expenditures from the General Fund for contract inflation as it relates to various property leases. Of the total amount requested, \$2,600 is for the lease of the agency's headquarters on Orchard Street in Boise; \$300 is for a site lease for transmitter equipment near Lewiston; \$600 is for a lease of space on an existing tower near New Meadows; and \$200 is for a site lease for transmitter equipment near Idaho City.

Agency Request	0.00	3,700	0	0	3,700
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Replacement Items

The agency is requesting \$1,427,400 in one-time capital outlay for the replacement of various items. Of the total amount, \$125,000 is for the continued upgrade of equipment used in the studio located in the Capitol Mall; \$57,900 is for two pickup trucks (F-150 and F-350 with shell, winch, and rack); \$1,019,500 is for communication equipment; \$140,000 is for electrical and photo equipment; and \$85,000 is for other specific use equipment.

Agency Request	0.00	977,400	450,000	0	1,427,400
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The Governor recommends the replacement of a transmission file server (\$486,000), one FCC compliance recorder (\$119,500), one vehicle (\$35,600), one studio interconnect en/de-coder (\$16,000), three 5.1 audio monitors (\$10,000), one backup studio transmitter link (\$35,000), one uninterruptible power supply (\$18,000), one HD playback/recording device (\$15,000), one emergency production graphics generator (\$15,000), one field test monitor (\$9,000), two HD logo inserters (\$5,000), one portable digital microwave antenna (\$5,000), and one analog studio camera (\$40,000).

Governor's Recommendation	0.00	359,100	450,000	0	809,100
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$1,900 decrease in Attorney General fees, a \$7,300 decrease in risk management fees, and a \$900 increase in State Controller fees.

Agency Request	0.00	(8,900)	600	0	(8,300)
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Governor's Recommendation	0.00	(8,900)	600	0	(8,300)
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	7,500	27,400	0	34,900
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	22,500	72,600	0	95,100
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FY 2016 Program Maintenance

Agency Request	60.00	2,956,300	6,192,100	0	9,148,400
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Governor's Recommendation	60.00	2,345,400	6,223,300	0	8,568,700
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1. Positions for New Documentary

Idaho Public Television is requesting \$358,400 from the General Fund and 3.0 FTP for the production of a new documentary entitled, "Idaho Experience." The multi-media series will seek to "bring to life" the people and events that have shaped Idaho's history. Ongoing personnel costs, in the amount of \$255,900, will cover salaries and benefits for one producer/director, one writer/reporter/producer, one director/videographer, and one associate producer, which will be a group position. Ongoing operating expenditures, in the amount of \$99,500, will cover professional services, administrative services, travel, and supplies. One-time capital outlay, in the amount of \$3,000, will pay for three new computers and modifications to existing office space.

Agency Request	3.00	358,400	0	0	358,400
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Idaho Public Television

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Total					
Agency Request	63.00	3,314,700	6,192,100	0	9,506,800
<i>Governor's Recommendation</i>	<i>60.00</i>	<i>2,345,400</i>	<i>6,223,300</i>	<i>0</i>	<i>8,568,700</i>
Agency Request					
Change from Original App	3.00	1,114,000	347,800	(23,000)	1,438,800
% Change from Original App	5.0%	50.6%	6.0%	(100.0%)	17.8%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>144,700</i>	<i>379,000</i>	<i>(23,000)</i>	<i>500,700</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>6.6%</i>	<i>6.5%</i>	<i>(100.0%)</i>	<i>6.2%</i>

Special Programs

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Forest Utilization Research	667,400	667,400	887,100	1,136,700	1,078,800
Geological Survey	706,900	706,900	821,100	937,400	824,200
Scholarships and Grants	8,444,200	6,952,100	8,446,500	13,622,400	9,300,600
Museum of Natural History	476,600	476,600	503,900	514,800	486,000
Small Bus. Development Centers	248,800	248,800	260,500	563,900	567,700
TechHelp	144,400	144,400	150,400	152,100	155,100
Total:	10,688,300	9,196,200	11,069,500	16,927,300	12,412,400
BY FUND CATEGORY					
General	8,965,500	8,380,500	9,346,400	14,351,700	9,836,700
Federal	1,722,800	815,700	1,723,100	2,575,600	2,575,700
Total:	10,688,300	9,196,200	11,069,500	16,927,300	12,412,400
Percent Change:		(14.0%)	20.4%	52.9%	12.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,164,100	1,785,000	2,420,300	3,057,000	2,968,600
Operating Expenditures	124,100	445,400	146,100	198,300	174,100
Capital Outlay	32,200	70,200	135,200	129,100	49,500
Trustee/Benefit	8,367,900	6,895,600	8,367,900	13,542,900	9,220,200
Total:	10,688,300	9,196,200	11,069,500	16,927,300	12,412,400
Full-Time Positions (FTP)	29.83	29.83	32.13	39.63	38.13

Division Description

Organized under the State Board of Education, Special Programs include the following:

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

The Idaho Geological Survey (IGS) collects, analyzes, and disseminates geologic and mineral-based asset data for the state of Idaho. IGS is headquartered at the University of Idaho with field offices at BSU and ISU.

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

The Museum of Natural History, located at Idaho State University, preserves, expands, and disseminates information about the natural history of Idaho and the Intermountain West.

The Idaho Small Business Development Centers (ISBDC) provides counseling, training, research, and technical support services to small businesses and entrepreneurs. The center is headquartered at Boise State University with field offices at colleges and universities around the state.

TechHelp provides manufacturing consulting services to small and medium sized companies. TechHelp is a partnership of Idaho's three state universities and is an affiliate of the National Institute of Standards and Technology Manufacturing Extension Partnership. It is also Idaho's Economic Development Administration University Center, targeting economically distressed areas of Idaho.

Special Programs Agency Profile

Analyst: Headlee

Budget by Scholarship Program

PROGRAM	Allocation FY 2012 Original Approp.	Allocation FY 2013 Original Approp.	Allocation FY 2014 Original Approp.	Allocation FY 2015 Original Approp.	Allocation FY 2016 Request
General Fund					
Idaho Robert R. Lee Promise Scholarship - Category A	\$317,000	\$317,000	\$317,000	\$82,500	\$54,000
Idaho Robert R. Lee Promise Scholarship - Category B	3,634,500	3,634,500	3,634,500	67,500	0
Atwell Parry Work Study Program	1,186,000	1,186,000	1,186,000	1,186,000	1,186,000
Minority/At Risk Scholarship	105,000	210,000	210,000	0	0
Teachers/Nurses Loan Forgiveness Program	225,000	225,000	150,000	80,000	80,000
Freedom Scholarship (fee waiver)	40,000	40,000			
Public Safety Officer Scholarship (fee waiver)	80,000	80,000			
Armed Forces and Public Safety Officer (fee waiver)			120,000	120,000	120,000
Grow Your Own Teacher Corp Scholarship	364,000	420,000	0	0	0
Opportunity Scholarship	0	550,800	1,045,800	5,127,300	9,546,000
Opportunity Scholarship (Endowment)	1,000,000	449,200	0	0	0
Leveraging Education Assistance Program (LEAP/SLEAP)	711,700	0	0	0	0
STATE TOTAL	\$7,663,200	\$7,112,500	\$6,663,300	\$6,663,300	\$10,986,000
Federal Funds					
Leveraging Education Assistance Program (LEAP/SLEAP)	\$218,000	\$0	\$0	\$0	\$0
Byrd Honors Scholarship Program	216,000	0	0	0	0
Unallocated Federal Spending Authority	34,800	34,700	34,700	34,700	0
GEAR UP Spending Authority	250,000	1,282,500	1,669,900	1,669,900	2,556,900
FEDERAL TOTAL	\$718,800	\$1,317,200	\$1,704,600	\$1,704,600	\$2,556,900
GRAND TOTAL	\$8,382,000	\$8,429,700	\$8,367,900	\$8,367,900	\$13,542,900

Scholarship Descriptions

S1027 (2013 session) repealed and consolidated two scholarship programs into the Opportunity Scholarship Program. The repealed programs are the Robert R. Lee Promise Scholarship - Categories A and B, and the Minority/At Risk Scholarship. Also, the Grow Your Own scholarship program for teachers was curtailed. The \$4,231,500 from those programs was consolidated into the Opportunity Scholarship Program.

Opportunity Scholarship: A need-based scholarship designed on a shared responsibility model with state dollars being the last dollars. This means that a student must apply for federal aid and have a self or family contribution element before they are eligible. The award amount is up to \$3,000 per year, renewable up to four years. Students must be Idaho graduates attending an eligible Idaho postsecondary institution full-time (quarter-time at community colleges), must maintain a 3.0 GPA, and must submit the free application for federal student aid (FAFSA) every year. [Statutory Authority: §33-4303 et seq., Idaho Code]

Atwell Parry Work Study Program: An employment program that assists students with financial or educational need to attend accredited institutions of higher education in Idaho. Institutions provide a 20% match for on-campus jobs, while off-campus employers provide a 50% match. [Statutory Authority: §33-4401, Idaho Code, and FY 1994 JFAC Intent Language]

Special Programs

Agency Profile

Analyst: Headlee

Scholarship Descriptions (continued)

Teachers/Nurses Loan Forgiveness Program: Provides loans equal to full-time student fees for selected nursing and teacher education students. Loans are forgiven if the recipient teaches or practices in Idaho for two years after graduation. The law allows up to 16 new awards per year for teachers and 13 for nurses. [Statutory Authority: §33-3722, Idaho Code]

Armed Forces and Public Safety Officer Scholarship (fee waiver): Provides tuition and fees, on-campus housing and subsistence, and up to \$500 per semester for books to spouses or children of Idaho citizens who were prisoners of war, missing in action, killed or disabled in any armed conflict of which the United States was a party, or killed or disabled in the line of duty while employed in Idaho as a public safety officer. Awardees must attend an Idaho public college or university. [Statutory Authority: §33-4302, Idaho Code]

GEAR UP Federal Scholarship: The GEAR UP Idaho Scholarship is available to students who participated in the early intervention component (7th-10th grade) of the GEAR UP program and graduated in 2012, 2013 or 2014. The monetary value of the GEAR UP Idaho scholarship award to a student is set at the maximum amount of the Federal Pell Grant as established by the federal government for the given year. The total amount of financial aid from all sources shall not exceed the student's total educational costs.

Special Programs

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	32.13	9,346,400	11,069,500	32.13	9,346,400	11,069,500
Removal of One-Time Expenditures	0.00	(155,200)	(155,300)	0.00	(155,200)	(155,300)
FY 2016 Base	32.13	9,191,200	10,914,200	32.13	9,191,200	10,914,200
Benefit Costs	0.00	28,800	29,000	0.00	19,300	19,400
Inflationary Adjustments	0.00	7,200	7,200	0.00	0	0
Replacement Items	0.00	53,900	53,900	0.00	42,500	42,500
Change in Employee Compensation	0.00	22,500	22,600	0.00	64,200	64,500
FY 2016 Program Maintenance	32.13	9,303,600	11,026,900	32.13	9,317,200	11,040,600
1. Forest Research Economist	1.00	112,600	112,600	1.00	112,300	112,300
2. Rangeland Resource Mgmt Analyst	1.00	108,900	108,900	1.00	108,600	108,600
3. Forest Resource Analyst	0.50	49,500	49,500	0.00	0	0
4. Landslide/Hazard Research Position	1.00	121,100	121,100	0.00	0	0
5. GEAR UP Spending Authority	0.00	0	852,300	0.00	0	852,300
6. Opportunity Scholarship Increase	0.00	4,322,700	4,322,700	0.00	0	0
7. Access and Curation	0.00	33,500	33,500	0.00	0	0
8. Add Four Business Consultants	4.00	299,800	299,800	4.00	298,600	298,600
FY 2016 Total	39.63	14,351,700	16,927,300	38.13	9,836,700	12,412,400
Change from Original Appropriation	7.50	5,005,300	5,857,800	6.00	490,300	1,342,900
% Change from Original Appropriation		53.6%	52.9%		5.2%	12.1%

Special Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	32.13	9,346,400	0	1,723,100	11,069,500

Removal of One-Time Expenditures

This action removes the one-time moneys from the General Fund for the 1% change in employee compensation and one-time moneys for field equipment for Forest Utilization Research, computer and scanning equipment for Geological Survey, and security equipment for the Museum of Natural History.

Agency Request	0.00	(155,200)	0	(100)	(155,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(155,200)</i>	<i>0</i>	<i>(100)</i>	<i>(155,300)</i>

FY 2016 Base					
Agency Request	32.13	9,191,200	0	1,723,000	10,914,200
<i>Governor's Recommendation</i>	<i>32.13</i>	<i>9,191,200</i>	<i>0</i>	<i>1,723,000</i>	<i>10,914,200</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	28,800	0	200	29,000
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>19,300</i>	<i>0</i>	<i>100</i>	<i>19,400</i>

Inflationary Adjustments

Inflation requests include \$5,900 for Forest Utilization Research, \$800 for Geological Survey, and \$500 for the Museum of Natural History.

Agency Request	0.00	7,200	0	0	7,200
<i>Not 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>

Replacement Items

Both Forest Utilization Research and Geological Survey are requesting one-time moneys from the General Fund for replacement items as follows:

Forest Utilization Research:

\$39,600 for one multi-passenger 4WD pickup,
 \$1,800 for safety equipment, including three GPS units,
 \$3,100 for two walkie talkie sets,
 \$3,300 for three chain saws, and
 \$1,000 for a tree climbing harness.

Geological Survey:

\$2,900 for two research stations, and
 \$2,200 for two laptop computers.

Agency Request	0.00	53,900	0	0	53,900
<i>The Governor recommends funding for the replacement of one four wheel drive truck (\$39,600) for Forest Utilization Research and two computers with monitors (\$2,900) for Geological Survey.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>42,500</i>	<i>0</i>	<i>0</i>	<i>42,500</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	22,500	0	100	22,600
<i>The Governor recommends a 3% increase in 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>64,200</i>	<i>0</i>	<i>300</i>	<i>64,500</i>

Special Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	32.13	9,303,600	0	1,723,300	11,026,900
<i>Governor's Recommendation</i>	32.13	9,317,200	0	1,723,400	11,040,600

1. Forest Research Economist

Forest Utilization Research

Forest Utilization Research is requesting 1.0 FTP and \$112,600 from the General Fund to hire a forest research economist. Of this amount, \$109,100 is ongoing and \$3,500 is one-time. Further, \$99,100 would be for personnel costs, \$10,000 would be for travel and operating expenditures, and \$3,500 would be for capital outlay for data processing equipment. This position would work primarily to document the importance of forest-based enterprises in Idaho. The benefit of this additional position will be to professional forest managers and state and private land owners in Idaho.

Agency Request	1.00	112,600	0	0	112,600
<i>Governor's Recommendation</i>	1.00	112,300	0	0	112,300

2. Rangeland Resource Mgmt Analyst

Forest Utilization Research

Forest Utilization Research is requesting 1.0 FTP and \$108,900 from the General Fund to hire a rangeland resource management analyst. Of this amount, \$105,400 is ongoing and \$3,500 is one-time. Further, \$95,400 would be for personnel costs, \$10,000 would be for travel and operating expenditures, and \$3,500 would be for capital outlay for data processing equipment. This position would be an assistant professor who will work to increase the capacity of the Rangeland Center to focus on wildfire and invasive species management, with an emphasis on sage-grouse habitat.

Agency Request	1.00	108,900	0	0	108,900
<i>Governor's Recommendation</i>	1.00	108,600	0	0	108,600

3. Forest Resource Analyst

Forest Utilization Research

Forest Utilization Research is requesting 0.5 FTP and \$49,500 from the General Fund to provide half-time support to hire a new forest research analyst. Of this amount, \$46,000 is ongoing and \$3,500 is one-time. Further, \$36,000 would be for personnel costs, \$10,000 would be for travel and operating expenditures, and \$3,500 would be for capital outlay for data processing equipment. This position would increase the capability of Forest Utilization Research to work with stakeholders and leverage additional resources from non-state entities.

Agency Request	0.50	49,500	0	0	49,500
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	0.00	0	0	0	0
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4. Landslide/Hazard Research Position

Geological Survey

Geological Survey is requesting 1.0 FTP and \$121,100 from the General Fund to hire a landslide/hazard researcher. Of this amount, \$89,900 is ongoing and \$31,200 is one-time. Further, \$82,900 would be for personnel costs, \$7,000 would be for travel and operating expenses, and \$31,200 would be for capital outlay for a personal computer and a photogrammetry workstation and National Agriculture Imagery Program (NAIP) photos. This position will support statewide landslide inventory and geographic mapping efforts in high priority areas such as southwest Idaho, where significant oil and gas exploration is taking place.

Agency Request	1.00	121,100	0	0	121,100
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	0.00	0	0	0	0
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Special Programs

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. GEAR UP Spending Authority					Scholarships and Grants
<p>The Scholarships and Grants Program is requesting a one-time increase in the spending authority for the GEAR UP program in FY 2016 of \$852,300. This is a federal discretionary grant program started in 2007, designed to increase the number of low-income students who are prepared to enter and succeed in postsecondary education. GEAR UP provides students an opportunity to apply for a 4-year renewable scholarship based on financial need and level of participation in the program.</p> <p>The current FY 2015 federal spending authority for this program is \$1,704,600 and allows for two cohorts, totaling 297 students, to be funded at the equivalent of a full Pell grant, which is \$5,730. The total number of students to be funded in FY 2016 would increase to 446 if this request is approved. After FY 2016, the available federal funding for this program will begin to decrease.</p>					
Agency Request	0.00	0	0	852,300	852,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>852,300</i>	<i>852,300</i>
6. Opportunity Scholarship Increase					Scholarships and Grants
<p>The Scholarships and Grants Program is requesting \$4,322,700 ongoing from the General Fund to bring the total amount available from the Opportunity Scholarship program to \$9,600,000 for FY 2016. This request would provide 2,000 new scholarships and enough funding for an expected renewal rate of 50% for the second year returning students.</p>					
Agency Request	0.00	4,322,700	0	0	4,322,700
<i>Not 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>
7. Access and Curation					Museum of Natural History
<p>The Museum of Natural History is requesting \$33,500 of one-time moneys from the General Fund for capital outlay. Funds would be used to purchase two graphics workstations totaling \$16,000; industrial shelving units for curation and storage of collections totaling \$7,500; and two computer and projector combinations totaling \$10,000, for public/student access to virtual collections as part of the emphasis on K-12 STEM (science, technology, engineering, and math) programs.</p>					
Agency Request	0.00	33,500	0	0	33,500
<i>Not 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>
8. Add Four Business Consultants					Small Business Development Centers
<p>The Idaho Small Business Development Centers is requesting 4.0 FTP and \$299,800 ongoing from the General Fund. Of this amount, \$291,800 is for personnel costs to hire four business consultants and \$8,000 is for operating expenses. This funding would be used to enhance the Idaho Small Business Development Center's resources to help small businesses start, grow, and prosper by consulting on growth issues such as financing, finding new markets, dealing with personnel issues, strategic planning, and evaluating their online profile. The additional business consultants would support Governor Otter's Accelerate Idaho initiative; the State Board of Education's objectives for adult learners would prepare students for entering the workforce, and would support economic development through a collaboration with public and private organizations.</p>					
Agency Request	4.00	299,800	0	0	299,800
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>298,600</i>	<i>0</i>	<i>0</i>	<i>298,600</i>
FY 2016 Total					
Agency Request	39.63	14,351,700	0	2,575,600	16,927,300
<i>Governor's Recommendation</i>	<i>38.13</i>	<i>9,836,700</i>	<i>0</i>	<i>2,575,700</i>	<i>12,412,400</i>
Agency Request					
Change from Original App	7.50	5,005,300	0	852,500	5,857,800
% Change from Original App	23.3%	53.6%		49.5%	52.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>6.00</i>	<i>490,300</i>	<i>0</i>	<i>852,600</i>	<i>1,342,900</i>
<i>% Change from Original App</i>	<i>18.7%</i>	<i>5.2%</i>		<i>49.5%</i>	<i>12.1%</i>

Superintendent of Public Instruction

Analyst: Headlee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	8,290,000	8,290,800	8,524,700	8,918,900	8,710,800
Dedicated	10,274,800	8,353,900	8,513,800	6,211,300	6,393,400
Federal	17,107,100	12,296,900	17,266,700	17,107,400	17,171,500
Total:	35,671,900	28,941,600	34,305,200	32,237,600	32,275,700
Percent Change:		(18.9%)	18.5%	(6.0%)	(5.9%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	11,234,800	9,703,800	11,593,000	11,454,300	11,508,900
Operating Expenditures	21,979,000	15,799,900	20,421,000	18,488,800	18,468,300
Capital Outlay	226,600	261,600	59,700	63,000	67,000
Trustee/Benefit	2,231,500	3,176,300	2,231,500	2,231,500	2,231,500
Total:	35,671,900	28,941,600	34,305,200	32,237,600	32,275,700
Full-Time Positions (FTP)	142.00	142.00	141.00	138.00	137.00

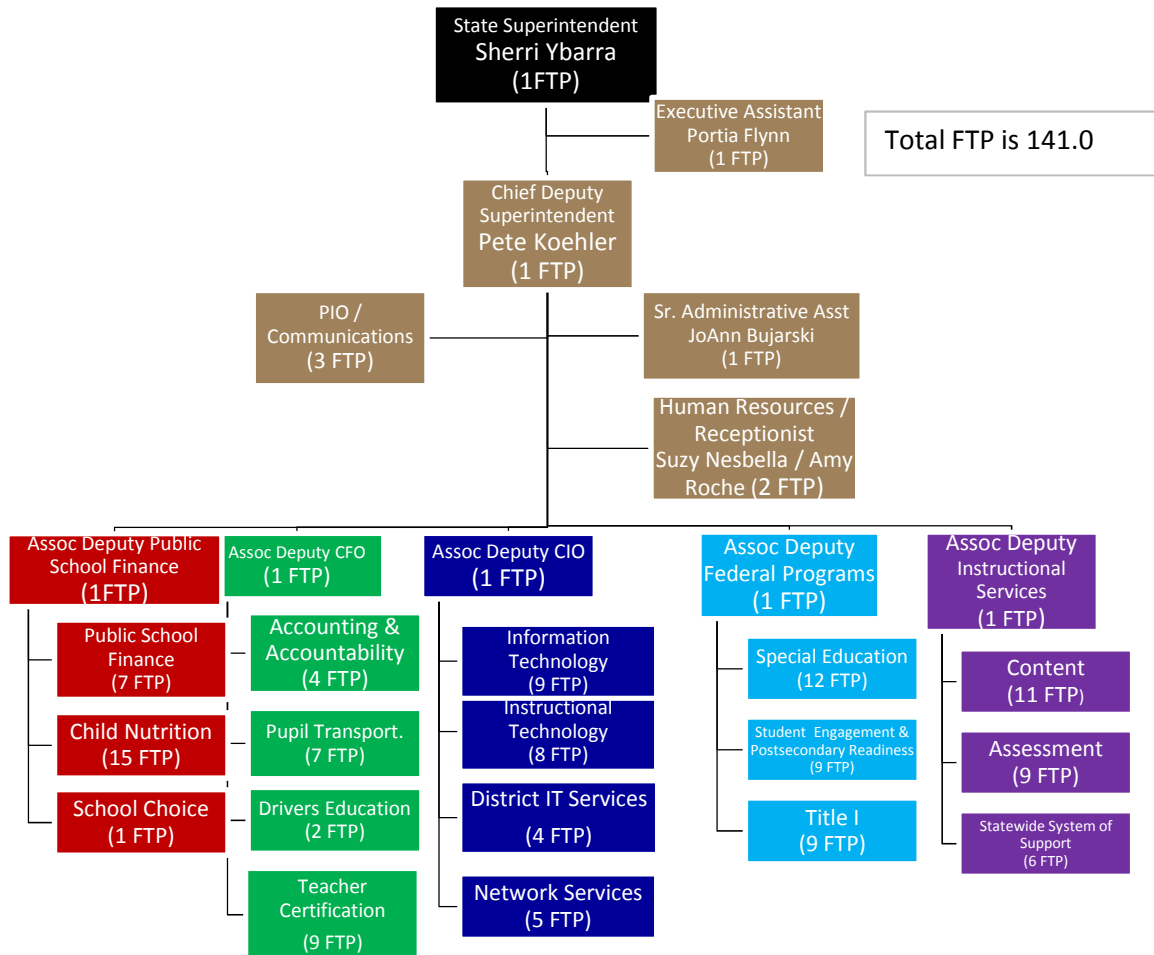
Division Description

The State Department of Education is an executive agency of the State Board of Education and is established pursuant to Section 33-125, Idaho Code. The State Superintendent of Public Instruction serves as the executive officer of the department and has the responsibility for carrying out policies, procedures, and duties authorized by law or established by the State Board of Education.

The primary goals of the State Department of Education are to: 1) meet all statutory regulations as they relate to public schools; 2) provide services to the 115 school districts and 48 public charter schools in Idaho in terms of activities that will maintain or improve educational opportunities for children; and 3) provide leadership in all areas of public education to focus attention on and help resolve problems faced by education in Idaho. The expected long-range result is the continued commitment to provide education excellence for all Idaho students.

Superintendent of Public Instruction Agency Profile

Analyst: Headlee



Total FTP is 141.0

The Idaho State Department of Education is organized into four major sections. These sections are led by a Chief of Staff and either a Chief Deputy Superintendent or Chief Officer, each of whom oversee multiple divisions led by directors. The directors are charged with operating the programs and supervising the employees within that division. The divisions work closely together to ensure each program is meeting the vision, mission and goals of the state of Idaho.

Sources of Funds, Actual Expenditures, Appropriation, and Request

	FY 2014 Expenditures	Percent of Expenditures	FY 2015 Appropriation	FY 2016 Request
1. General Fund	\$8,290,800	28.6%	\$8,524,700	\$8,918,900
2. Indirect Cost Recovery Fund	\$844,000	2.9%	1,254,600	1,263,700
3. Driver's Education Fund	\$1,402,200	4.8%	2,436,900	2,437,000
4. Public Instruction Fund	\$1,299,600	4.5%	1,527,000	1,590,400
5. Miscellaneous Revenue Fund	\$4,808,100	16.6%	2,845,300	470,800
6. Federal Grant Fund	\$12,296,900	42.5%	17,266,700	17,107,400
7. Public School Income Fund			450,000	449,400
TOTAL	\$28,941,600	100.0%	\$34,305,200	\$32,237,600

Superintendent of Public Instruction

Agency Profile

Analyst: Headlee

Assessment and Accountability

The State Department of Education is responsible for several student assessments and accountability efforts. These include:

- 1) Smarter Balanced Assessment System is aligned to the Idaho Core Standards and will replace the ISAT test beginning spring 2015,
- 2) Five Star Rating System,
- 3) Idaho Reading Indicator (IRI),
- 4) Idaho Direct Math Assessment (DMA),
- 5) Idaho Direct Writing Assessment (DWA),
- 6) Idaho English Language Assessment (IELA), and the
- 7) National Assessment of Educational Progress (NAEP)

Transition from the ISAT to the Smarter Balanced Assessment System

The table below provides the percentage of all public school students with a valid test score scoring proficient or advanced on the spring Idaho Standards Achievement Test (ISAT). Students in grades 3rd - 8th, and 10th are tested for reading, mathematics, and language usage proficiency. Students in grades 5th, 7th, and 10th are tested for science proficiency. Beginning spring 2015, rather than taking the ISAT test, students will be tested using the Smarter Balanced Assessment System, which is based on the Idaho Core Standards.

	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013	2013-2014
Reading	87.06	87.71	87.94	88.64	89.33	ISAT Testing
Math	80.11	80.51	80.08	80.21	81.11	was not
Language	74.42	74.87	74.93	76.52	76.10	conducted
Science	63.67	62.16	63.98	66.15	67.17	this school year

The Department has Moved from Adequate Yearly Progress (AYP) to a Five-Star Rating System

The new accountability system, known as Idaho's Five-Star Rating System, will more accurately measure and recognize the academic performance in Idaho's schools. Under the previous accountability system required by the federal No Child Left Behind law, the state was only able to use one metric – proficiency (or how many students can pass a test) – to determine the academic quality of a school. Each year, the state reported whether or not each school made "Adequate Yearly Progress," or AYP based on how many students in a school reached proficiency on the ISAT. AYP was the minimum level of improvement that Idaho school districts and schools (including charters) must achieve each year as determined under the federal No Child Left Behind Act and Idaho State Board of Education rules.

Number of Schools Under Idaho's Five-Star Rating System

School Year	1 Star	2 Stars	3 Stars	4 Stars	5 Stars	Total
2013-2014	The Five-Star rating system was not applied to the 2013-2014 school year					
2012-2013	22	66	175	294	91	648

Individual Schools AYP (previous system)

	Meeting AYP	Not Meeting AYP	Total Schools
2011-2012	397	268	665
2010-2011	407	252	659
2009-2010	413	247	660
2008-2009	432	220	652
2007-2008	363	285	648
2006-2007	168	458	626

Superintendent of Public Instruction

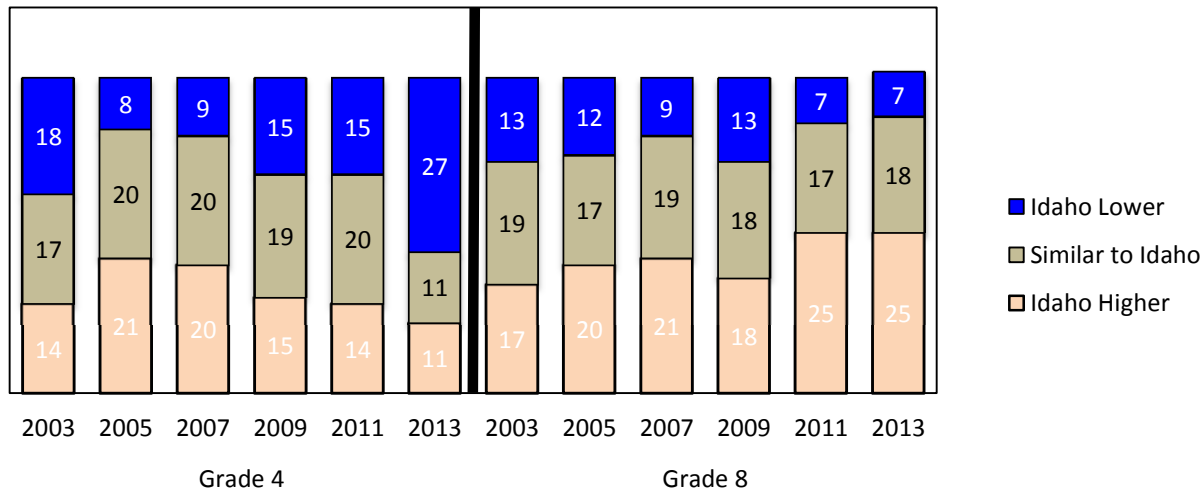
Agency Profile

Analyst: Headlee

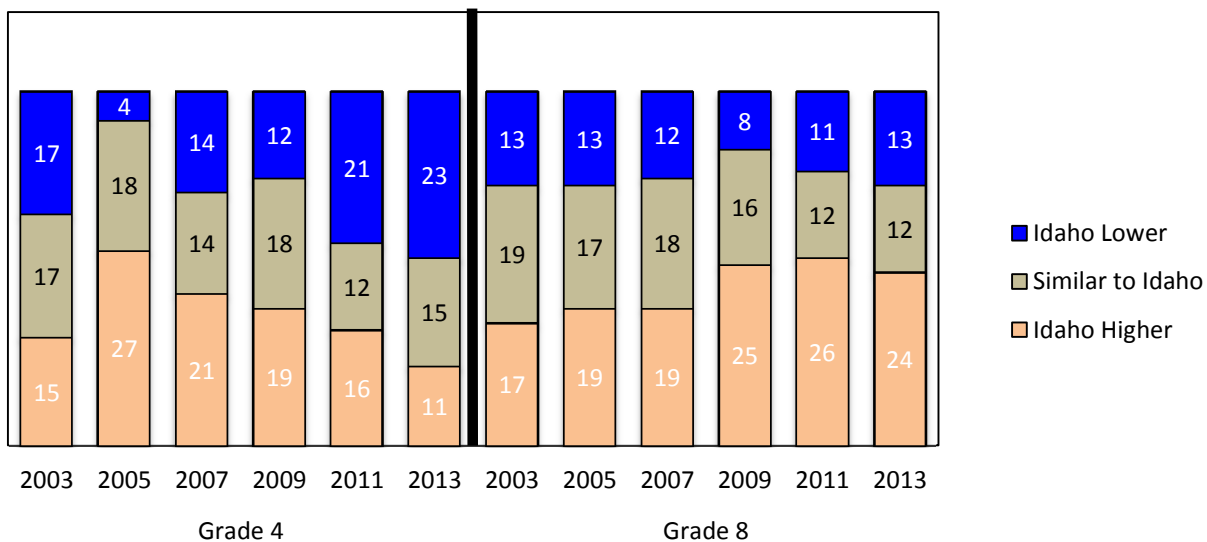
National Assessment of Educational Progress (NAEP)

In addition to the Idaho-administered assessments, representative samples of Idaho students in grades 4, 8, and 12 are assessed in odd-numbered years through the National Assessment of Educational Progress (NAEP). Idaho's average scores on NAEP reading and mathematics can be statistically compared to other states. For example, in the chart below, in 2013, Idaho 8th grade students scored higher in reading than 25 other states, similar in reading to 18 states, and lower in reading than seven states. Idaho scores have increased steadily in reading and mathematics from 2003 to 2013.

NAEP Results - Idaho Comparison to Other States Reading 2003-2013



NAEP Results - Idaho Comparison to Other States Mathematics 2003-2013



Source: Idaho Department of Education, <http://www.sde.idaho.gov/site/naep/IdahoResults.htm>

Superintendent of Public Instruction

Analyst: Headlee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	141.00	8,524,700	34,305,200	141.00	8,524,700	34,305,200
1. Add'l Approp for Dedicated Funds	0.00	0	0	0.00	0	0
FY 2015 Total Appropriation	141.00	8,524,700	34,305,200	141.00	8,524,700	34,305,200
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	141.00	8,524,700	34,305,200	141.00	8,524,700	34,305,200
Removal of One-Time Expenditures	(5.00)	(39,000)	(2,979,100)	(5.00)	(39,000)	(2,979,100)
FY 2016 Base	136.00	8,485,700	31,326,100	136.00	8,485,700	31,326,100
Benefit Costs	0.00	50,900	120,800	0.00	34,800	82,600
Replacement Items	0.00	0	69,000	0.00	0	69,000
Statewide Cost Allocation	0.00	(20,000)	(25,500)	0.00	(20,000)	(25,500)
Annualizations	0.00	400	400	0.00	400	400
Change in Employee Compensation	0.00	39,200	93,800	0.00	115,600	279,400
FY 2016 Program Maintenance	136.00	8,556,200	31,584,600	136.00	8,616,500	31,732,000
1. Ethics, Background, Fingerprint Prog	0.00	109,400	0	0.00	0	0
2. Office of Certification	0.00	49,700	0	0.00	0	0
3. Science and Aerospace Program	0.00	0	449,400	0.00	0	449,400
4. Tiered Certification Coordinator	1.00	94,600	94,600	1.00	94,300	94,300
5. Digital Learning Coordinator	1.00	109,000	109,000	0.00	0	0
FY 2016 Total	138.00	8,918,900	32,237,600	137.00	8,710,800	32,275,700
Change from Original Appropriation	(3.00)	394,200	(2,067,600)	(4.00)	186,100	(2,029,500)
% Change from Original Appropriation		4.6%	(6.0%)		2.2%	(5.9%)

Superintendent of Public Instruction

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	141.00	8,524,700	8,513,800	17,266,700	34,305,200

1. Add'l Approp for Dedicated Funds

This request is for an increase in dedicated spending authority of \$201,600 from the Public Instruction Fund (Fund 0325). This fund receives revenue from numerous sources and is projected to receive increases from the following:

- 1) Health & Welfare Physical Education/Nutrition Assessment (Fund 0325-20)
- 2) State Tribal Education Partnership (Fund 0325-23)
- 3) J.A. and Kathryn Albertson Foundation funds for the GEAR UP grant program (Fund 0325-24)
- 4) Council of Chief State School Officers (CCSSO) for the Network for Transferring Educator Preparation (Fund 0325-08)

Also, there is a requested decrease in federal spending authority of \$201,600 that is unrelated to the increase in dedicated funding. Therefore, these actions net to zero. The decrease in federal appropriation is possible due to a current excess of spending authority above actual revenue.

Analyst Note: In FY 2014, the Department of Education reverted \$4,810,200 of federal spending authority above its actual expenditures. Therefore, this budget could withstand a much larger decrease in federal appropriation.

Agency Request	0.00	0	201,600	(201,600)	0
Governor's Recommendation	0.00	0	201,600	(201,600)	0

FY 2015 Total Appropriation					
Agency Request	141.00	8,524,700	8,715,400	17,065,100	34,305,200
Governor's Recommendation	141.00	8,524,700	8,715,400	17,065,100	34,305,200

Noncognizable Funds and Transfers

This request is to shift FTP among funds within the appropriated dollar amounts. The agency is deleting 1.14 FTP from the General Fund, deleting .80 FTP from the Indirect Cost Recovery Fund, deleting .25 FTP from the Driver's Training Fund, adding 2.04 FTP to the Public Instruction Fund, adding 4.00 FTP to the Public School Income Fund, adding 1.19 FTP to the Cigarette, Tobacco & Lottery Income Taxes Fund, and deleting 4.94 FTP from federal grant funds. The funding to support the 7.00 FTPs on the Public School Income Fund are appropriated in the Public Schools Support Program under a lump sum appropriation. The net impact of these adjustments is zero.

Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

FY 2015 Estimated Expenditures					
Agency Request	141.00	8,524,700	8,715,400	17,065,100	34,305,200
Governor's Recommendation	141.00	8,524,700	8,715,400	17,065,100	34,305,200

Removal of One-Time Expenditures

These adjustments remove \$92,600 of one-time moneys from the General Fund and dedicated funds for the 1% change in employee compensation, \$1,500 one-time capital outlay for a new financial specialist, \$450,000 for the aerospace STEM program, 5.0 FTP and \$2,368,400 from the J.A. and Kathryn Albertson Foundation, and \$66,600 of one-time moneys for information technology replacement equipment.

Agency Request	(5.00)	(39,000)	(2,866,000)	(74,100)	(2,979,100)
Governor's Recommendation	(5.00)	(39,000)	(2,866,000)	(74,100)	(2,979,100)

FY 2016 Base					
Agency Request	136.00	8,485,700	5,849,400	16,991,000	31,326,100
Governor's Recommendation	136.00	8,485,700	5,849,400	16,991,000	31,326,100

Superintendent of Public Instruction

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	50,900	24,500	45,400	120,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	34,800	17,100	30,700	82,600
Replacement Items					
The request for one-time replacement items includes two network servers, \$12,000; two network switches, \$5,000; one UPS backup system, \$1,000; 30 laptop computers, \$42,000; and \$9,000 for software maintenance, keyboards, and docking stations, for a total of \$69,000.					
Agency Request	0.00	0	33,300	35,700	69,000
Governor's Recommendation	0.00	0	33,300	35,700	69,000
Statewide Cost Allocation					
This request includes a decrease of \$25,500 for adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This includes a decrease of \$17,800 for Attorney General fees, a decrease of \$10,200 for risk management costs, an increase of \$2,200 for State Controller fees, and an increase of \$300 for State Treasurer fees.					
Agency Request	0.00	(20,000)	(1,400)	(4,100)	(25,500)
Governor's Recommendation	0.00	(20,000)	(1,400)	(4,100)	(25,500)
Annualizations					
Funding is requested for the constitutional officers' pay increase authorized by the 2010 Legislature in Session Laws Chapter 264. This request funds the Superintendent of Public Instruction \$400 increase from July 1, 2015, through December 31, 2015. This is the first half of FY 2016. The Superintendent's salary for calendar year 2015 is \$102,667.					
Agency Request	0.00	400	0	0	400
Governor's Recommendation	0.00	400	0	0	400
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. Also included is \$1,000 to increase the Superintendent of Public Instruction's salary from January 1, 2016 to June 30, 2016. This is the second half of FY 2016. The Superintendent's salary for calendar year 2016 will be \$104,207.					
Agency Request	0.00	39,200	15,200	39,400	93,800
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
Governor's Recommendation	0.00	115,600	45,600	118,200	279,400
FY 2016 Program Maintenance					
Agency Request	136.00	8,556,200	5,921,000	17,107,400	31,584,600
Governor's Recommendation	136.00	8,616,500	5,944,000	17,171,500	31,732,000

Superintendent of Public Instruction

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Ethics, Background, Fingerprint Prog

This request is for a shift of 2.15 FTP and \$109,400 of personnel costs from the Public Instruction Fund to the General Fund to cover a net shortfall of funding for the Ethics, Background, and Fingerprint Program. This program ensures that background checks are conducted and fingerprints are processed for all teachers receiving teacher certification. The shortfall is due to an increase in the amount (\$36.50) that the State Department of Education is required to pay to the Idaho State Police for processing fingerprint cards without an increase in the \$40 statutory amount (Section 33-130, Idaho Code) that the Department of Education can charge per teacher for this requirement. The \$3.50 differential generates \$109,400 below the amount required to fund the 2.15 FTP needed to manage the program at the department, where approximately 14,000 fingerprint cards are processed and maintained on file each year. The department reports that a differential of \$10.75 is needed to carry out the department's responsibilities for this program.

Analyst note: The department received notice in November 2014 that the fee charged by the Idaho State Police will increase to \$39.75 due to an increase in the portion of the fee charged by the Federal Bureau of Investigation. This increase will result in a net of \$0.25 for the department's program. Additionally, the department has unsuccessfully brought legislation in 2014 (H477) and 2012 (H605) to the House Education Committee to increase the \$40.00 statutory fee.

Agency Request	0.00	109,400	(109,400)	0	0
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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2. Office of Certification

This request is for a shift of 0.45 FTP and \$50,000 of personnel costs from the Public Instruction Fund to the General Fund to cover a shortfall of funding in the Office of Certification. The Office of Certification may only charge \$75 per standard educator recertification, per Section 33-1205, Idaho Code. The current certificate is valid for five years. The last time the \$75 fee was revisited was 2003. Over that 14 year period, mandatory changes in employee compensation, health care and other benefit costs, and general inflationary pressures have pushed expenses higher than revenues. Since FY 2012, operating losses have been (\$26,033), (\$48,072), (\$28,020) and for FY 2015 losses are expected to be similar to FY 2014. In recent years, the Office of Certification has relied on a free fund balance to sustain the losses.

Agency Request	0.00	49,700	(49,700)	0	0
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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3. Science and Aerospace Program

This request is for \$449,400 ongoing from the Public School Income Fund to continue the Idaho Science and Aerospace Scholars (ISAS) program. Of this amount, \$87,400 is for personnel costs and \$362,900 is for operating expenditures for student travel and summer academies. This request for FY 2016 would be ongoing compared to the one-time funding appropriated in FY 2015. ISAS is a partnership between NASA Aerospace Scholars and the State Department of Education designed to inspire 11th graders to pursue careers in science, technology, engineering, and mathematics (STEM). Students engage in a 16-week interactive online course through the Idaho Digital Learning Academy, working with NASA-based curriculum and master educators in Idaho STEM topics. At the completion of the course, students will have the opportunity to participate in an ISAS Capstone Event, a regional gathering that will provide ISAS students with a deeper appreciation of Idaho STEM opportunities in higher education, industry and government. The Capstone locations are: Eastern Idaho Capstone at the Center for Advanced Energy Studies in Idaho Falls; Northern Idaho Capstone at the University of Idaho in Moscow; and the Southwestern Idaho Capstone at Gowen Field with the Idaho Air National Guard in Boise. The top-performing students from the online course will be invited to participate in a week-long residential summer academy at Boise State University and NASA Ames Research Center in California.

Agency Request	0.00	0	449,400	0	449,400
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Governor's Recommendation	0.00	0	449,400	0	449,400
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Superintendent of Public Instruction

Analyst: Headlee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Tiered Certification Coordinator

This request is for 1.0 FTP and \$94,600 from the General Fund. Of this amount, \$93,100 would be ongoing and \$1,500 would be one-time. This request is in response to the recommendation from Governor Otter's Task Force for Improving Education, to move to a system of tiered teacher certification. Because teachers will be applying for tiered certification more regularly, the workload for the teacher certification staff will increase. The number of certified teachers in Idaho has increased over the past several years, while staffing to process the paperwork relevant to those teachers has not increased. Therefore, unless fees are increased for teachers, the department is seeking moneys from the General Fund to cover the additional staff costs.

Agency Request	1.00	94,600	0	0	94,600
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>94,300</i>	<i>0</i>	<i>0</i>	<i>94,300</i>

5. Digital Learning Coordinator

This request is for 1.0 FTP and \$109,000 from the General Fund. Of this amount, \$107,500 is ongoing and \$1,500 is one-time. Further, \$93,100 would be used to hire a digital learning coordinator to support teachers in the use and integration of digital learning resources. This would maximize the impact of contracted services and open educational resources which are becoming increasingly more available for teachers. The SDE currently does not have any resources allocated to this activity. The remainder of the request includes \$15,000 ongoing for travel and professional development opportunities for school districts and \$1,500 one-time for the purchase of a computer.

Agency Request	1.00	109,000	0	0	109,000
<i>Not 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 2016 Total

Agency Request	138.00	8,918,900	6,211,300	17,107,400	32,237,600
<i>Governor's Recommendation</i>	<i>137.00</i>	<i>8,710,800</i>	<i>6,393,400</i>	<i>17,171,500</i>	<i>32,275,700</i>

Agency Request

Change from Original App	(3.00)	394,200	(2,302,500)	(159,300)	(2,067,600)
% Change from Original App	(2.1%)	4.6%	(27.0%)	(0.9%)	(6.0%)

Governor's Recommendation

<i>Change from Original App</i>	<i>(4.00)</i>	<i>186,100</i>	<i>(2,120,400)</i>	<i>(95,200)</i>	<i>(2,029,500)</i>
<i>% Change from Original App</i>	<i>(2.8%)</i>	<i>2.2%</i>	<i>(24.9%)</i>	<i>(0.6%)</i>	<i>(5.9%)</i>

Vocational Rehabilitation

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Extended Employment Services	3,880,200	3,879,900	3,896,500	3,902,100	3,908,100
Vocational Rehabilitation	19,049,300	17,885,100	19,870,400	21,502,100	21,321,200
Deaf & Hard of Hearing Council	193,200	196,200	199,300	294,000	203,400
Total:	23,122,700	21,961,200	23,966,200	25,698,200	25,432,700
BY FUND CATEGORY					
General	7,304,000	7,302,800	7,493,900	7,678,200	7,555,500
Dedicated	2,052,200	887,600	2,042,200	2,045,600	2,042,400
Federal	13,766,500	13,770,800	14,430,100	15,974,400	15,834,800
Total:	23,122,700	21,961,200	23,966,200	25,698,200	25,432,700
Percent Change:		(5.0%)	9.1%	7.2%	6.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,160,700	9,028,900	9,740,500	10,247,500	10,001,300
Operating Expenditures	1,477,800	1,662,900	1,524,300	1,539,400	1,523,500
Capital Outlay	48,800	48,800	68,500	73,400	70,000
Trustee/Benefit	11,435,400	11,220,600	12,632,900	13,837,900	13,837,900
Total:	23,122,700	21,961,200	23,966,200	25,698,200	25,432,700
Full-Time Positions (FTP)	148.00	148.00	152.50	153.50	152.50

Division Description

The Division of Vocational Rehabilitation works on behalf of Idahoans with disabilities to improve the quality of the vocational rehabilitation services provided to Idaho residents. The division is organized within, and reports to, the State Board of Education. The division works in concert with the State Rehabilitation Council, a 17-member body appointed by the Governor. Council members represent various groups with an interest in the division's services including disability advocacy groups, workforce development entities, community rehabilitation providers, rehabilitation counselors, and others. The council monitors and provides direction on the policies and practices of the division.

The division operates three programs:

Vocational Rehabilitation Services: Provides services to allow Idahoans with disabilities the opportunity of full employment, independence from government support, and dignity and self-respect. This program seeks to maintain the productivity of each disabled citizen who is capable of employment and to reduce the burden of dependence on taxpayers.

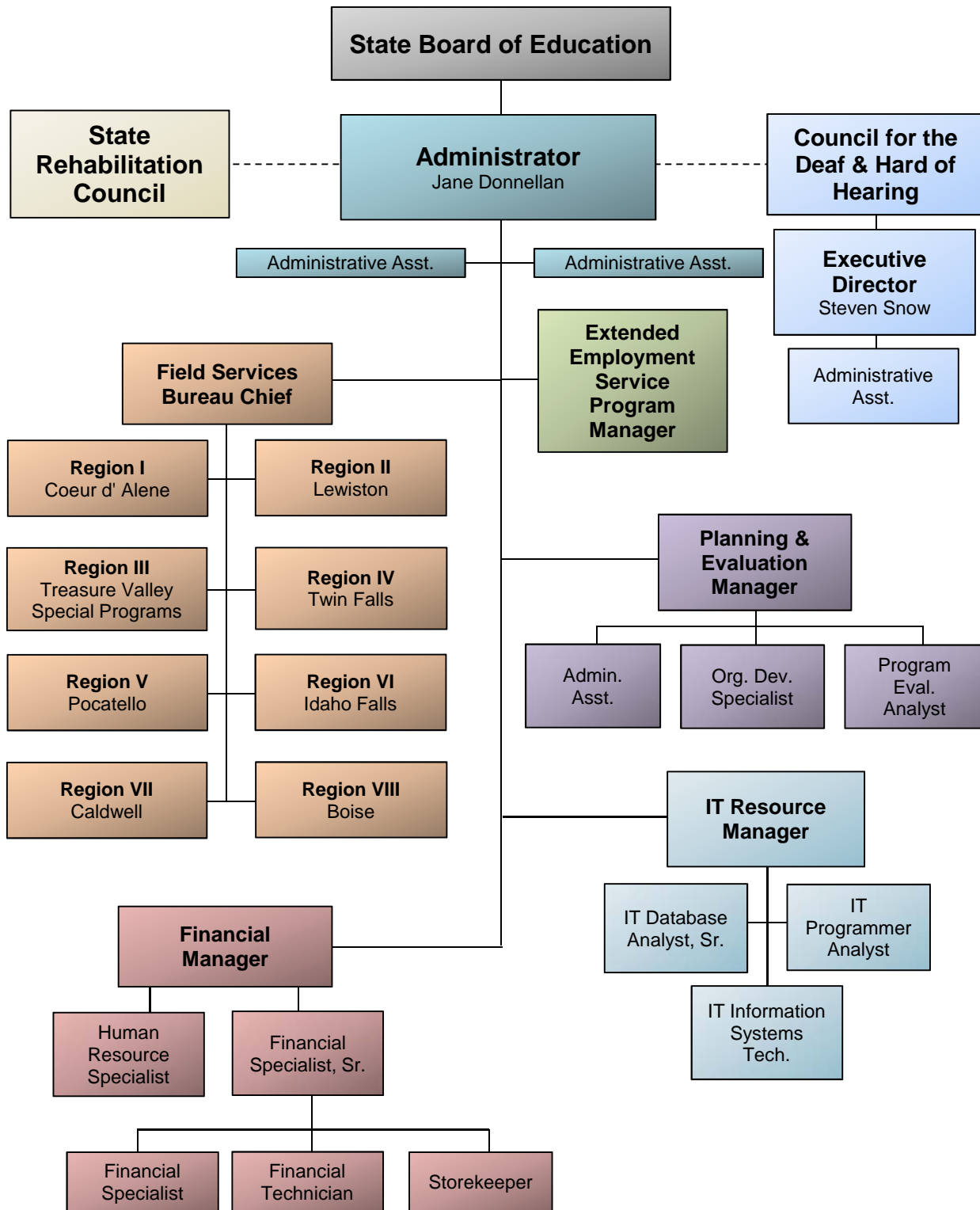
Extended Employment Services (EES): Provides paid employment and support for adults with developmental disabilities or mental illness who lack the skills and experience to obtain and maintain employment in the competitive labor market without the support provided by this program. The EES program is comprised of Work Services and Community Supported Employment.

Council for the Deaf and Hard of Hearing (CDHH): Coordinates state-level programs and ensures accommodations and access to services for the deaf and hard of hearing. The council was organized in the Department of Health and Welfare until FY 2011, at which time it moved to the Division of Vocational Rehabilitation.

Vocational Rehabilitation Agency Profile

Analyst: Hoskins

Organizational Chart



Vocational Rehabilitation Agency Profile

Analyst: Hoskins

Sources of Funds and Budget Overview

Fund Name & Description

1. General Fund (0001)

General Fund sources include individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor revenue, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle funds, court fees and fines, insurance premium tax, and other miscellaneous agency receipts.

2. Rehabilitation Revenue and Refunds (0288)

This fund receives moneys from federal sources (other than Rehabilitation Services Administration), specifically, cost reimbursements for purchased services from Vocational Rehabilitation (Section 33-2301, Idaho Code). Social Security Administration receipts are the only source of moneys in this fund. Those reimbursements are considered program income under federal regulations and must be spent before drawing down regular grant funds for IDVR activities.

3. Federal Grant Funds (0348)

This fund receives moneys from federal grants primarily authorized under the Vocational Rehabilitation Act, as amended. The grants are administered by the Rehabilitation Services Administration, U.S. Department of Education. The state matching share varies from 21.3% for Section 110 funding to 0% for other grants.

4. Miscellaneous Revenue (0349)

Contributions and contract payments from the Department of Juvenile Corrections, Department of Correction, Idaho Educational Services for the Deaf and the Blind, Department of Labor, and various school districts.

Annual Budget by Fund: Dollar Amount and Percent of Total

Fund	FY 2013		FY 2014		FY 2015		FY 2016	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0001	7,298,000	34.6%	7,302,800	33.3%	7,493,900	31.3%	7,678,200	29.9%
0288	595,700	2.8%	311,000	1.4%	1,081,500	4.5%	1,081,500	4.2%
0348	12,588,500	59.7%	13,770,800	62.7%	14,430,100	60.2%	15,974,400	62.2%
0349	612,200	2.9%	576,600	2.6%	960,700	4.0%	964,100	3.8%
Total	21,094,400	100.0%	21,961,200	100.0%	23,966,200	100.0%	25,698,200	100.0%

Note: Fiscal years 2013 and 2014 represent actual expenditures, fiscal year 2015 represents the original appropriation, and fiscal year 2016 reflects the agency request.

Select Performance Measures

Measure	FY 2012	FY 2013	FY 2014
Clients Achieving Employment	2,083	1,814	1,827
Percentage of Clients Achieving Employment	59.8%	42.4%	60.0%
Transition Age Youth Exiting the Program and Achieving Employment	638	542	553

Vocational Rehabilitation

Analyst: Hoskins

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	152.50	7,493,900	23,966,200	152.50	7,493,900	23,966,200
1. Job Supports and Funding for SILC	0.00	0	555,000	0.00	0	555,000
FY 2015 Total Appropriation	152.50	7,493,900	24,521,200	152.50	7,493,900	24,521,200
Removal of One-Time Expenditures	0.00	(30,400)	(146,600)	0.00	(30,400)	(146,600)
FY 2016 Base	152.50	7,463,500	24,374,600	152.50	7,463,500	24,374,600
Benefit Costs	0.00	31,400	143,200	0.00	21,500	98,000
Replacement Items	0.00	15,200	70,000	0.00	15,200	70,000
Statewide Cost Allocation	0.00	(500)	(800)	0.00	(500)	(800)
Change in Employee Compensation	0.00	18,700	80,900	0.00	55,800	240,900
FY 2016 Program Maintenance	152.50	7,528,300	24,667,900	152.50	7,555,500	24,782,700
1. Salary Increases for Counselors	0.00	57,400	287,800	0.00	0	0
2. Job Supports for Customers	0.00	0	650,000	0.00	0	650,000
3. New Communication/Outreach Position	1.00	92,500	92,500	0.00	0	0
FY 2016 Total	153.50	7,678,200	25,698,200	152.50	7,555,500	25,432,700
Change from Original Appropriation	1.00	184,300	1,732,000	0.00	61,600	1,466,500
% Change from Original Appropriation		2.5%	7.2%		0.8%	6.1%

Vocational Rehabilitation

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	152.50	7,493,900	2,042,200	14,430,100	23,966,200

1. Job Supports and Funding for SILC

Vocational Rehabilitation

The agency is requesting \$555,000 in ongoing spending authority in the current year to pay for - as trustee & benefit payments - assessment, training, tools, education, supplies, transportation, medical costs, and other items in order to assist people with disabilities prepare for, secure, retain, or regain employment. Of the total amount, \$55,000 will be provided to the State Independent Living Council (SILC) to assist SILC in accomplishing its goals and objectives. No matching General Funds are requested.

Agency Request	0.00	0	0	555,000	555,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>555,000</i>	<i>555,000</i>

FY 2015 Total Appropriation					
Agency Request	152.50	7,493,900	2,042,200	14,985,100	24,521,200
<i>Governor's Recommendation</i>	<i>152.50</i>	<i>7,493,900</i>	<i>2,042,200</i>	<i>14,985,100</i>	<i>24,521,200</i>

Removal of One-Time Expenditures

Removes personnel costs for the FY 2015 one-time Change in Employee Compensation (CEC) and one-time capital outlay.

Agency Request	0.00	(30,400)	(1,900)	(114,300)	(146,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(30,400)</i>	<i>(1,900)</i>	<i>(114,300)</i>	<i>(146,600)</i>

FY 2016 Base					
Agency Request	152.50	7,463,500	2,040,300	14,870,800	24,374,600
<i>Governor's Recommendation</i>	<i>152.50</i>	<i>7,463,500</i>	<i>2,040,300</i>	<i>14,870,800</i>	<i>24,374,600</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	31,400	900	110,900	143,200
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,500</i>	<i>600</i>	<i>75,900</i>	<i>98,000</i>

Replacement Items

The agency is requesting \$70,000 in one-time capital outlay for the replacement of a server and storage hardware. The agency indicates that these components have a varying age of five to ten years and are at, or very near, their capacity.

Agency Request	0.00	15,200	0	54,800	70,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,200</i>	<i>0</i>	<i>54,800</i>	<i>70,000</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$300 increase in Attorney General fees, a \$3,600 decrease in risk management fees, a \$3,200 increase in State Controller fees, and a \$700 decrease in State Treasurer fees.

Agency Request	0.00	(500)	0	(300)	(800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(500)</i>	<i>0</i>	<i>(300)</i>	<i>(800)</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	18,700	500	61,700	80,900
<i>The Governor recommends a 3% increase in 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>55,800</i>	<i>1,500</i>	<i>183,600</i>	<i>240,900</i>

Vocational Rehabilitation

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	152.50	7,528,300	2,041,700	15,097,900	24,667,900
<i>Governor's Recommendation</i>	<i>152.50</i>	<i>7,555,500</i>	<i>2,042,400</i>	<i>15,184,800</i>	<i>24,782,700</i>

1. Salary Increases for Counselors

Vocational Rehabilitation

This request is for ongoing personnel costs to increase compensation for vocational rehabilitation counselors. To satisfy federal regulations regarding its Comprehensive System of Personnel Development, the division's counselors are typically required to have master's degrees at minimum, which limits its pool of applicants. This pool of applicants is also qualified for positions in other state agencies, such as the Department of Health and Welfare, which starts its adult mental health counselors at \$22.00 per hour. The division starts its counselors at \$19.00 per hour and has struggled to hire and retain qualified counselors. Of the total amount requested, 80% would come from federal and dedicated funds.

Agency Request	0.00	57,400	3,900	226,500	287,800
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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2. Job Supports for Customers

Vocational Rehabilitation

The division is requesting \$650,000 in ongoing spending authority to pay for - as trustee & benefit payments - assessment, training, tools, education, supplies, transportation, medical costs, and other items in order to assist people with disabilities prepare for, secure, retain, or regain employment. In addition to the \$550,000 requested in the current year as a supplemental appropriation, this line item would increase the division's ongoing federal fund spending authority by \$1.2 million. No matching General Funds are requested.

Agency Request	0.00	0	0	650,000	650,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>650,000</i>	<i>650,000</i>
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3. New Communication/Outreach Position

Council for the Deaf and Hard of Hearing

The Council for the Deaf and Hard of Hearing is requesting 1.0 FTP and \$92,500 from the General Fund to hire a Communication and Outreach Coordinator. The role of the position would be to increase awareness of the council's services and programs throughout the state. Of the total amount, \$73,200 is for ongoing salary and benefits, \$15,900 is for ongoing operating expenditures to cover office space and travel costs, and \$3,400 in one-time capital outlay is for office furniture, a desktop computer with a monitor, a laptop, and a docking station.

Agency Request	1.00	92,500	0	0	92,500
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2016 Total					
Agency Request	153.50	7,678,200	2,045,600	15,974,400	25,698,200
<i>Governor's Recommendation</i>	<i>152.50</i>	<i>7,555,500</i>	<i>2,042,400</i>	<i>15,834,800</i>	<i>25,432,700</i>

Agency Request

Change from Original App	1.00	184,300	3,400	1,544,300	1,732,000
% Change from Original App	0.7%	2.5%	0.2%	10.7%	7.2%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>61,600</i>	<i>200</i>	<i>1,404,700</i>	<i>1,466,500</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>0.8%</i>	<i>0.0%</i>	<i>9.7%</i>	<i>6.1%</i>

Idaho Legislative Budget Book

Health and Human Services

2015 Legislative Session

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Catastrophic Health Care Program

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	34,830,100	28,399,300	34,966,300	32,303,900	32,303,900
Percent Change:		(18.5%)	23.1%	(7.6%)	(7.6%)
BY OBJECT OF EXPENDITURE					
Operating Expenditures	246,700	381,600	382,900	383,300	383,300
Capital Outlay	0	800	0	0	0
Trustee/Benefit	34,583,400	28,016,900	34,583,400	31,920,600	31,920,600
Total:	34,830,100	28,399,300	34,966,300	32,303,900	32,303,900

Department Description

The Catastrophic Health Care Program was established to meet the needs of the medically indigent in Idaho who do not qualify for state or federal health and welfare programs, but do qualify for county assistance. Beginning July 1, 2009, the resident county is responsible for the first \$11,000 in medical bills for the medically indigent in any twelve month period. The state program is responsible for all medical bills in excess of \$11,000. Appropriations from the General Fund to this program are transferred into the Catastrophic Health Care Fund which is perpetually appropriated for expenses incurred.

Catastrophic Health Care Program Agency Profile

Analyst: Tatro

Revenue and Payments Summary

Year	All Cases	CAT Board Approved Cases	Previous Year Bills	Reimbursed	Seatbelt Income	Orig App	Supp/Rec	Actual State Payments	Total Reported Program Costs
2001	5,267	724	\$0	\$1,152,622	\$0	\$10,735,000	\$0	\$11,886,143	\$24,095,681
2002	5,498	771	\$0	\$1,417,131	\$0	\$10,735,000	(\$400,000)	\$14,082,039	\$25,286,398
2003	6,194	808	\$250,000	\$1,665,385	\$0	\$10,435,000	\$1,693,800	\$14,139,743	\$28,055,418
2004	4,910	810	\$690,000	\$2,047,548	\$143,759	\$8,961,700	\$4,000,000	\$14,907,239	\$27,780,612
2005	4,872	849	\$170,000	\$1,948,582	\$165,796	\$12,660,500	\$3,675,000	\$18,512,162	\$32,518,791
2006	3,832	1,063	\$3,575,000	\$2,329,670	\$136,226	\$15,260,300	\$5,000,000	\$23,023,445	\$38,358,979
2007	3,709	969	\$0	\$3,176,882	\$121,321	\$20,766,800	\$0	\$24,648,020	\$38,366,817
2008	3,771	1,101	\$0	\$3,583,869	\$107,669	\$20,768,400	\$0	\$25,423,697	\$41,740,875
2009	4,323	1,187	\$833,110	\$2,932,069	\$139,168	\$20,767,700	\$2,500,000	\$26,677,166	\$44,516,529
2010	4,358	1,298	\$2,733,308	\$2,769,736	\$132,548	\$19,771,700	\$14,000,000	\$31,181,297	\$44,566,305
2011	4,590	1,286	\$5,548,363	\$2,320,990	\$152,832	\$18,271,200	\$4,325,000	\$31,230,609	\$51,115,564
2012	6,491	1,292	\$349,919	\$2,726,508	\$152,017	\$22,267,700	\$14,070,000	\$38,585,800	\$55,272,391
2013	5,308	1,150	\$0	\$2,222,572	\$126,887	\$36,532,800	(\$6,000,000)	\$31,061,400	\$52,670,052
2014	4,839	1,108	\$155,894	\$2,525,675	\$91,915	\$34,830,100	(\$6,430,773)	\$28,388,435	\$51,528,726

Definitions:

All Cases: Number of indigent cases reported by counties, including CAT Board Approved, and those that cost less than the catastrophic amount.

CAT Board Approved Cases: The number of indigent cases that exceed the catastrophic amount of \$11,000.

Previous Year Bills: The amount of bills unpaid in the prior year.

Reimbursed: The amount received from indigents who are able to pay a portion of their bills. Reimbursed funds are continuously appropriated.

Seatbelt Income: The amount of revenue received from seatbelt ticket fines per §49-673, Idaho Code.

Orig App: Original appropriation for that fiscal year.

Supp/Rescission: Supplemental or rescission for that fiscal year.

Actual State Payments: As reported for the fiscal year in the statewide accounting system.

Total Reported Program Costs: As reported in the Catastrophic Health Care Cost Program Annual Report. Includes state and county costs.

Catastrophic Health Care Program

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	34,966,300	34,966,300	0.00	34,966,300	34,966,300
Base Adjustments	0.00	(2,662,800)	(2,662,800)	0.00	(2,662,800)	(2,662,800)
FY 2016 Base	0.00	32,303,500	32,303,500	0.00	32,303,500	32,303,500
Statewide Cost Allocation	0.00	400	400	0.00	400	400
FY 2016 Total	0.00	32,303,900	32,303,900	0.00	32,303,900	32,303,900
Change from Original Appropriation	0.00	(2,662,400)	(2,662,400)	0.00	(2,662,400)	(2,662,400)
% Change from Original Appropriation		(7.6%)	(7.6%)		(7.6%)	(7.6%)

Catastrophic Health Care Program

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	34,966,300	0	0	34,966,300

Base Adjustments

The Catastrophic Health Care Program anticipates a reduction in provider costs for FY 2016 and has requested a base reduction of \$2,662,800.

Agency Request	0.00	(2,662,800)	0	0	(2,662,800)
<i>Governor's Recommendation</i>	0.00	(2,662,800)	0	0	(2,662,800)

FY 2016 Base					
Agency Request	0.00	32,303,500	0	0	32,303,500
<i>Governor's Recommendation</i>	0.00	32,303,500	0	0	32,303,500

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This request reflects an increase of \$300 for State Controller fees and an increase of \$100 for State Treasurer fees. The Catastrophic Health Care Program has \$3,900 in the base.

Agency Request	0.00	400	0	0	400
<i>Governor's Recommendation</i>	0.00	400	0	0	400

FY 2016 Total					
Agency Request	0.00	32,303,900	0	0	32,303,900
<i>Governor's Recommendation</i>	0.00	32,303,900	0	0	32,303,900

Agency Request					
Change from Original App	0.00	(2,662,400)	0	0	(2,662,400)
% Change from Original App		(7.6%)			(7.6%)
<i>Governor's Recommendation</i>					
Change from Original App	0.00	(2,662,400)	0	0	(2,662,400)
% Change from Original App		(7.6%)			(7.6%)

Idaho Legislative Budget Book

Department of Health and Welfare

2015 Legislative Session

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Department of Health and Welfare

Historical Summary

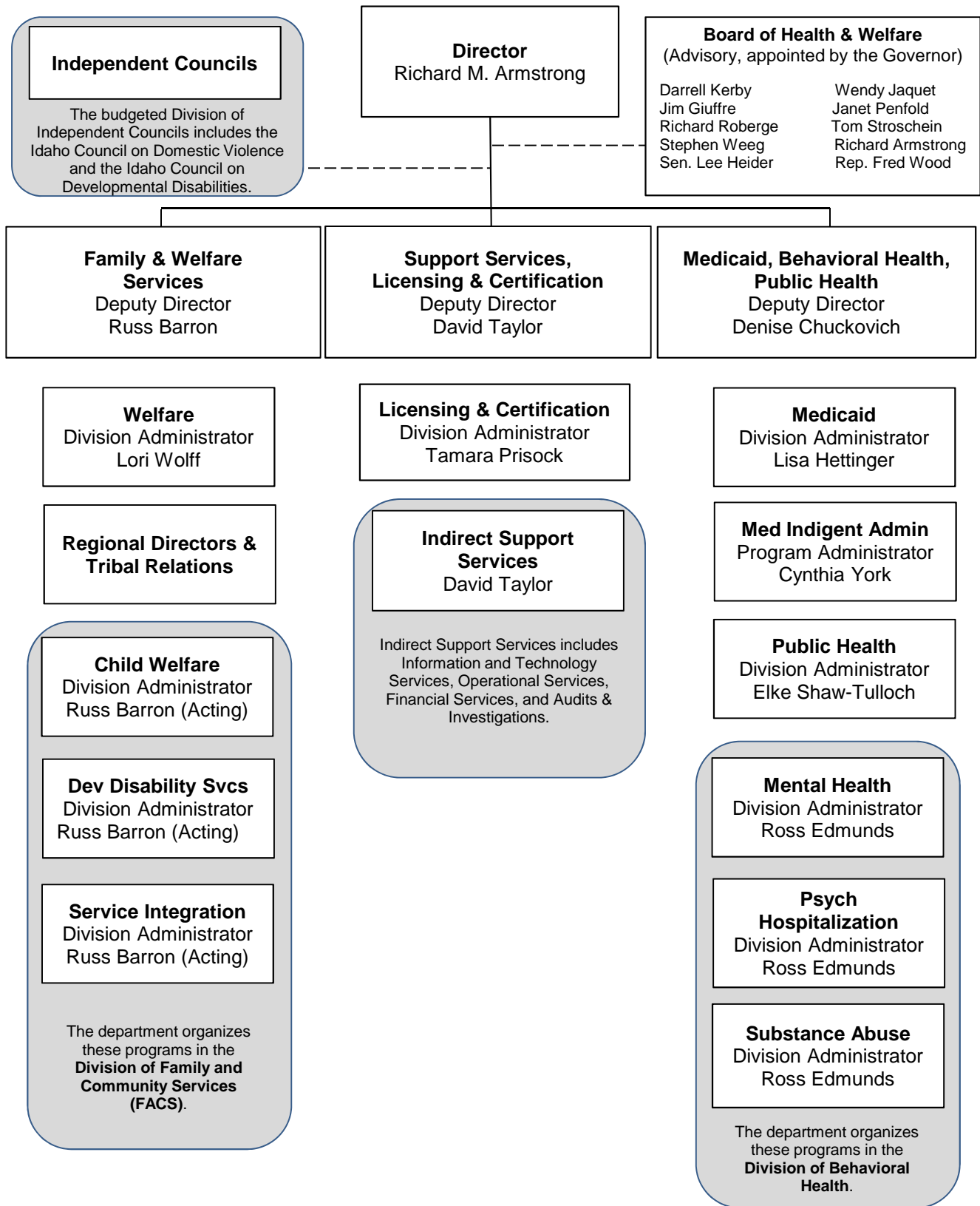
OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Child Welfare	57,179,600	56,476,700	60,057,100	63,581,500	62,255,200
Developmentally Disabled Services	32,778,800	27,789,000	32,041,200	30,105,700	30,313,200
Independent Councils	4,770,000	4,132,900	4,794,700	4,802,300	4,811,300
Indirect Support Services	37,946,200	37,294,300	40,689,400	50,906,400	50,225,300
Medicaid, Division of	2,024,182,500	1,920,439,500	2,033,290,000	2,108,996,400	2,109,003,500
Mental Health Services	32,427,000	29,937,300	35,243,800	38,175,100	36,510,000
Psychiatric Hospitalization	31,663,700	32,215,500	32,520,200	34,424,500	34,202,500
Public Health Services	109,097,700	99,678,900	110,551,600	108,558,500	108,574,600
Service Integration	5,717,600	5,095,100	5,832,400	5,864,200	5,886,400
Substance Abuse	17,108,900	15,336,800	16,186,300	16,661,200	16,675,900
Welfare, Division of	144,918,700	139,825,500	151,129,000	145,896,100	146,309,200
Medically Indigent Administration	136,000	117,200	139,800	140,800	0
Licensing and Certification	5,455,400	5,331,200	5,833,400	6,239,200	6,306,200
Total:	2,503,382,100	2,373,669,900	2,528,308,900	2,614,351,900	2,611,073,300
BY FUND CATEGORY					
General	615,357,900	606,215,800	637,288,400	657,945,500	655,724,200
Dedicated	278,464,900	247,329,900	253,632,900	336,354,800	336,168,600
Federal	1,609,559,300	1,520,124,200	1,637,387,600	1,620,051,600	1,619,180,500
Total:	2,503,382,100	2,373,669,900	2,528,308,900	2,614,351,900	2,611,073,300
Percent Change:		(5.2%)	6.5%	3.4%	3.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	186,902,100	171,218,700	191,156,600	196,942,100	196,861,000
Operating Expenditures	168,452,800	160,098,600	159,712,000	169,960,900	169,475,300
Capital Outlay	1,334,300	2,336,300	2,826,600	3,813,200	2,824,000
Trustee/Benefit	2,144,447,900	2,040,016,300	2,171,788,700	2,243,635,700	2,241,913,000
Lump Sum	2,245,000	0	2,825,000	0	0
Total:	2,503,382,100	2,373,669,900	2,528,308,900	2,614,351,900	2,611,073,300
Full-Time Positions (FTP)	2,847.16	2,847.16	2,847.16	2,842.16	2,869.80

Department Description

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

Department of Health and Welfare Organizational Chart

Analyst: Tatro

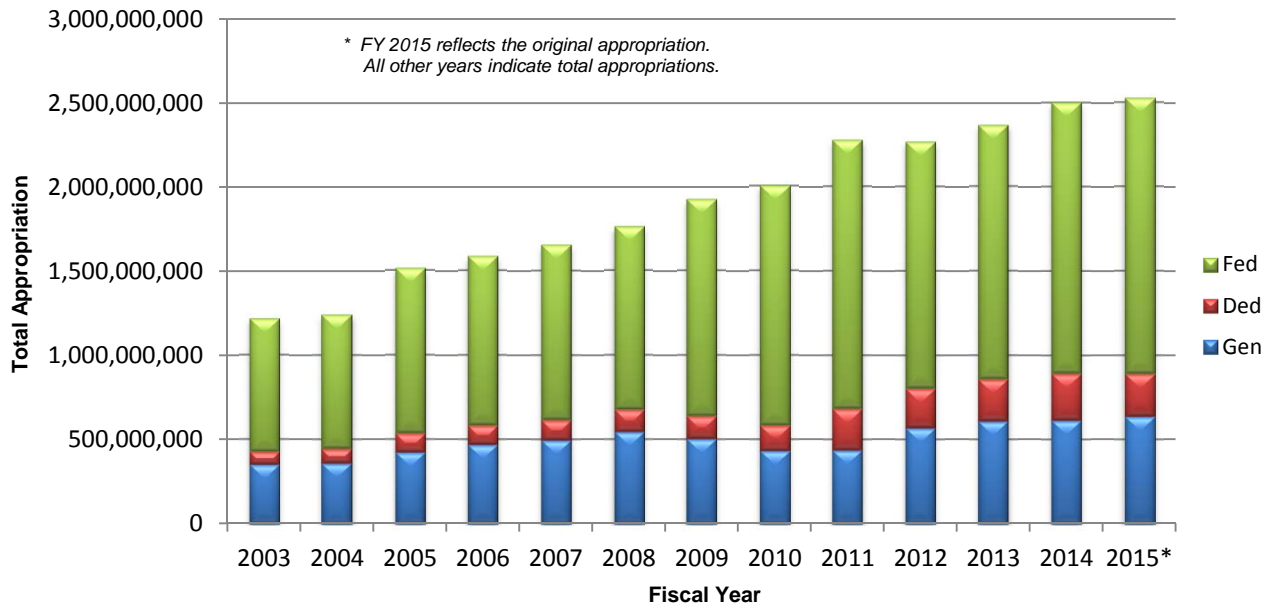


Department of Health and Welfare Agency Profile

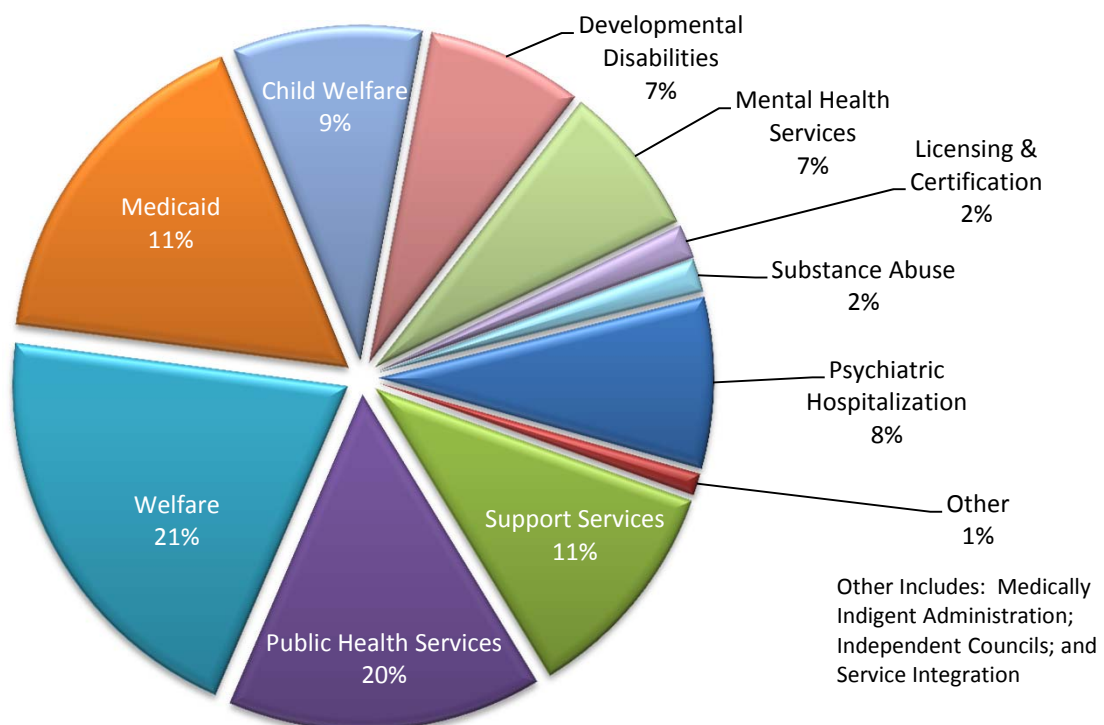
Analyst: Tatro

Budget Overview

Appropriation by General, Dedicated, and Federal Funds



FY 2015 Original Appropriation by Division, Personnel Costs & Operating Expenditures Only



Department of Health and Welfare

Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	2,847.16	637,288,400	2,528,308,900	2,847.16	637,288,400	2,528,308,900
Supplementals						
Indirect Support Services						
1. Eligibility for Health Insurance Subsidy	0.00	0	0	0.00	0	0
4. State Healthcare Innovation Plan	7.00	0	3,479,800	8.00	0	3,479,800
Division of Medicaid						
3. Sovaldi Hep-C Drug Payments	0.00	1,885,000	6,500,000	0.00	1,885,000	6,500,000
8. Hospital Settlements Fund Shift	0.00	(17,110,000)	0	0.00	(17,110,000)	0
Mental Health Services						
2. Jeff D Lawsuit Attorney Fees	0.00	615,000	615,000	0.00	615,000	615,000
Public Health Services						
4. State Healthcare Innovation Plan	1.00	0	41,900	1.00	0	41,900
Substance Abuse Treatment & Prevention						
5. Access to Recovery Grant	2.00	0	796,700	2.00	0	796,700
Division of Welfare						
1. Eligibility for Health Insurance Subsidy	15.00	0	8,124,500	15.00	0	8,124,500
Medically Indigent Administration						
9. Eliminate Med Ind Admin Program	0.00	0	0	(1.00)	(57,800)	(57,800)
Rescissions						
Services for the Developmentally Disabled						
Rescissions	(25.00)	0	0	(25.00)	0	0
FY 2015 Total Appropriation	2,847.16	622,678,400	2,547,866,800	2,847.16	622,620,600	2,547,809,000
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	2,847.16	622,678,400	2,547,866,800	2,847.16	622,620,600	2,547,809,000
Removal of One-Time Expenditures	0.00	(4,226,200)	(39,127,200)	0.00	(4,226,200)	(39,127,200)
Base Adjustments	0.00	(290,000)	(8,381,200)	(0.10)	(370,900)	(8,462,700)
FY 2016 Base	2,847.16	618,162,200	2,500,358,400	2,847.06	618,023,500	2,500,219,100
Benefit Costs	0.00	1,065,400	2,508,400	0.00	746,900	1,740,600
Inflationary Adjustments	0.00	28,800	103,700	0.00	7,300	103,700
Replacement Items	0.00	2,336,400	4,540,500	0.00	1,784,800	3,207,800
Statewide Cost Allocation	0.00	(60,400)	(103,500)	0.00	(60,400)	(103,500)
Annualizations	0.00	0	5,333,400	0.00	0	5,333,400
Change in Employee Compensation	0.00	675,500	1,570,800	0.00	1,962,900	4,591,500
Nondiscretionary Adjustments	0.00	26,803,200	52,570,800	0.00	26,803,200	52,570,800
Endowment Adjustments	0.00	(316,800)	0	0.00	(316,800)	0
FY 2016 Program Maintenance	2,847.16	648,694,300	2,566,882,500	2,847.06	648,951,400	2,567,663,400
Line Items						
Child Welfare						
5. Adoption Caseload Growth	0.00	456,200	1,232,900	0.00	456,200	1,232,900
9. Social Worker Pay Increase	0.00	470,400	1,621,900	0.00	0	0
14. Title IV-E Waiver Demonstration Prjct	0.00	0	1,806,000	0.00	0	1,806,000
32. Convert Group Positions to Permanent	0.00	0	0	2.09	0	0
Services for the Developmentally Disabled						
2. FTP Program Transfers	(15.00)	0	0	(10.00)	0	0
32. Convert Group Positions to Permanent	0.00	0	0	(5.00)	0	0
Indirect Support Services						
13. Eligibility for Health Insurance Subsidy	0.00	0	0	0.00	0	0
15. Add Internal Audit Staff	2.00	83,100	166,200	0.00	0	0
35. Medicaid Hearings to AG Office	(2.00)	(56,800)	(107,200)	(2.00)	(57,400)	(108,700)
Division of Medicaid						
10. Electronic Health Records Incentives	0.00	21,900	16,704,900	0.00	21,900	16,704,900
11. Money Follows the Person Grant	0.00	45,900	589,700	0.00	45,900	589,100
17. Establish Medicaid Medical Director	1.00	36,400	178,600	0.00	0	0

Department of Health and Welfare

Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
18. Children's Healthcare Improvement	0.00	0	431,100	0.00	0	429,800
27. External Audit/Managed Care Contract	0.00	50,000	100,000	0.00	50,000	100,000
28. ACA - Primary Care Payment Sunset	0.00	870,000	0	0.00	870,000	0
34. CHIP Sunset	0.00	2,768,000	0	0.00	2,768,000	0
36. Additional Receipt Authority	0.00	0	15,000,000	0.00	0	15,000,000
Mental Health Services						
1. Behavioral Hlth Community Crisis Ctrs	0.00	3,040,000	3,440,000	0.00	1,520,000	1,720,000
16. Add'l Funding for Allumbaugh House	0.00	203,000	203,000	0.00	0	0
32. Convert Group Positions to Permanent	0.00	0	0	3.85	0	0
Psychiatric Hospitalization						
4. Community Hospitalization Rate Incrse	0.00	279,000	279,000	0.00	279,000	279,000
24. Nurse Call System Interface	0.00	0	450,000	0.00	0	450,000
25. Inventory System Upgrade	0.00	0	55,000	0.00	0	55,000
26. Clinical Notes Template Module	0.00	0	159,000	0.00	0	159,000
32. Convert Group Positions to Permanent	0.00	0	0	15.41	0	0
Public Health Services						
6. Pay Increases for Laboratory Staff	0.00	111,200	150,900	0.00	111,200	150,900
7. Vital Records Object Transfer	0.00	0	0	0.00	0	0
8. Cover Immunizations for TRICARE	0.00	596,000	596,000	0.00	596,000	596,000
20. Millennium Fund - Project Filter	0.00	0	0	0.00	0	0
30. Health Informatics Specialist	1.00	82,500	82,500	0.00	0	0
31. Community Resources Coordinator	1.00	64,800	64,800	0.00	0	0
32. Convert Group Positions to Permanent	0.00	0	0	2.01	0	0
33. Feasibility Study for Geothermal Well	0.00	17,000	17,000	0.00	0	0
Division of Welfare						
2. Food Stamp Multi-Day Issuance	3.00	39,900	669,200	3.00	39,500	668,300
13. Eligibility for Health Insurance Subsidy	0.00	0	3,230,500	0.00	0	3,230,500
32. Convert Group Positions to Permanent	0.00	0	0	9.38	0	0
Licensing and Certification						
3. New Health Facility Surveyors	4.00	72,700	348,400	4.00	72,500	347,200
FY 2016 Total	2,842.16	657,945,500	2,614,351,900	2,869.80	655,724,200	2,611,073,300
Chg from FY 2015 Orig Approp.	(5.00)	20,657,100	86,043,000	22.64	18,435,800	82,764,400
% Chg from FY 2015 Orig Approp.	(0.2%)	3.2%	3.4%	0.8%	2.9%	3.3%

Child Welfare

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Child Welfare	29,590,200	29,202,400	32,373,500	34,529,000	33,202,700
Foster & Assistance Payments	27,589,400	27,274,300	27,683,600	29,052,500	29,052,500
Total:	57,179,600	56,476,700	60,057,100	63,581,500	62,255,200
BY FUND CATEGORY					
General	18,695,200	18,761,200	18,924,300	20,179,700	19,794,300
Dedicated	1,044,700	157,200	1,047,500	1,046,900	1,046,900
Federal	37,439,700	37,558,300	40,085,300	42,354,900	41,414,000
Total:	57,179,600	56,476,700	60,057,100	63,581,500	62,255,200
Percent Change:		(1.2%)	6.3%	5.9%	3.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,827,400	22,554,800	24,678,700	26,657,500	25,331,200
Operating Expenditures	6,762,800	6,647,600	7,672,500	7,871,500	7,871,500
Capital Outlay	0	0	22,300	0	0
Trustee/Benefit	27,589,400	27,274,300	27,683,600	29,052,500	29,052,500
Total:	57,179,600	56,476,700	60,057,100	63,581,500	62,255,200
Full-Time Positions (FTP)	380.58	380.58	388.75	388.75	390.84

Division Description

The Division of Child Welfare has two budgeted programs and is responsible for child protection, foster care, and adoptions. The Child Welfare Program is responsible for the operating costs of the program including personnel, operating, and capital expenditures. The Foster & Assistance Payments Program includes trustee & benefit payments for services or items purchased directly for children in the child welfare system.

Child Welfare

Comparative Summary

Analyst: Tatro

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	388.75	18,924,300	60,057,100	388.75	18,924,300	60,057,100
Noncognizable Funds and Transfers	0.00	199,900	0	0.00	199,900	0
FY 2015 Estimated Expenditures	388.75	19,124,200	60,057,100	388.75	19,124,200	60,057,100
Removal of One-Time Expenditures	0.00	(61,400)	(1,651,600)	0.00	(61,400)	(1,651,600)
FY 2016 Base	388.75	19,062,800	58,405,500	388.75	19,062,800	58,405,500
Benefit Costs	0.00	99,100	348,200	0.00	69,700	242,000
Statewide Cost Allocation	0.00	(10,700)	(36,900)	0.00	(10,700)	(36,900)
Change in Employee Compensation	0.00	58,100	203,900	0.00	172,500	605,700
Nondiscretionary Adjustments	0.00	43,800	0	0.00	43,800	0
FY 2016 Program Maintenance	388.75	19,253,100	58,920,700	388.75	19,338,100	59,216,300
5. Adoption Caseload Growth	0.00	456,200	1,232,900	0.00	456,200	1,232,900
9. Social Worker Pay Increase	0.00	470,400	1,621,900	0.00	0	0
14. Title IV-E Waiver Demonstration Prjct	0.00	0	1,806,000	0.00	0	1,806,000
32. Convert Group Positions to Permanent	0.00	0	0	2.09	0	0
FY 2016 Total	388.75	20,179,700	63,581,500	390.84	19,794,300	62,255,200
Change from Original Appropriation	0.00	1,255,400	3,524,400	2.09	870,000	2,198,100
% Change from Original Appropriation		6.6%	5.9%		4.6%	3.7%

Child Welfare

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	388.75	18,924,300	1,047,500	40,085,300	60,057,100

Noncognizable Funds and Transfers

Child Welfare

Transfers \$199,900 between the Child Welfare Program and the Service Integration Program. Child Welfare transfers out federal fund spending authority in exchange for a like amount from the General Fund. This includes \$119,700 for personnel costs and \$80,200 for operating expenditures.

Agency Request	0.00	199,900	0	(199,900)	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>199,900</i>	<i>0</i>	<i>(199,900)</i>	<i>0</i>

FY 2015 Estimated Expenditures					
Agency Request	388.75	19,124,200	1,047,500	39,885,400	60,057,100
<i>Governor's Recommendation</i>	<i>388.75</i>	<i>19,124,200</i>	<i>1,047,500</i>	<i>39,885,400</i>	<i>60,057,100</i>

Removal of One-Time Expenditures

Child Welfare: Removes \$195,200 of personnel costs that were appropriated for a one-time CEC, \$919,900 for the first year of the title IV-E Waiver Demonstration Project, and \$22,300 for computers and supplies for eight new positions added in FY 2015.

Foster & Assistance Payments: Removes \$514,200 for the first year of the Title IV-E Waiver Demonstration Project.

Agency Request	0.00	(61,400)	(600)	(1,589,600)	(1,651,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(61,400)</i>	<i>(600)</i>	<i>(1,589,600)</i>	<i>(1,651,600)</i>

FY 2016 Base					
Agency Request	388.75	19,062,800	1,046,900	38,295,800	58,405,500
<i>Governor's Recommendation</i>	<i>388.75</i>	<i>19,062,800</i>	<i>1,046,900</i>	<i>38,295,800</i>	<i>58,405,500</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	99,100	0	249,100	348,200
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>69,700</i>	<i>0</i>	<i>172,300</i>	<i>242,000</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Child Welfare reduces operating expenditures by \$10,700 from the General Fund and \$26,200 from federal funds for reductions in risk management fees.

Agency Request	0.00	(10,700)	0	(26,200)	(36,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(10,700)</i>	<i>0</i>	<i>(26,200)</i>	<i>(36,900)</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	58,100	0	145,800	203,900
<i>The Governor recommends a 3% increase in 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>172,500</i>	<i>0</i>	<i>433,200</i>	<i>605,700</i>

Child Welfare

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nondiscretionary Adjustments			Foster & Assistance Payments		
Increases the General Fund by \$43,800 and decreases a like amount in federal funds to reflect a reduction in the Title XIX Federal Medical Assistance Percentage (FMAP) rate, which is the federal share of eligible Medicaid payments for the majority of services provided. The rate will change from 71.75% to 71.24% for FY 2016.					
Agency Request	0.00	43,800	0	(43,800)	0
<i>Recommended by the Governor.</i>					
Governor's Recommendation	0.00	43,800	0	(43,800)	0
FY 2016 Program Maintenance					
Agency Request	388.75	19,253,100	1,046,900	38,620,700	58,920,700
Governor's Recommendation	388.75	19,338,100	1,046,900	38,831,300	59,216,300

5. Adoption Caseload Growth			Foster & Assistance Payments		
Adoptions peaked in 2009 at 310, but have since declined and more recently have stabilized at around 200 each year. Financial subsidies are provided to families that adopt children to help offset the cost of raising a child until the child turns 18 years of age. As a result of the increased number of adoptions in 2009, the cost of subsidies increased from \$5,796,200 in FY 2009 to \$8,803,400 in FY 2014. As a snapshot in time there were 2,135 children receiving an adoption subsidy in September 2014 and just over half received a monthly subsidy between \$200 and \$300. A portion of the cost increases were offset with enhanced federal adoption incentive payments, but those payments have varied from \$72,000 in 2009 to \$1.3 million in 2011 and are estimated at \$202,302 in FY 2015. This decision unit requests \$1,232,900 ongoing in trustee & benefit payments to account for increased subsidy costs for adoptions, and includes \$456,200 from the General Fund and \$776,700 from the federal Title IV-E entitlement program.					
Agency Request	0.00	456,200	0	776,700	1,232,900
Governor's Recommendation	0.00	456,200	0	776,700	1,232,900

9. Social Worker Pay Increase			Child Welfare		
Requests \$1,621,800 for targeted pay increases for child welfare social workers, with \$470,300 from the General Fund and \$1,151,500 from federal funds. This request reflects a median pay increase from \$19.87 per hour to \$22.18 per hour for level two social workers and increased pay for level three social workers from \$22.52 per hour to \$23.45 per hour. This increase would move the starting salary for level two workers from 77% of policy to 84% of policy, and level 3 workers from 69% of policy to 80% of policy. These positions have a 14.4% turnover, one of the highest rates in the department with stress and workload being the primary reported reason for separation, and compensation being second. As a result, the Legislature added 8.0 new positions but appropriated equivalent funding for 14 positions at \$976,100 in FY 2015. In accordance with the Governor's recommendation and legislative action, the department was directed to hire new staff to reduce workload and use any salary savings for compensation.					
Agency Request	0.00	470,400	0	1,151,500	1,621,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Child Welfare

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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14. Title IV-E Waiver Demonstration Prjct **Child Welfare, Foster & Assistance Payments**

Requests \$1,806,000 for the Title IV-E Waiver Demonstration Project, with \$1,155,800 for operating expenditures in the Child Welfare Program and \$650,200 for trustee & benefit payments in the Foster & Assistance Payments Program. FY 2016 will be the second-year of a five-year grant that allows federal Title IV-E funds to be spent for children to safely stay with their families rather than enter foster care. The pilot project allows spending for people who would not otherwise be eligible for these funds in the absence of the waiver. The project includes three primary interventions: (1) trauma-informed system of care, (2) expansion of family group decision making, and (3) implementation of an evidence-based family life skills training and parent education program. This project will allow the use of the funds in a more flexible manner with the goal of keeping children safely in their own homes or with relatives, and out of foster care.

Analyst Comment: Although the grant is available through the end of FY 2019, the department requested this funding for one year only. For purposes of legislative review the request has been recategorized as ongoing. As a result, if approved, \$1,806,200 of federal funds will be removed from the base in the FY 2020 budget request.

Agency Request	0.00	0	0	1,806,000	1,806,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>1,806,000</i>	<i>1,806,000</i>

32. Convert Group Positions to Permanent

Agency Request	0.00	0	0	0	0
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The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-round and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees.

<i>Governor's Recommendation</i>	<i>2.09</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2016 Total					
Agency Request	388.75	20,179,700	1,046,900	42,354,900	63,581,500
<i>Governor's Recommendation</i>	<i>390.84</i>	<i>19,794,300</i>	<i>1,046,900</i>	<i>41,414,000</i>	<i>62,255,200</i>

Agency Request					
Change from Original App	0.00	1,255,400	(600)	2,269,600	3,524,400
% Change from Original App	0.0%	6.6%	(0.1%)	5.7%	5.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>2.09</i>	<i>870,000</i>	<i>(600)</i>	<i>1,328,700</i>	<i>2,198,100</i>
<i>% Change from Original App</i>	<i>0.5%</i>	<i>4.6%</i>	<i>(0.1%)</i>	<i>3.3%</i>	<i>3.7%</i>

Services for the Developmentally Disabled

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Community DD Services	18,358,100	17,689,000	20,052,700	19,237,100	19,379,600
Southwest Idaho Treatment Center	14,420,700	10,100,000	11,988,500	10,868,600	10,933,600
Total:	32,778,800	27,789,000	32,041,200	30,105,700	30,313,200
BY FUND CATEGORY					
General	11,976,000	11,812,300	12,325,200	12,382,800	12,461,600
Dedicated	3,588,500	1,865,900	3,570,800	2,466,700	2,470,600
Federal	17,214,300	14,110,800	16,145,200	15,256,200	15,381,000
Total:	32,778,800	27,789,000	32,041,200	30,105,700	30,313,200
Percent Change:		(15.2%)	15.3%	(6.0%)	(5.4%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,626,500	18,100,700	21,968,000	20,119,100	20,346,700
Operating Expenditures	4,650,700	3,885,100	4,647,900	4,568,700	4,568,700
Capital Outlay	103,800	114,800	27,500	20,100	0
Trustee/Benefit	5,397,800	5,688,400	5,397,800	5,397,800	5,397,800
Total:	32,778,800	27,789,000	32,041,200	30,105,700	30,313,200
Full-Time Positions (FTP)	378.61	378.61	353.71	308.71	308.71

Division Description

Services for the Developmentally Disabled has two budgeted programs.

COMMUNITY DEVELOPMENTAL DISABILITY SERVICES: The Idaho Developmental Disabilities Services Act authorizes the Department of Health and Welfare to assume the leadership role for planning and arranging community services for children and adults with developmental disabilities; persons who are disabled prior to age 22 due to environmental, genetic, or health factors. Identification, screening and eligibility determinations are key responsibilities of the seven regional adult and child developmental programs. Services such as therapy, housing, employment, service coordination, and respite care are contracted to numerous private providers. The regional programs provide monitoring and quality assurance to determine that the consumer has an opportunity for informed choice and that services are implemented in a safe, cost-effective and efficient manner.

SOUTHWEST IDAHO TREATMENT CENTER (SWITC, formerly the Idaho State School and Hospital): As part of the statewide developmental disabilities service delivery system, SWITC located in Nampa, is a specialized provider of services to the most severely impaired clients in the state. SWITC serves only those clients who have no other placement option due to severe behavior or medical issues.

Services for the Developmentally Disabled

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	353.71	12,325,200	32,041,200	353.71	12,325,200	32,041,200
FTP Program Transfers	(25.00)	0	0	(25.00)	0	0
FY 2015 Total Appropriation	328.71	12,325,200	32,041,200	328.71	12,325,200	32,041,200
Noncognizable Funds and Transfers	(5.00)	(32,200)	(1,310,400)	(5.00)	(32,200)	(1,310,400)
FY 2015 Estimated Expenditures	323.71	12,293,000	30,730,800	323.71	12,293,000	30,730,800
Removal of One-Time Expenditures	0.00	(137,100)	(247,500)	0.00	(137,100)	(247,500)
Base Adjustments	0.00	0	(796,500)	0.00	0	(796,500)
FY 2016 Base	323.71	12,155,900	29,686,800	323.71	12,155,900	29,686,800
Benefit Costs	0.00	112,800	274,700	0.00	77,200	187,800
Replacement Items	0.00	20,100	20,100	0.00	0	0
Statewide Cost Allocation	0.00	(13,300)	(35,700)	0.00	(13,300)	(35,700)
Change in Employee Compensation	0.00	68,000	159,800	0.00	202,500	474,300
Nondiscretionary Adjustments	0.00	39,300	0	0.00	39,300	0
FY 2016 Program Maintenance	323.71	12,382,800	30,105,700	323.71	12,461,600	30,313,200
2. FTP Program Transfers	(15.00)	0	0	(10.00)	0	0
32. Convert Group Positions to Permanent	0.00	0	0	(5.00)	0	0
FY 2016 Total	308.71	12,382,800	30,105,700	308.71	12,461,600	30,313,200
Change from Original Appropriation	(45.00)	57,600	(1,935,500)	(45.00)	136,400	(1,728,000)
% Change from Original Appropriation		0.5%	(6.0%)		1.1%	(5.4%)

Services for the Developmentally Disabled

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	353.71	12,325,200	3,570,800	16,145,200	32,041,200

FTP Program Transfers

Community DD Services, SWITC

The department requests that 25.0 FTP from SWITC be transferred to four other department programs in the current year to meet the personnel needs of four supplemental funding requests:

- 1) 15.0 FTP to Welfare to determine eligibility for the state exchange.
- 2) 7.0 FTP to Indirect Support Services for the State Healthcare Innovation Plan.
- 3) 2.0 FTP to Substance Abuse and Prevention for the Access to Recovery Grant.
- 4) 1.0 FTP to Physical Health Services to assist with several new federal grants.

Analyst Comment: In FY 2010, SWITC had 381.53 FTP and since then 204.57 FTP have been eliminated or transferred to other programs. For FY 2015, the department requests another 30 be transferred out of SWITC to other programs, and an additional 15 be transferred in FY 2016. The department requested that some of these FTP be transferred one-time; however, all FTP adjustments in this publication are shown as ongoing. The census counts at SWITC have declined and are expected to continue to decline.

Agency Request	(25.00)	0	0	0	0
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The Governor recommends the transfer of FTP as requested by the agency. It is displayed as an ongoing request in this publication.

Governor's Recommendation	(25.00)	0	0	0	0
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FY 2015 Total Appropriation					
Agency Request	328.71	12,325,200	3,570,800	16,145,200	32,041,200
Governor's Recommendation	328.71	12,325,200	3,570,800	16,145,200	32,041,200

Noncognizable Funds and Transfers

Community DD Services, SWITC

Community Developmental Disability Services Program: (1) transfers \$823,400 one-time, from personnel costs to trustee & benefit payments that includes \$312,900 from the General Fund and \$510,500 from federal funds; and (2) transfers \$200,000 of federal fund spending authority in personnel costs to State Hospital South.

Southwest Idaho Treatment Center: (1) transfers 4.0 unfunded FTP with 1.0 to each program in Indirect Support Services, State Hospital South, EMS, and Physical Health Services; (2) transfers \$603,600 of federal fund personnel costs to State Hospital South; (3) transfers 1.0 FTP, \$32,200 General Fund personnel costs and \$27,400 of federal fund personnel costs to Indirect Support Services for an administrative support position; and (4) transfers \$447,200 of federal fund personnel costs to Physical Health Services.

Agency Request	(5.00)	(32,200)	0	(1,278,200)	(1,310,400)
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Governor's Recommendation	(5.00)	(32,200)	0	(1,278,200)	(1,310,400)
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FY 2015 Estimated Expenditures					
Agency Request	323.71	12,293,000	3,570,800	14,867,000	30,730,800
Governor's Recommendation	323.71	12,293,000	3,570,800	14,867,000	30,730,800

Removal of One-Time Expenditures

Community DD Services, SWITC

Removes \$180,000 in personnel costs that were appropriated for a one-time CEC, \$40,000 that was provided to replace the water system controls and pump for the main water well supply, and \$27,500 for a passenger van.

Agency Request	0.00	(137,100)	(12,000)	(98,400)	(247,500)
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Governor's Recommendation	0.00	(137,100)	(12,000)	(98,400)	(247,500)
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Services for the Developmentally Disabled

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Base Adjustments			Community DD Services, SWITC		
Community Developmental Disability Services Program restores \$823,400 to personnel costs and includes \$312,900 from the General Fund and \$510,500 from federal funds. This program also reduces ongoing dedicated fund personnel costs by \$746,600.					
Southwest Idaho Treatment Center restores \$303,600 to federal fund personnel costs and removes \$3,500 in operating expenditures from the Medical Assistance Fund. This program also reduces ongoing dedicated fund personnel costs by \$350,000.					
Agency Request	0.00	0	(1,100,100)	303,600	(796,500)
Governor's Recommendation	0.00	0	(1,100,100)	303,600	(796,500)
FY 2016 Base					
Agency Request	323.71	12,155,900	2,458,700	15,072,200	29,686,800
Governor's Recommendation	323.71	12,155,900	2,458,700	15,072,200	29,686,800
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	112,800	5,200	156,700	274,700
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	77,200	3,500	107,100	187,800
Replacement Items			Southwest Idaho Treatment Center		
Requests \$20,100 from the General Fund for replacement items that includes \$10,400 for a utility cart for hauling landscape and maintenance supplies, \$4,900 for one five-foot landscape rotary broom for cleaning parking areas and sidewalks, and \$4,800 for one 16-20 inch floor scrubber.					
Agency Request	0.00	20,100	0	0	20,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Community Developmental Disability Services reduces operating expenditures by \$5,600 from the General Fund and \$3,200 from federal funds and SWITC reduces operating expenditures by \$7,700 from the General Fund and \$19,200 from federal funds for reductions in risk management fees.					
Agency Request	0.00	(13,300)	0	(22,400)	(35,700)
Governor's Recommendation	0.00	(13,300)	0	(22,400)	(35,700)
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	68,000	2,800	89,000	159,800
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	202,500	8,400	263,400	474,300
Nondiscretionary Adjustments			Southwest Idaho Treatment Center		
Shifts \$39,300 from federal funds to the General Fund as a result of a reduction in the state's federal medical assistance percentage (FMAP) rate. The FMAP rate is the proportion of eligible costs the federal government pays for Medicaid expenditures. It is calculated annually based on each state's per capita income relative to the nation's per capita income. Idaho's FMAP will decrease from 71.75% in FY 2015 to 71.24% in FY 2016.					
Agency Request	0.00	39,300	0	(39,300)	0
Governor's Recommendation	0.00	39,300	0	(39,300)	0

Services for the Developmentally Disabled

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	323.71	12,382,800	2,466,700	15,256,200	30,105,700
Governor's Recommendation	323.71	12,461,600	2,470,600	15,381,000	30,313,200

2. FTP Program Transfers

Southwest Idaho Treatment Center

Transfers 12.0 FTP from SWITC to other department programs for various line item requests, and 3.0 FTP to the Office of the Attorney General for legal staff support. Transfers include:

- 3.0 FTP from SWITC to Welfare for implementation of a multi-day food stamp issuance;
- 4.0 FTP from SWITC to Licensing and Certification for new health facility surveyors;
- 2.0 FTP from SWITC to Indirect Support Services for new internal audit staff;
- 1.0 FTP from SWITC to Medicaid for a new medical director;
- 1.0 FTP from SWITC to Public Health Services for a new informatics specialist;
- 1.0 FTP from SWITC to Public Health Services for a new community resources coordinator; and
- 3.0 FTP from SWITC to the Office of the Attorney General for legal staff.

Agency Request	(15.00)	0	0	0	0
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The Governor recommends the full reduction of 15 FTP from SWITC. This line item reflects seven FTP that are transferred to other programs and three FTP reduced to meet the needs of personnel in the Office of the Attorney General. The remaining five FTP can be found in line item 32.

Governor's Recommendation	(10.00)	0	0	0	0
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32. Convert Group Positions to Permanent

Agency Request	0.00	0	0	0	0
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The Governor recommends the transfer of 5.0 FTP from the Southwest Idaho Treatment Center to Self-Reliance Operations, to offset the increased FTP authority required for the conversion of group positions to permanent positions.

Governor's Recommendation	(5.00)	0	0	0	0
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FY 2016 Total					
Agency Request	308.71	12,382,800	2,466,700	15,256,200	30,105,700
Governor's Recommendation	308.71	12,461,600	2,470,600	15,381,000	30,313,200

Agency Request					
Change from Original App	(45.00)	57,600	(1,104,100)	(889,000)	(1,935,500)
% Change from Original App	(12.7%)	0.5%	(30.9%)	(5.5%)	(6.0%)
Governor's Recommendation					
Change from Original App	(45.00)	136,400	(1,100,200)	(764,200)	(1,728,000)
% Change from Original App	(12.7%)	1.1%	(30.8%)	(4.7%)	(5.4%)

Independent Councils

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Developmental Disab. Council	640,300	522,800	655,600	660,300	665,200
Domestic Violence Council	4,129,700	3,610,100	4,139,100	4,142,000	4,146,100
Total:	4,770,000	4,132,900	4,794,700	4,802,300	4,811,300
BY FUND CATEGORY					
General	114,600	114,600	118,500	119,800	121,000
Dedicated	546,900	429,900	551,400	552,400	555,100
Federal	4,108,500	3,588,400	4,124,800	4,130,100	4,135,200
Total:	4,770,000	4,132,900	4,794,700	4,802,300	4,811,300
Percent Change:		(13.4%)	16.0%	0.2%	0.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	656,400	518,900	681,100	688,700	697,700
Operating Expenditures	494,800	351,600	494,800	494,800	494,800
Trustee/Benefit	3,618,800	3,262,400	3,618,800	3,618,800	3,618,800
Total:	4,770,000	4,132,900	4,794,700	4,802,300	4,811,300
Full-Time Positions (FTP)	8.97	8.97	9.00	9.00	9.00

Division Description

Independent Councils include the Developmental Disabilities Council and the Domestic Violence Council.

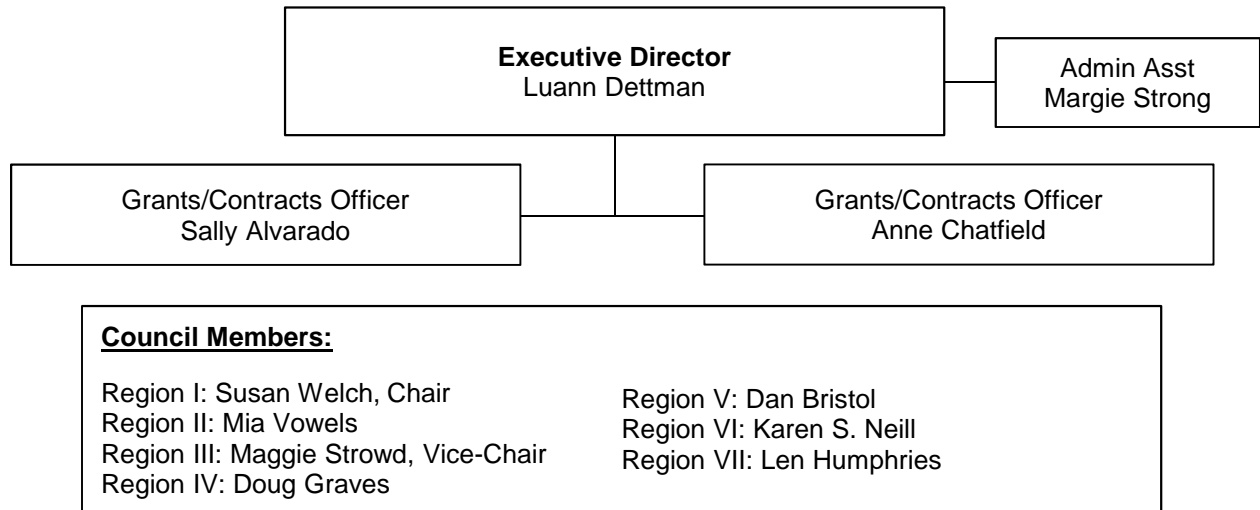
DEVELOPMENTAL DISABILITIES COUNCIL: The Council on Developmental Disabilities was established to maintain a central point for cooperation and coordination between the public and private sectors, ensuring that those with developmental disabilities receive the services or other assistance necessary to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

DOMESTIC VIOLENCE COUNCIL: The Domestic Violence Council was established to ensure the availability of assistance for victims of crime, with a focus on programs assisting victims of domestic violence, sexual assault or child abuse. This program is primarily funded with federal funds in addition to a state-imposed fee of \$15 for each marriage license and a state-imposed fee of \$20 for each divorce action.

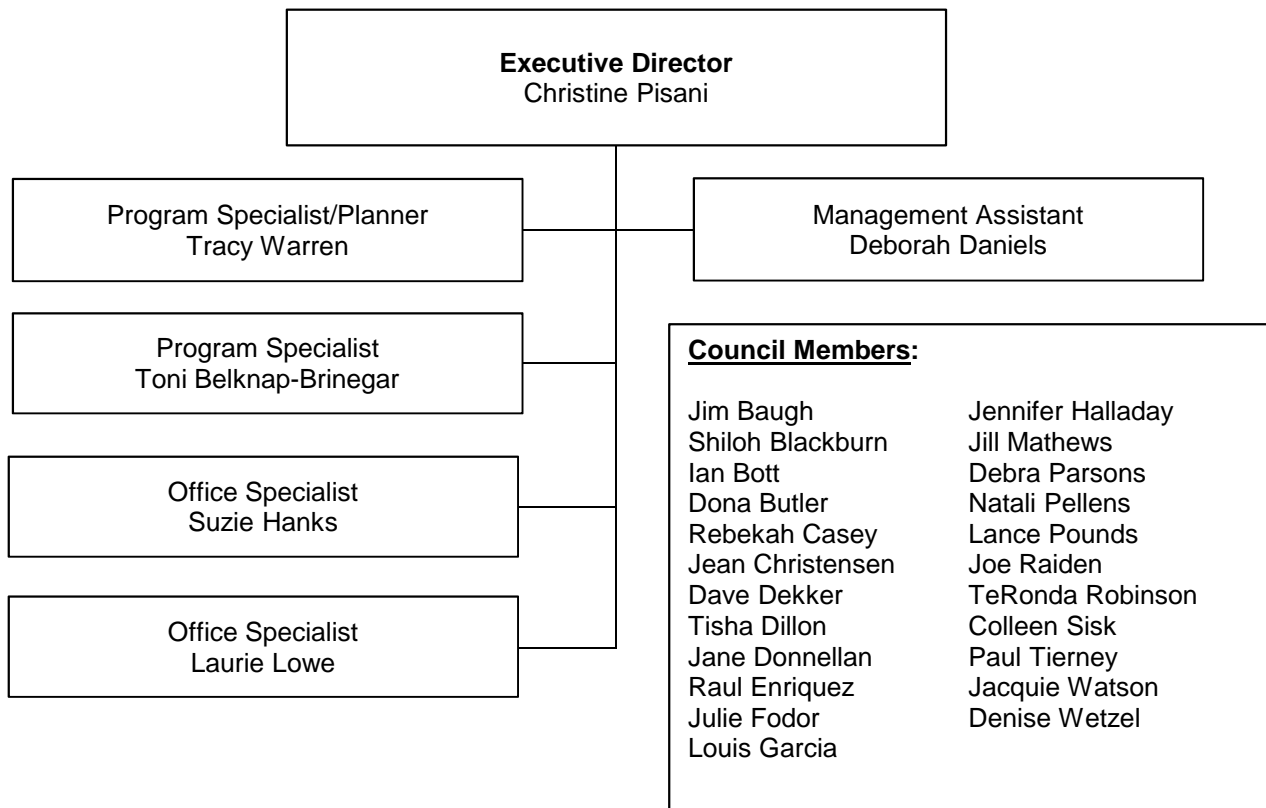
Independent Councils Organizational Charts

Analyst: Tatro

Council on Domestic Violence and Victim Assistance



Developmental Disabilities Council



Independent Councils

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	9.00	118,500	4,794,700	9.00	118,500	4,794,700
Removal of One-Time Expenditures	0.00	(800)	(5,800)	0.00	(800)	(5,800)
FY 2016 Base	9.00	117,700	4,788,900	9.00	117,700	4,788,900
Benefit Costs	0.00	1,300	7,600	0.00	900	5,300
Change in Employee Compensation	0.00	800	5,800	0.00	2,400	17,100
FY 2016 Total	9.00	119,800	4,802,300	9.00	121,000	4,811,300
Change from Original Appropriation	0.00	1,300	7,600	0.00	2,500	16,600
% Change from Original Appropriation		1.1%	0.2%		2.1%	0.3%

Independent Councils

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	9.00	118,500	551,400	4,124,800	4,794,700
Removal of One-Time Expenditures					
Removes \$5,800 in personnel costs that were appropriated for a one-time CEC and includes \$3,300 from the Developmental Disabilities Council, and \$2,500 from the Domestic Violence Council.					
Agency Request	0.00	(800)	(1,500)	(3,500)	(5,800)
<i>Governor's Recommendation</i>	0.00	(800)	(1,500)	(3,500)	(5,800)
FY 2016 Base					
Agency Request	9.00	117,700	549,900	4,121,300	4,788,900
<i>Governor's Recommendation</i>	9.00	117,700	549,900	4,121,300	4,788,900
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	1,300	1,000	5,300	7,600
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	0.00	900	700	3,700	5,300
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	800	1,500	3,500	5,800
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
<i>Governor's Recommendation</i>	0.00	2,400	4,500	10,200	17,100
FY 2016 Total					
Agency Request	9.00	119,800	552,400	4,130,100	4,802,300
<i>Governor's Recommendation</i>	9.00	121,000	555,100	4,135,200	4,811,300
Agency Request					
Change from Original App	0.00	1,300	1,000	5,300	7,600
% Change from Original App	0.0%	1.1%	0.2%	0.1%	0.2%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	2,500	3,700	10,400	16,600
% Change from Original App	0.0%	2.1%	0.7%	0.3%	0.3%

Indirect Support Services

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	16,201,300	14,993,100	18,124,600	18,918,100	18,551,200
Dedicated	2,179,500	2,353,400	2,361,000	4,490,300	4,507,100
Federal	19,565,400	19,947,800	20,203,800	27,498,000	27,167,000
Total:	37,946,200	37,294,300	40,689,400	50,906,400	50,225,300
Percent Change:		(1.7%)	9.1%	25.1%	23.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,088,500	19,489,000	23,199,600	24,178,800	24,328,800
Operating Expenditures	15,038,500	16,676,200	15,240,100	23,357,100	23,348,500
Capital Outlay	819,200	1,129,100	2,249,700	3,370,500	2,548,000
Total:	37,946,200	37,294,300	40,689,400	50,906,400	50,225,300
Full-Time Positions (FTP)	283.50	283.50	288.50	298.50	297.50

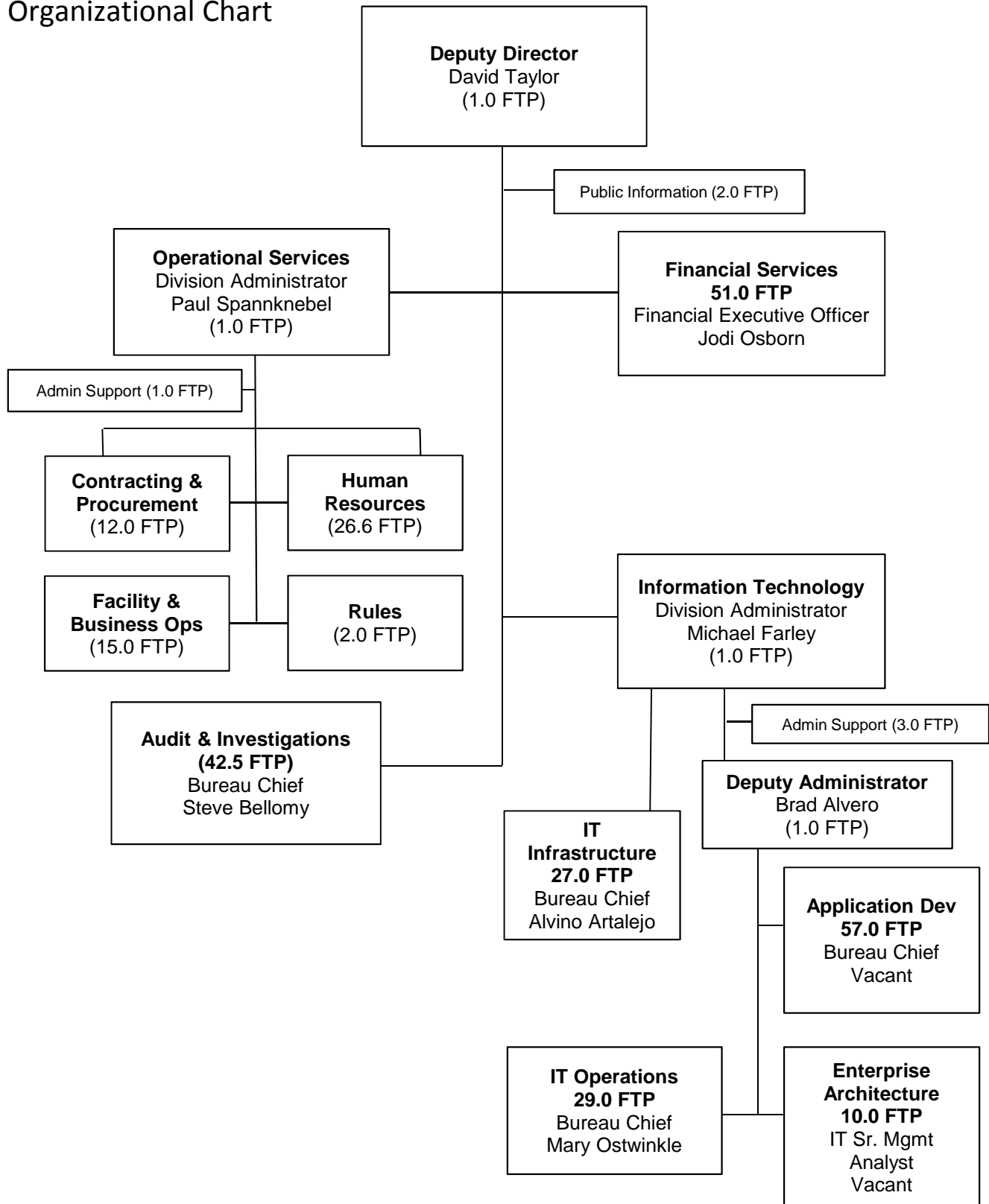
Division Description

Indirect Support Services provides administrative functions for the Department of Health and Welfare. The Office of the Director provides central policy direction. The Office of Legal Services provides legal advice, monitoring and litigation services. Financial Services manages the budget and cash flow, controls the accounting and reporting process, performs internal reviews, and processes all personnel actions. The Division of Information Systems plans and operates all data processing and IT activities. The Division of Operational Services manages physical assets, contracts and purchasing; and provides human resource functions, which include civil rights, workforce development, recruitment, process and system research, and employee relations. Finally, the Bureau of Audits and Investigations provides support to the department's public assistance programs through the following units: Criminal History; Internal Audit; Fraud Analysis; Medicaid Program Integrity; and Welfare Fraud Investigations.

Indirect Support Services Agency Profile

Analyst: Tatro

Organizational Chart



Indirect Support Services

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	288.50	18,124,600	40,689,400	288.50	18,124,600	40,689,400
1. Eligibility for Health Insurance Subsidy	0.00	0	0	0.00	0	0
4. State Healthcare Innovation Plan	7.00	0	3,479,800	8.00	0	3,479,800
FY 2015 Total Appropriation	295.50	18,124,600	44,169,200	296.50	18,124,600	44,169,200
Noncognizable Funds and Transfers	3.00	32,200	59,600	3.00	32,200	59,600
FY 2015 Estimated Expenditures	298.50	18,156,800	44,228,800	299.50	18,156,800	44,228,800
Removal of One-Time Expenditures	0.00	(1,686,900)	(3,111,000)	0.00	(1,686,900)	(3,111,000)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2016 Base	298.50	16,469,900	41,117,800	299.50	16,469,900	41,117,800
Benefit Costs	0.00	115,100	262,200	0.00	78,500	176,800
Replacement Items	0.00	2,162,600	3,869,100	0.00	1,743,300	3,048,000
Statewide Cost Allocation	0.00	57,100	107,500	0.00	57,100	107,500
Annualizations	0.00	0	5,292,300	0.00	0	5,292,300
Change in Employee Compensation	0.00	87,100	198,500	0.00	259,800	591,600
FY 2016 Program Maintenance	298.50	18,891,800	50,847,400	299.50	18,608,600	50,334,000
13. Eligibility for Health Insurance Subsidy	0.00	0	0	0.00	0	0
15. Add Internal Audit Staff	2.00	83,100	166,200	0.00	0	0
35. Medicaid Hearings to AG Office	(2.00)	(56,800)	(107,200)	(2.00)	(57,400)	(108,700)
FY 2016 Total	298.50	18,918,100	50,906,400	297.50	18,551,200	50,225,300
Change from Original Appropriation	10.00	793,500	10,217,000	9.00	426,600	9,535,900
% Change from Original Appropriation		4.4%	25.1%		2.4%	23.4%

Indirect Support Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	288.50	18,124,600	2,361,000	20,203,800	40,689,400

1. Eligibility for Health Insurance Subsidy

Indirect Support Services, Division of Welfare

Idaho's ability to operate a state-based exchange is dependent upon a fully functional eligibility determination system. In addition to Medicaid eligibility determination, performed by the department, the Advanced Payment Tax Credit (APTC) is determined using the same criteria. Idaho received Medicaid Readiness funding in FY 2012 through FY 2014 to enhance the Medicaid eligibility system. As a result the federal government will not fund a second eligibility system for Your Health Idaho (YHI), the state-based exchange. The department entered into a Memorandum of Understanding with YHI and began work on this project in May 2014. Funding for FY 2015 will be provided from a contract with YHI, as generated from an operational grant between YHI and CMS. Funding for FY 2016 will be provided from YHI, and generated from the 1.5% fee that is charged to the enrollee for each transaction that is secured through the exchange.

Additional programming to the department's benefit eligibility system is needed to account for all criteria needed in determining both Medicaid eligibility and for the APTC. Programming changes will be used for application processing, case management, required federal and state verifications, eligibility support, an online application portal, an eligibility system of record, complaint resolution for eligibility decisions, information transfers to the marketplace, eligibility renewals, eligibility data migration from the federal marketplace, and eligibility-related customer service by phone. The department completes the eligibility test for the APTC (used as a subsidy in the insurance marketplace) for qualifying individuals with income between 100% and 400% of the Federal Poverty Level, and sends that information to the marketplace where consumers shop for an insurance plan. Idaho began determining eligibility for the APTC on November 15, 2014. Funding for this request was provided with existing appropriation, however the supplemental is needed to maintain operations for the remainder of the fiscal year.

The department requests \$8,124,500 in new appropriation from dedicated funds, a fund shift of \$3,605,700 from federal to dedicated funds, and 15.0 FTP be transferred from the Southwest Idaho Treatment Center, to determine eligibility for the (APTC) subsidies for the YHI state-based exchange.

INDIRECT SUPPORT SERVICES: Requests a one-time fund shift of \$2,679,200 in personnel costs, and \$551,300 in operating expenditures for a total one-time fund shift request of \$3,230,500; and an ongoing fund shift of \$254,600 from personnel costs and \$120,600 in operating expenditures, for a total ongoing fund shift of \$375,200 from federal funds to dedicated funds. This portion of the request is to handle the information technology hardware, design, and software infrastructure to allow the department's various systems to process information and communicate with the YHI exchange. The majority of the federal funding is from the Medicaid Readiness project that provided federal funding to the states for determining Medicaid eligibility, which is the first step when applying for insurance through the exchange.

DIVISION OF WELFARE: Requests 15.0 FTP, \$1,185,000 in personnel costs, and \$940,000 in operating expenditures for a total ongoing request of \$2,125,000 from dedicated funds. Welfare also requests \$5,999,500 for one-time development costs for a total request of \$8,124,500. Funding for this division will be used to support the rules engine, eligibility determinations, data verification, and 24/7 processing of information.

There is a corresponding request in line item 13 for one-time development costs for both programs. The department does not anticipate one-time funding for this project after FY 2016. One-time development costs for the department, for both FY 2015 and FY 2016, total \$9,230,000 of new appropriation and fund shifts of \$4,970,000 for a total one-time implementation cost of \$14.2 million.

Agency Request	0.00	0	3,605,700	(3,605,700)	0
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The agency requested these funds on a one-time basis for FY 2015, and then again as a one-time line item for FY 2016. The Governor's recommendation matched the agency's request. It is displayed as an ongoing request in this publication.

Governor's Recommendation	0.00	0	3,605,700	(3,605,700)	0
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Indirect Support Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. State Healthcare Innovation Plan

Indirect Support Svcs, Physical Health Svcs

The State Healthcare Innovation Plan (SHIP) will transform Idaho's healthcare system by changing the standard of practice, delivering primary care through the patient-centered medical home (PCMH), integrating primary care with the broader medical neighborhood of hospitals and ancillary providers, and shifting payment incentives from volume to paying for improved health outcomes. This was developed with statewide stakeholder input led by the Idaho Healthcare Coalition (IHC) during 2013 and 2014. The IHC was established through executive order 2014-02 in February, 2014, with the charge to lead Idaho's healthcare system transformation. Members of the IHC include primary care providers, hospital leaders, public and private payers, policymakers, employers, community members and provider associations. The plan is designed to achieve improved patient care, improved patient health, and reduced overall healthcare system costs.

Broad goals for implementing SHIP include building 165 PCMH primary care practices with 850 primary care providers, improving care coordination through adoption and use of electronic health records (EHRs), establishing regional collaboratives to support integration of PCMHs into the broader "medical neighborhood", improving rural patient access to PCMH by developing virtual PCMHs, building a statewide data analytics system, and aligning payment mechanisms across private and public payers to transform payment methodologies from volume to value. More specifically, SHIP focuses on improving healthcare delivery in rural and frontier communities by developing tele-health services and the role of community health workers, as methods of extending care to rural communities.

To fund SHIP, the department has received a Center for Medicaid and Medicare Innovation Grant that will begin on February 1, 2015. The total federal grant amount is for about \$40 million and would be used over a four-year period. The first year of the grant will be for \$3,521,700 and will require the equivalent of 8.0 FTP, which the department has requested to be transferred from SWITC. The first year of implementation is for preliminary healthcare system transformation activities. This will be done through contract and will include training and technical assistance for PCMH performance reporting and PCMH performance incentives. Other contract activities will include the development of regional collaboratives to support local PCMHs, development of the Idaho Health Data Exchange's capacity to connect with new PCMHs, and development of ongoing financial and data analysis of the SHIP initiative. Operating expenditures will be used to lease space, and for supplies, travel, and department overhead charges for the federal grant.

Indirect Support Services: Requests 7.0 FTP, \$250,000 in personnel costs and \$3,229,800 in operating expenditures. [Ongoing]

Physical Health Services: Requests 1.0 FTP and \$41,900 of personnel costs. [Ongoing]

Analyst Comment: Although the grant is for four years, the department requested all funding as one-time with subsequent requests each year for one-time appropriation. It is presented here as an ongoing grant for four years, after which time (subject to approval) the funding will be removed from the FY 2019 Base.

Agency Request	7.00	0	0	3,479,800	3,479,800
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The agency requested these funds on a one-time basis for FY 2015, and then again as a one-time line item for FY 2016. The Governor's recommendation matched the agency's request. It is displayed as an ongoing request in this publication. The Governor recommends this supplemental be approved and placed in the newly-proposed Healthcare Policy and Initiatives Program. The additional FTP is the transfer from the Medically Indigent Administration Program.

Governor's Recommendation	8.00	0	0	3,479,800	3,479,800
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FY 2015 Total Appropriation					
Agency Request	295.50	18,124,600	5,966,700	20,077,900	44,169,200
Governor's Recommendation	296.50	18,124,600	5,966,700	20,077,900	44,169,200

Indirect Support Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Noncognizable Funds and Transfers

Expenditure adjustments include a transfer of 2.0 unfunded FTP from SWITC; and 1.0 FTP, \$59,600 from personnel costs that includes \$32,200 from the General Fund, and \$27,400 from federal funds for an administrative support position. This request also includes an object transfer of \$615,600 from the General Fund from personnel costs to operating expenditures, one-time. The General Fund money was made available for non-personnel purposes because the department has been receiving an enhanced federal match for its IT staff positions. The department does not believe that the enhanced funding will continue at this level after FY 2015.

Agency Request	3.00	32,200	0	27,400	59,600
Governor's Recommendation	3.00	32,200	0	27,400	59,600

FY 2015 Estimated Expenditures					
Agency Request	298.50	18,156,800	5,966,700	20,105,300	44,228,800
Governor's Recommendation	299.50	18,156,800	5,966,700	20,105,300	44,228,800

Removal of One-Time Expenditures

Removes \$190,100 that was appropriated for a one-time CEC and \$2,920,900 that was provided to purchase vehicles, IT equipment, furniture, office supplies, and for various facility improvements.

Agency Request	0.00	(1,686,900)	(13,500)	(1,410,600)	(3,111,000)
Governor's Recommendation	0.00	(1,686,900)	(13,500)	(1,410,600)	(3,111,000)

Base Adjustments

Restores \$615,600 to personnel costs from the General Fund that was transferred to operating expenditures as an FY 2015 expenditure adjustment, one-time. These funds were made available for non-personnel purposes because the department has been receiving an enhanced federal match for its IT staff positions. The department does not know the extent to which enhanced funding will continue after FY 2015. The request also shifts \$3,230,500 back from dedicated funds to federal funds as requested in supplemental 1.

Agency Request	0.00	0	(3,230,500)	3,230,500	0
Governor's Recommendation	0.00	0	(3,230,500)	3,230,500	0

FY 2016 Base					
Agency Request	298.50	16,469,900	2,722,700	21,925,200	41,117,800
Governor's Recommendation	299.50	16,469,900	2,722,700	21,925,200	41,117,800

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	115,100	16,000	131,100	262,200
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	78,500	8,900	89,400	176,800
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Indirect Support Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

Indirect Support Services is requesting \$2,162,600 from the General Fund and \$1,706,500 from federal funds for a total of \$3,869,100 to replace various items that include:

Vehicles: \$1,783,400 to replace 78 vehicles with mileage ranging from 50,015 to 155,070; vehicle ages ranging from 1996 to 2008; and includes 58 mid-sized sedans, 18 minivans, and 2 mid-size SUVs.

Information Technology: \$2,085,700 for IT infrastructure that includes \$225,000 for an IT security system, \$515,400 for network switches for field offices, \$275,000 for a two-factor remote access authentication, \$216,000 for external VPN access appliances, \$155,300 for remote office network core upgrades for routers, \$464,000 for video conferencing systems, and \$235,000 for the regional offices network core upgrades for switches.

Agency Request	0.00	2,162,600	0	1,706,500	3,869,100
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Governor recommends the replacement of 43 vehicles (\$962,300), a data information security system (\$225,000), a two-factor authentication system for remote access (\$275,000), 120 field office network switches (\$515,400), 27 replacement network routers (\$155,300), five fiber-optic aggregation switches (\$235,000), three VPN appliances (\$216,000), and 32 video-conferencing systems (\$464,000).

Governor's Recommendation	0.00	1,743,300	0	1,304,700	3,048,000
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Indirect Support Services is appropriated and accounts for all State Controller, State Treasurer, and Attorney General fees, and a proportionate amount of risk management fees associated with statewide cost allocation. Adjustments for FY 2016 include an increase of \$126,900 for Attorney General fees, a decrease of \$18,400 for risk management fees, an increase of \$3,400 for State Controller fees, and a decrease of \$4,400 for State Treasurer fees.

Agency Request	0.00	57,100	0	50,400	107,500
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Governor's Recommendation	0.00	57,100	0	50,400	107,500
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Annualizations

Requests an annualization of \$5,292,300 in federal funds for the SHIP grant as requested in supplemental 4 and includes \$350,000 in personnel costs and \$4,942,300 in operating expenditures.

Agency Request	0.00	0	0	5,292,300	5,292,300
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Governor's Recommendation	0.00	0	0	5,292,300	5,292,300
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	87,100	12,100	99,300	198,500
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	259,800	36,000	295,800	591,600
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FY 2016 Program Maintenance					
Agency Request	298.50	18,891,800	2,750,800	29,204,800	50,847,400
Governor's Recommendation	299.50	18,608,600	2,767,600	28,957,800	50,334,000

Indirect Support Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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13. Eligibility for Health Insurance Subsidy

Indirect Support Services & Welfare

The department requests an appropriation of \$4,970,000 on a one-time basis, from dedicated funds, to continue providing the infrastructure needed to determine eligibility for the Advanced Premium Tax Credit (APTC) subsidies, for the Your Health Idaho (YHI) state-based exchange. This line item would provide one-time funding to continue developing the capabilities for application processing, case management, required federal and state verifications, eligibility support, an online application portal, an eligibility system of record, complaint resolution for eligibility decisions, information transfers to the marketplace, eligibility renewals, eligibility data migration from the federal marketplace, and eligibility-related customer service by phone. The department completes the eligibility test for the APTC (used as a subsidy in the insurance marketplace) for qualifying individuals with income between 100% and 400% of the Federal Poverty Level, and sends that information to the marketplace where consumers shop for an insurance plan.

The Division of Welfare: includes a request of \$3,230,500 for one-time development costs.

Indirect Support Services includes a one-time fund shift from federal funds to dedicated funds of \$1,442,600 in personnel costs and \$296,900 in operating expenditures for one-time development costs.

There is a corresponding request in supplemental 1 that requests ongoing and one-time development costs for Welfare and Indirect Support Services. The department does not anticipate one-time funding for this purpose after FY 2016.

Agency Request	0.00	0	1,739,500	(1,739,500)	0
Governor's Recommendation	0.00	0	1,739,500	(1,739,500)	0

15. Add Internal Audit Staff

This department requests 2.0 FTP and \$166,200 for two new internal auditor positions. The auditors will have the responsibility to decrease financial risk, identify opportunities for operational improvements, and support compliance with rules, laws, and regulations. This request includes \$159,000 ongoing and \$7,200 one-time with half from the General Fund and half from federal funds. Ongoing funding would be used primarily for personnel costs and one-time funding is for computers, furniture, and office supplies. The Bureau of Audits and Investigations currently has two financial specialists conducting similar work, and this request would increase that total to four.

Agency Request	2.00	83,100	0	83,100	166,200
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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35. Medicaid Hearings to AG Office

Currently H&W handles Medicaid Fair Hearings and appeals related to the Advanced Payment Tax Credit (APTC) with two staff and contract attorneys, who are under the guidance of the Office of the Attorney General (OAG). The department would like to transfer this responsibility to the OAG and is proposing to reduce its authorized FTP by 5.0, and reduce its personnel costs appropriation by \$107,200. The three other unrelated and unfunded FTP from the Southwest Idaho Treatment Center are being offered to offset the addition of staff in the OAG.

There is a corresponding request for 5.0 FTP and associated funding in the budget request for the OAG.

Agency Request	(2.00)	(56,800)	0	(50,400)	(107,200)
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The Governor recommends the transfer of positions with the inclusion of a 3% CEC reduction that was included in the maintenance portion of the budget.

Governor's Recommendation	(2.00)	(57,400)	0	(51,300)	(108,700)
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FY 2016 Total					
Agency Request	298.50	18,918,100	4,490,300	27,498,000	50,906,400
Governor's Recommendation	297.50	18,551,200	4,507,100	27,167,000	50,225,300

Indirect Support Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	10.00	793,500	2,129,300	7,294,200	10,217,000
% Change from Original App	3.5%	4.4%	90.2%	36.1%	25.1%
<i>Governor's Recommendation</i>					
Change from Original App	9.00	426,600	2,146,100	6,963,200	9,535,900
% Change from Original App	3.1%	2.4%	90.9%	34.5%	23.4%

Division of Medicaid

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Medicaid Admin & Medical Mgmt	77,144,700	68,686,600	61,365,700	69,515,100	69,522,200
Coordinated Medicaid Plan	323,533,500	380,627,400	328,179,300	342,157,100	342,157,100
Enhanced Medicaid Plan	1,100,324,700	914,896,800	1,111,711,500	1,150,393,900	1,150,393,900
Basic Medicaid Plan	523,179,600	556,228,700	532,033,500	546,930,300	546,930,300
Total:	2,024,182,500	1,920,439,500	2,033,290,000	2,108,996,400	2,109,003,500
BY FUND CATEGORY					
General	475,446,300	469,277,700	492,347,100	507,301,000	507,336,000
Dedicated	213,752,900	189,151,700	187,726,100	265,758,100	265,758,100
Federal	1,334,983,300	1,262,010,100	1,353,216,800	1,335,937,300	1,335,909,400
Total:	2,024,182,500	1,920,439,500	2,033,290,000	2,108,996,400	2,109,003,500
Percent Change:		(5.1%)	5.9%	3.7%	3.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	14,725,700	13,324,100	14,485,100	14,880,900	14,788,000
Operating Expenditures	60,311,200	54,258,800	44,772,800	52,526,400	52,626,400
Capital Outlay	0	25,300	0	0	0
Trustee/Benefit	1,949,145,600	1,852,831,300	1,974,032,100	2,041,589,100	2,041,589,100
Total:	2,024,182,500	1,920,439,500	2,033,290,000	2,108,996,400	2,109,003,500
Full-Time Positions (FTP)	205.49	205.49	210.00	209.00	208.00

Division Description

The Division of Medicaid is responsible for administering plans to finance and deliver health services for people at risk due to low income and other factors, such as youth, old age, pregnancy, or disability, pursuant to state and federal Medicaid requirements. The division is organized into four budgeted programs.

MEDICAID ADMINISTRATION & MEDICAL MANAGEMENT: Includes expenditures for administration of a comprehensive program of medical coverage to eligible recipients in Idaho. Coverage is provided through traditional Medicaid (Title XIX), and the Children's Health Insurance Program (CHIP) (Title XXI). Administrative functions include managing provider payments, contracting with state agencies and universities for medical management, and conducting drug utilization reviews and individual assessments. Prior to FY 2007, all Medicaid expenditures were reported under the Medical Assistance Services Program. The program has been renamed Medicaid Administration & Medical Management.

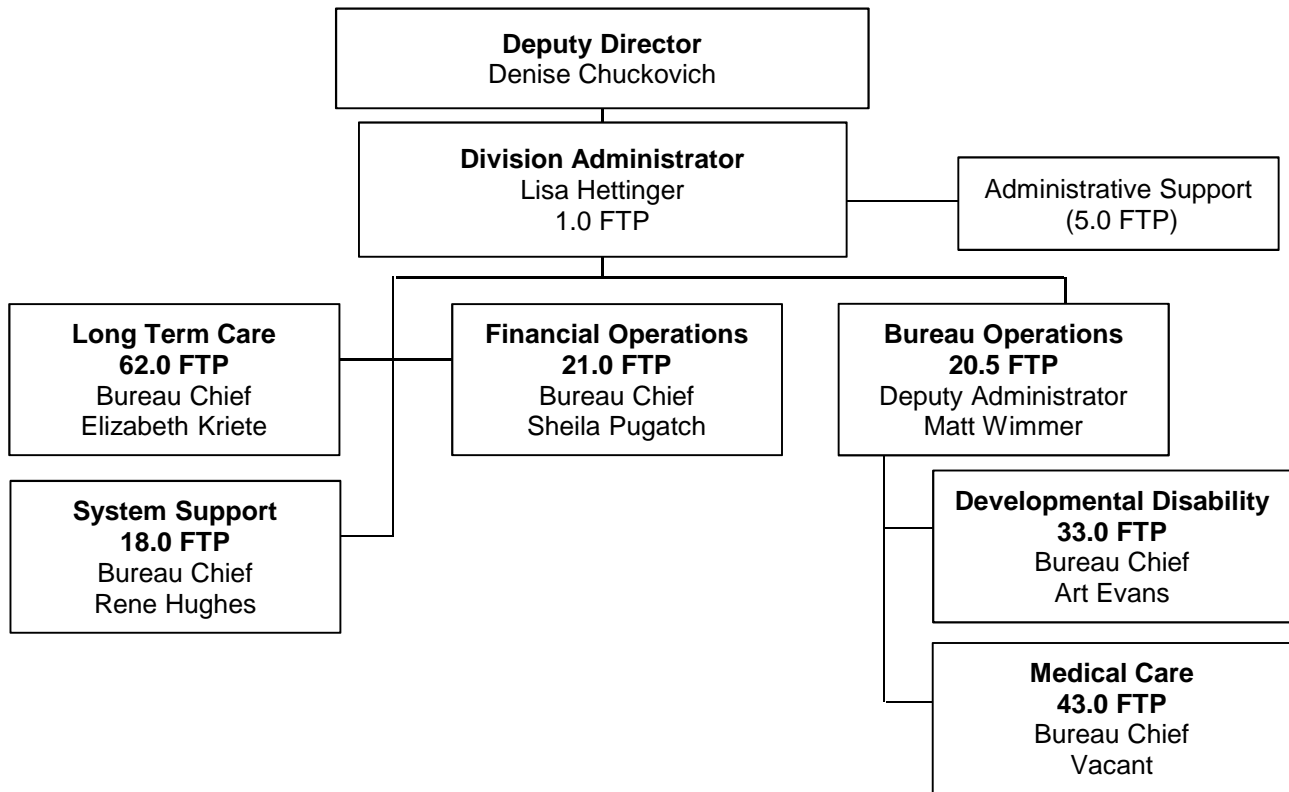
COORDINATED MEDICAID PLAN: Beneficiaries covered in this plan primarily consist of those who are age 65 and older. All individuals dually eligible for Medicaid and Medicare, regardless of age, may elect to receive coverage under this plan.

ENHANCED MEDICAID PLAN: Medicaid-eligible group primarily made up of children and adults (non-elderly) with disabilities, or other individuals with special health needs, such as foster children. Individuals included in this plan may elect to remain in this plan after they turn 65 years old.

BASIC MEDICAID PLAN: Medicaid-eligible group primarily consisting of Pregnant Women and Children (PWC), Family Medicaid and Idaho's Children Health Insurance Program (CHIP). These populations are assumed to be in average health, with average levels of disease.

Division of Medicaid Agency Profile

Analyst: Tatro



Medicaid Plans: Caseloads and Trustee & Benefit Payments

	FY 2014 Expenditures		FY 2015 Orig Approp		FY 2016 Request	
	Amount	% of Total	Amount	% of Total	Amount	% of Total
Basic Plan						
Caseload	181,393	71.7%	193,865	72.7%	196,895	72.4%
Budget	\$556,228,700	30.0%	\$532,033,500	27.0%	\$540,890,100	27.2%
Average Case	\$3,066		\$2,744		\$2,747	
Enhanced Plan						
Caseload	47,934	19.0%	48,437	18.2%	50,052	18.4%
Budget	\$914,896,800	49.4%	\$1,111,711,500	56.4%	\$1,116,827,200	56.2%
Average Case	\$19,087		\$22,952		\$22,313	
Coordinated Plan						
Caseload	23,544	9.3%	24,473	9.2%	25,113	9.2%
Budget	\$380,627,400	20.6%	\$328,179,300	16.6%	\$328,302,600	16.5%
Average Case	\$16,167		\$13,410		\$13,073	
Total						
Caseload	252,871		266,775		272,060	
Budget	\$1,851,752,900		\$1,971,924,300		\$1,986,019,900	
Average Case	\$7,322.92		\$7,391.71		\$7,299.93	

Division of Medicaid

Comparative Summary

Analyst: Tatro

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	210.00	492,347,100	2,033,290,000	210.00	492,347,100	2,033,290,000
3. Sovaldi Hep-C Drug Payments	0.00	1,885,000	6,500,000	0.00	1,885,000	6,500,000
8. Hospital Settlements Fund Shift	0.00	(17,110,000)	0	0.00	(17,110,000)	0
FY 2015 Total Appropriation	210.00	477,122,100	2,039,790,000	210.00	477,122,100	2,039,790,000
Noncognizable Funds and Transfers	(2.00)	0	(811,300)	(2.00)	0	(811,300)
FY 2015 Estimated Expenditures	208.00	477,122,100	2,038,978,700	208.00	477,122,100	2,038,978,700
Removal of One-Time Expenditures	0.00	(128,000)	(9,957,500)	0.00	(128,000)	(9,957,500)
Base Adjustments	0.00	(290,000)	(5,888,700)	0.00	(290,000)	(5,888,700)
FY 2016 Base	208.00	476,704,100	2,023,132,500	208.00	476,704,100	2,023,132,500
Benefit Costs	0.00	68,000	178,500	0.00	49,900	131,000
Statewide Cost Allocation	0.00	(3,700)	(7,700)	0.00	(3,700)	(7,700)
Change in Employee Compensation	0.00	44,900	118,000	0.00	134,400	353,100
Nondiscretionary Adjustments	0.00	26,695,500	52,570,800	0.00	26,695,500	52,570,800
FY 2016 Program Maintenance	208.00	503,508,800	2,075,992,100	208.00	503,580,200	2,076,179,700
10. Electronic Health Records Incentives	0.00	21,900	16,704,900	0.00	21,900	16,704,900
11. Money Follows the Person Grant	0.00	45,900	589,700	0.00	45,900	589,100
17. Establish Medicaid Medical Director	1.00	36,400	178,600	0.00	0	0
18. Children's Healthcare Improvement	0.00	0	431,100	0.00	0	429,800
27. External Audit/Managed Care Contract	0.00	50,000	100,000	0.00	50,000	100,000
28. ACA - Primary Care Payment Sunset	0.00	870,000	0	0.00	870,000	0
34. CHIP Sunset	0.00	2,768,000	0	0.00	2,768,000	0
36. Additional Receipt Authority	0.00	0	15,000,000	0.00	0	15,000,000
FY 2016 Total	209.00	507,301,000	2,108,996,400	208.00	507,336,000	2,109,003,500
Change from Original Appropriation	(1.00)	14,953,900	75,706,400	(2.00)	14,988,900	75,713,500
% Change from Original Appropriation		3.0%	3.7%		3.0%	3.7%

Division of Medicaid

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	210.00	492,347,100	187,726,100	1,353,216,800	2,033,290,000

3. Sovaldi Hep-C Drug Payments Basic, Coordinated, & Enhanced Plans

The department requests ongoing funding to pay for a new medication for the treatment of Chronic Hepatitis-C, known as Sovaldi, or Sofosbuvir. The drug would be a component of an antiviral treatment regimen and/or for those awaiting a liver transplant. The drug would only be used with eligible participants 18 years of age and older, subject to specific requirements to receive treatment. Estimates for the average cost per client after pharmaceutical rebates for the 12-week treatment are approximately \$74,000 and for the 24-week treatment the after-rebate cost will be \$143,600. This drug protocol has received national attention due to its high cost.

	General Fund	Federal Funds
Coordinated Plan:	\$501,600	\$1,228,100
Enhanced Plan:	\$849,200	\$2,079,000
Basic Plan:	\$534,200	\$1,307,900
TOTAL	\$1,885,000	\$4,615,000

Agency Request	0.00	1,885,000	0	4,615,000	6,500,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,885,000</i>	<i>0</i>	<i>4,615,000</i>	<i>6,500,000</i>

8. Hospital Settlements Fund Shift Basic, Coordinated, & Enhanced Plans

The Centers for Medicare and Medicaid (CMS) made changes requiring the most current data to be used when calculating the Federal Upper Payment Limit (UPL). Therefore, Medicaid must use costs from the current Medicare cost reports, ultimately forcing the calculation of interim cost settlements with hospitals. The division estimates that it will process two to three times as many cost settlements in FY 2015 as compared to FY 2014. As a result of this change there is a fund shift that increases dedicated funds by \$59 million, reduces the General Fund by \$17.1 million, and reduces federal funds by \$41.9 million. Specific amounts by plan:

	General Fund	Dedicated Funds	Federal Funds
Coordinated Plan:	(\$253,700)	\$875,000	(\$621,300)
Enhanced Plan:	(\$16,850,200)	\$58,104,000	(\$41,253,800)
Basic Plan:	(\$6,100)	\$21,000	(\$14,900)

Analyst Comment: This fund shift is expected to occur in fiscal years 2015 through 2017. After the three-year period the department anticipates a normalization of payment sources. This supplemental was requested as a one-time adjustment requiring JFAC to consider it again in a line item, and for the next two years as a one-time line item. It was changed to an ongoing decision in this publication, and since Medicaid is an entitlement program the funding is routinely adjusted based on the need for the current and subsequent budget year.

Agency Request	0.00	(17,110,000)	59,000,000	(41,890,000)	0
<i>The Governor's recommendation matched the agency's request.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(17,110,000)</i>	<i>59,000,000</i>	<i>(41,890,000)</i>	<i>0</i>

FY 2015 Total Appropriation					
Agency Request	210.00	477,122,100	246,726,100	1,315,941,800	2,039,790,000
<i>Governor's Recommendation</i>	<i>210.00</i>	<i>477,122,100</i>	<i>246,726,100</i>	<i>1,315,941,800</i>	<i>2,039,790,000</i>

Noncognizable Funds and Transfers Medicaid Administration and Medical Mgmt

Transfers 2.0 unfunded FTP to other department programs, transfers \$611,300 on a one-time basis, and \$200,000 ongoing from operating expenditures from the dedicated Cooperative Welfare Fund to State Hospital South.

Agency Request	(2.00)	0	(811,300)	0	(811,300)
<i>Governor's Recommendation</i>	<i>(2.00)</i>	<i>0</i>	<i>(811,300)</i>	<i>0</i>	<i>(811,300)</i>

FY 2015 Estimated Expenditures					
Agency Request	208.00	477,122,100	245,914,800	1,315,941,800	2,038,978,700
<i>Governor's Recommendation</i>	<i>208.00</i>	<i>477,122,100</i>	<i>245,914,800</i>	<i>1,315,941,800</i>	<i>2,038,978,700</i>

Division of Medicaid

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Removal of One-Time Expenditures					
Medicaid Administration, Coordinated Plan					
Removes \$111,500 that was appropriated for a one-time CEC, \$561,500 for the Children's Healthcare Improvement Cooperative, \$8,617,000 for electronic health records incentive payments, and \$667,500 for the Money Follows the Person Grant.					
Agency Request	0.00	(128,000)	0	(9,829,500)	(9,957,500)
Governor's Recommendation	0.00	(128,000)	0	(9,829,500)	(9,957,500)

Base Adjustments **Administration and Coordinated, Enhanced, Basic Plans**

Restores \$611,300 in operating expenditures from dedicated funds that were transferred to State Hospital South as a FY 2015 expenditure adjustment, one-time; reduces trustee & benefit payments from the base for federal funds by \$1,729,600 in the coordinated plan, \$2,928,300 in the enhanced plan, and \$1,842,100 in the basic plan for the sunset of the primary care physician incentive payment (PCP), as required under the Affordable Care Act.

This request also includes a reduction of \$290,000 from the General Fund, a reduction of \$710,000 in federal funds, and an increase of \$1 million in dedicated funds to align the FY 2016 base with estimated needs as it relates to the hospital settlements fund shift requested in supplemental 8.

Analyst Comments:

- 1) The PCP base reduction was requested by the department as a rescission, but was moved to a base reduction. Line-item 28 requests a fund shift from federal funds to the General Fund to offset the sunset of the PCP.
- 2) The hospital settlement fund shift was requested as a separate one-time adjustment. However, the supplemental request was made ongoing and the corresponding line item for FY 2016 was moved to a base adjustment.

Agency Request	0.00	(290,000)	1,611,300	(7,210,000)	(5,888,700)
Governor's Recommendation	0.00	(290,000)	1,611,300	(7,210,000)	(5,888,700)

FY 2016 Base					
Agency Request	208.00	476,704,100	247,526,100	1,298,902,300	2,023,132,500
Governor's Recommendation	208.00	476,704,100	247,526,100	1,298,902,300	2,023,132,500

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	68,000	0	110,500	178,500
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	49,900	0	81,100	131,000

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Medicaid Administration reduces operating expenditures by \$3,700 from the General Fund and \$4,000 from federal funds for reductions in risk management fees.

Agency Request	0.00	(3,700)	0	(4,000)	(7,700)
Governor's Recommendation	0.00	(3,700)	0	(4,000)	(7,700)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	44,900	0	73,100	118,000
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	134,400	0	218,700	353,100

Division of Medicaid

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Nondiscretionary Adjustments

Basic, Coordinated, & Enhanced Plans

The Division of Medicaid requests the following nondiscretionary adjustments:

COST-BASED PRICING: Increases of \$6,286,300 from the General Fund and \$9,254,700 in federal funds.

MANDATORY PRICING: Increases of \$298,100 from the General Fund and \$438,900 in federal funds.

CASELOAD: Increases of \$15,780,500 from the General Fund and \$23,232,200 in federal funds.

UTILIZATION: Decreases of \$1,100,200 from the General Fund and \$1,619,700 in federal funds.

DEDICATED RECEIPTS: Also included is an ongoing increase of \$6,000,000 in the dedicated portion of the Cooperative Welfare Fund. This increase is offset by a decrease of \$1,740,000 from the General Fund and a decrease of \$4,260,000 from federal funds. The dedicated receipt increase is primarily associated with a trending increase of prescription drug rebate receipts.

FMAP ADJUSTMENT: An increase of \$7,170,800 from the General Fund and a decrease of a like amount in federal funds to reflect a reduction in the Title XIX Federal Medical Assistance Percentage (FMAP) rate, which is the federal share of eligible Medicaid payments for the majority of services provided. The rate will change from 71.75% to 71.24% for FY 2016.

Agency Request	0.00	26,695,500	6,000,000	19,875,300	52,570,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>26,695,500</i>	<i>6,000,000</i>	<i>19,875,300</i>	<i>52,570,800</i>

FY 2016 Program Maintenance					
Agency Request	208.00	503,508,800	253,526,100	1,318,957,200	2,075,992,100
<i>Governor's Recommendation</i>	<i>208.00</i>	<i>503,580,200</i>	<i>253,526,100</i>	<i>1,319,073,400</i>	<i>2,076,179,700</i>

10. Electronic Health Records Incentives

Medicaid Administration and Medical Mgmt

The department requests one-time funding to process federal electronic health records incentive payments to eligible providers. Incentive payments total \$16,485,900 and are 100% federally funded. The administrative costs, however, require a 10% state match or \$21,900 for total administrative costs of \$219,000. The request includes \$21,900 from the General Fund and \$16,683,000 from federal funds.

Agency Request	0.00	21,900	0	16,683,000	16,704,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,900</i>	<i>0</i>	<i>16,683,000</i>	<i>16,704,900</i>

11. Money Follows the Person Grant

Medicaid Admin & Coordinated Medicaid Plan

The department requests funding to continue the Money Follows the Person Demonstration Grant. The purpose of the grant is to shift spending from more expensive institutionalized care to home and community-based care. FY 2016 is the final year of the five-year demonstration project. As a part of the grant demonstration, states are required to invest their rebalancing funds into programs or initiatives that help to shift the balance of long-term supports and services toward homecare-based services. The program will transition a minimum of 35 individuals voluntarily out of an institution and into a home and/or community-based care setting.

MEDICAID ADMIN & MEDICAL MANAGEMENT PROGRAM: The department currently has one project manager and one project coordinator administering this grant. This request is to provide \$171,000 in personnel costs and \$94,700 in operating expenditures from federal funds. This request is on a one-time basis.

COORDINATED MEDICAID PLAN: The request includes \$45,900 from the General Fund and \$278,100 from federal funds for a total of \$324,000 in trustee & benefit payments. This request is on a one-time basis.

Agency Request	0.00	45,900	0	543,800	589,700
<i>Recommended by the Governor with a \$300 adjustment for health insurance costs.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>45,900</i>	<i>0</i>	<i>543,200</i>	<i>589,100</i>

Division of Medicaid

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
17. Establish Medicaid Medical Director					Medicaid Administration and Medical Mgmt
<p>The department requests \$178,600 to fund a Medicaid medical director. This request includes a transfer of \$100,000 from operating expenditures to personnel costs with half from the General Fund and half from federal funds. The position is currently established within the Medicaid Division, but is being filled by a part-time contracted position. This position would be non-classified and would be compensated at \$225,000 per year or \$108.17 per hour. A qualified candidate for this position would need to be a licensed physician and have experience in policy and analytics.</p>					
Agency Request	1.00	36,400	0	142,200	178,600
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
18. Children's Healthcare Improvement					Medicaid Administration and Medical Mgmt
<p>The department requests an appropriation on a one-time basis, for an extension of eight months beyond the original five-year CMS grant, to improve children's primary care through the Children Healthcare Improvement Cooperative (CHIC). The request is for \$184,700 in personnel costs and \$246,400 in operating expenditures. There are no new FTP included in this request because the grant is being administered by existing staff. Key elements of the grant extension include: testing the effectiveness of moving pediatric practices to a patient-centered medical home model (PCMH); developing health information technology connections between pediatric practices and the Idaho immunization information system, the Idaho Health Data Exchange, and the Utah Health Information Network; creating a pediatric improvement partnership in Idaho similar to the partnership in Utah, and facilitating Idaho joining the National Improvement Partnership Network headquartered at the University of Vermont; and to continue to establish a partnership with the Division of Public Health, Maternal Child Health Program.</p>					
Agency Request	0.00	0	0	431,100	431,100
<i>Recommended by the Governor with a \$300 adjustment for health insurance costs.</i>					
Governor's Recommendation	0.00	0	0	429,800	429,800
27. External Audit/Managed Care Contract					Medicaid Administration and Medical Mgmt
<p>External quality reviews are required by the federal Centers for Medicare and Medicaid (CMS) for all managed care contracts. This request is for \$100,000 in operating expenditures to contract for external quality reviews of the department's managed care contracts for behavioral health services, dental services, and Medicare-Medicaid Coordinated Plan services for participants who are dually eligible. This request will support contract monitoring, quality assurance, and quality improvement efforts for Idaho's managed care programs.</p>					
Agency Request	0.00	50,000	0	50,000	100,000
Governor's Recommendation	0.00	50,000	0	50,000	100,000
28. ACA - Primary Care Payment Sunset					Basic, Coordinated, & Enhanced Plans
<p>Requests a fund shift of \$870,000 from federal funds to the General Fund to pay for rate changes for primary care services, per §56-265, Idaho Code, which is needed to maintain the primary care physician incentive program (PCP) at 100% of Medicare rates.</p>					
<p>Section 56-265, Idaho Code, states that: (1) Where there is an equivalent, the payment to Medicaid providers: (a) May be up to but shall not exceed 100% of the current Medicare rate for primary care procedure codes as defined by the centers for Medicare and Medicaid services; and (b) Shall be 90% of the current Medicare rate for all other procedure codes. (2) Where there is no Medicare equivalent, the payment rate to Medicaid providers shall be prescribed by rule. (3) The department shall, through the annual budget process, include a line item request for adjustments to provider rates. All changes to provider payment rates shall be subject to approval of the Legislature by appropriation.</p>					
Agency Request	0.00	870,000	0	(870,000)	0
Governor's Recommendation	0.00	870,000	0	(870,000)	0

Division of Medicaid

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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34. CHIP Sunset

Basic & Enhanced Medicaid Plans

Section 41-405, Idaho Code, outlines the distribution of all insurance premiums, which are collected in lieu of other state and local taxes. Revenue generated from the premium tax is distributed in the following manner: (1) the first \$45 million is distributed to the General Fund, firefighter retirements, and refunds for over payments; (2) revenues between \$45 million and \$55 million are distributed at 25% to the high-risk individual reinsurance pool and 75% to the General Fund; and (3) revenues that exceed \$55 million are distributed 75% to the General Fund and 25% to the Health Insurance Access Card. Prior to FY 2014, the Health Insurance Access Card funds were distributed at 80% to CHIP Plan B and the children's access card program, and 20% (not to exceed \$1.2 million) to the small business health insurance program.

In 2013, the department proposed, and the Legislature passed, S1014 with the intent of eliminating the 80/20 split within the Health Insurance Access Card. However, inadvertently, the legislation placed a sunset on all distributions above \$45 million, not just the Health Insurance Access Card. The fiscal note on S1014 stated there would be no fiscal impact to the General Fund.

Further, federal funding for the CHIP program is also set to expire on the same date of 10/1/2015. This is the result of the Affordable Care Act moving most children into traditional Medicaid programs or private insurance. About 10,600 children moved from CHIP to traditional Medicaid and the federal rules allow for this group (only those who were enrolled in CHIP prior to 1/1/14) to continue to have access to an enhanced federal match (currently about 80%) as long as CHIP remains authorized. After that authorization expires, care for children will be reimbursed like all other Medicaid recipients, at the normal federal match of about 70.3%. The department has sent a letter of support to Idaho's congressional delegation in support of re-authorizing funding for the CHIP program.

The department requests to shift the appropriation of \$2,768,000 from the Health Insurance Access Card Fund to the General Fund. This includes \$601,900 in the Enhanced Plan and \$2,166,100 in the Basic Plan, all in trustee & benefit payments. Additional information on balances and the Health Insurance Access Card can be found under the Department of Insurance in the Economic Development section of this publication.

Agency Request	0.00	2,768,000	(2,768,000)	0	0
Governor's Recommendation	0.00	2,768,000	(2,768,000)	0	0

36. Additional Receipt Authority

The department requests \$15 million in dedicated funds to deal with the fluctuations in the amount it receives for drug rebates. This appropriation would be used in lieu of the General Fund when revenues from rebates are higher than forecasted. This request was a collaborative approach with the department, Legislative Services Office Budget & Policy Analysis Division, and the Division of Financial Management.

Agency Request	0.00	0	15,000,000	0	15,000,000
Governor's Recommendation	0.00	0	15,000,000	0	15,000,000

FY 2016 Total					
Agency Request	209.00	507,301,000	265,758,100	1,335,937,300	2,108,996,400
Governor's Recommendation	208.00	507,336,000	265,758,100	1,335,909,400	2,109,003,500

Agency Request					
Change from Original App	(1.00)	14,953,900	78,032,000	(17,279,500)	75,706,400
% Change from Original App	(0.5%)	3.0%	41.6%	(1.3%)	3.7%
Governor's Recommendation					
Change from Original App	(2.00)	14,988,900	78,032,000	(17,307,400)	75,713,500
% Change from Original App	(1.0%)	3.0%	41.6%	(1.3%)	3.7%

Mental Health Services

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Children's Mental Health	12,324,500	10,686,300	12,467,700	12,535,800	12,608,000
Adult Mental Health	20,102,500	19,251,000	22,776,100	25,639,300	23,902,000
Total:	32,427,000	29,937,300	35,243,800	38,175,100	36,510,000
BY FUND CATEGORY					
General	22,971,000	23,268,700	25,118,600	28,537,500	27,024,200
Dedicated	1,205,400	476,700	1,205,400	872,800	873,700
Federal	8,250,600	6,191,900	8,919,800	8,764,800	8,612,100
Total:	32,427,000	29,937,300	35,243,800	38,175,100	36,510,000
Percent Change:		(7.7%)	17.7%	8.3%	3.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	21,046,100	19,132,200	21,288,500	21,205,600	21,463,500
Operating Expenditures	4,676,200	3,676,300	4,680,600	5,051,800	4,851,800
Trustee/Benefit	6,704,700	7,128,800	9,274,700	11,917,700	10,194,700
Total:	32,427,000	29,937,300	35,243,800	38,175,100	36,510,000
Full-Time Positions (FTP)	281.80	281.80	283.98	283.98	287.83

Division Description

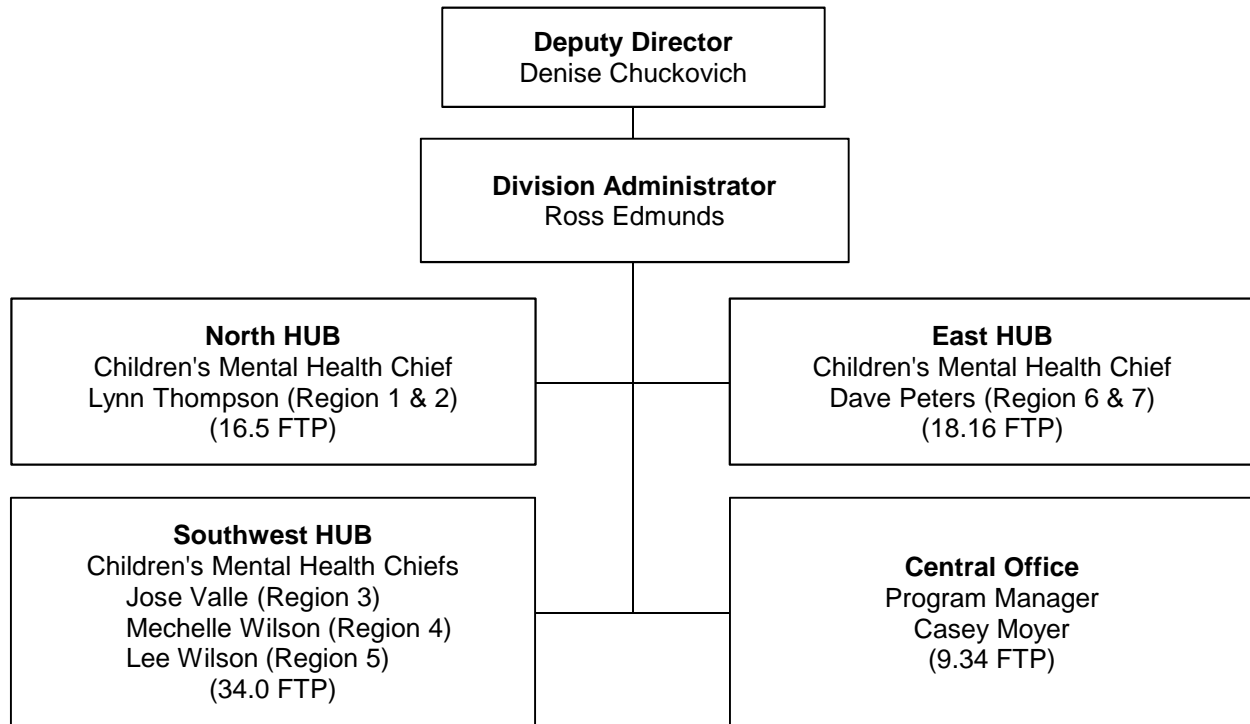
CHILDREN'S MENTAL HEALTH: The Children's Mental Health Program is managed under the Division of Behavioral Health. It provides assessment and evaluation, clinical case management, hospitalization, residential treatment, and therapeutic foster care for children with serious emotional disturbances.

ADULT MENTAL HEALTH: Services in Idaho are community-based, consumer-guided, and organized through a system of care for adult citizens who experience serious and persistent mental illness. Services are delivered primarily through seven regional, state-operated community mental health centers.

Mental Health Services Agency Profile

Analyst: Tatro

Children's Mental Health



Services Provided

	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
1) Children served	4,102	3,490	2,288 ^a	2,468	2,554
2) Court ordered §20-511A ^b	173	237	485	528	600
3) Parenting with Love & Limits ^c					
3a) Families served	192	135	145	167	187
3b) Families graduated	144	124	136	142	153
4) Case management	1,788	1,371	1,117	1,518	1,494
5) Alternate care ^d	35	56	54	49	38

^a Consultation services were not fully accounted for due to the implementation of a new data system.

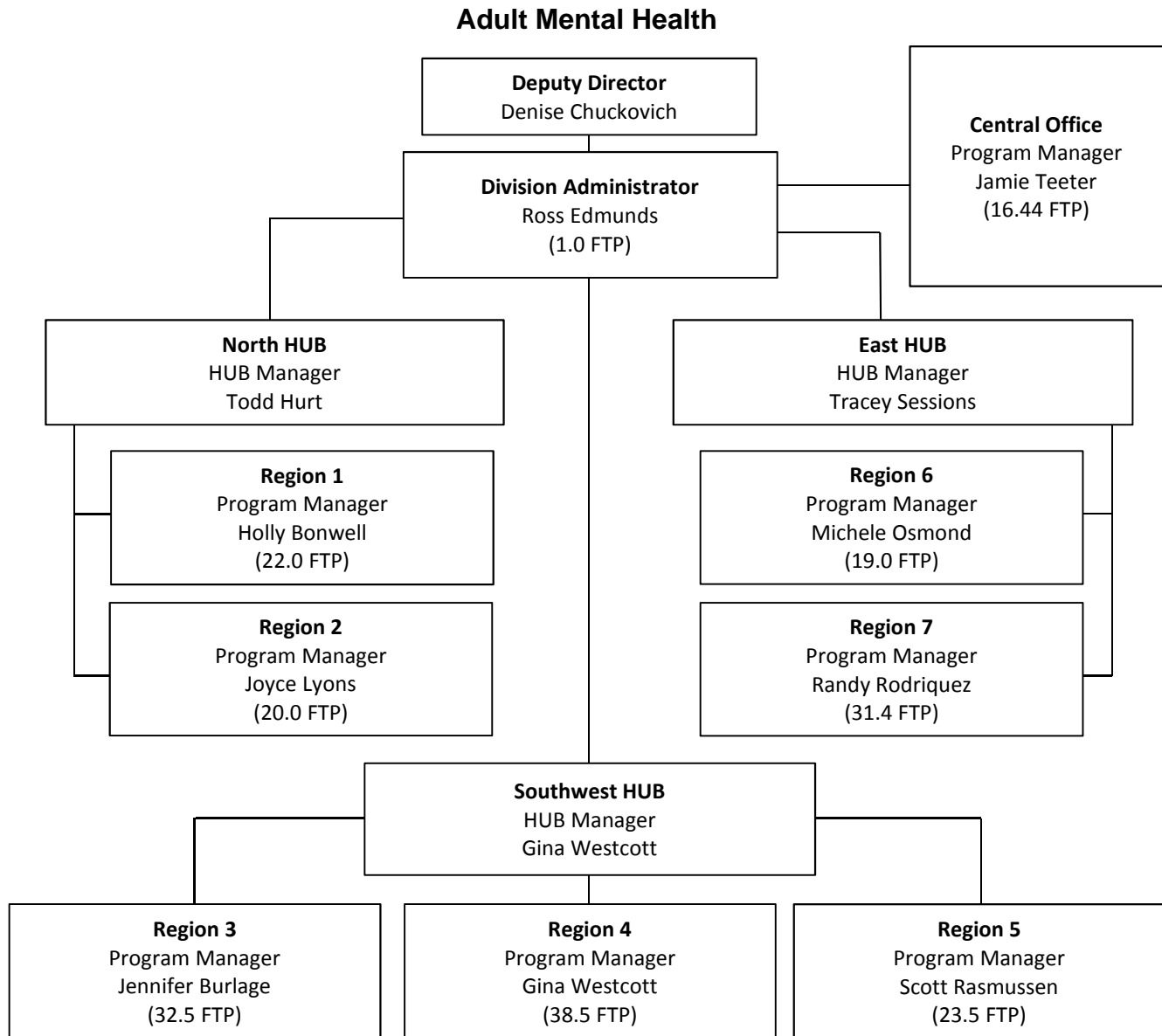
^b Section 20-511A of the Juvenile Corrections Act allows the court to order mental health assessments and plans for treatment, if a youth under court jurisdiction is believed to have a serious emotional disturbance.

^c Parenting with Love and Limits (PLL) is an evidence-based program that treats youths with disruptive behaviors and emotional disorders. The department reports that more than 40% of families have their cases closed within three months of completing PLL services, compared to an average length of service of 12 months for non-PLL families.

^d Formerly referred to as residential care.

Mental Health Services Agency Profile

Analyst: Tatro



Services Provided

		FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
1)	Adults Served	9,443	9,375	10,263	10,921	13,207
2)	Supportive Services (meds, housing, & employment)	5,330	7,101	5,071	4,987	3,718
3)	Assertive Community Treatment	561	639	631	605	611
4)	Co-occurring Services	431	551	548	1,256 ^a	1,680

^a Changes in co-occurring services do not represent a new service population, but reflect recognition of treatment for those with mental illness and substance use disorders through an integrated system of care.

Mental Health Services

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	283.98	25,118,600	35,243,800	283.98	25,118,600	35,243,800
2. Jeff D Lawsuit Attorney Fees	0.00	615,000	615,000	0.00	615,000	615,000
FY 2015 Total Appropriation	283.98	25,733,600	35,858,800	283.98	25,733,600	35,858,800
Removal of One-Time Expenditures	0.00	(763,000)	(1,394,300)	0.00	(763,000)	(1,394,300)
Base Adjustments	0.00	0	(333,100)	0.00	0	(333,100)
FY 2016 Base	283.98	24,970,600	34,131,400	283.98	24,970,600	34,131,400
Benefit Costs	0.00	205,800	253,600	0.00	140,600	173,200
Statewide Cost Allocation	0.00	(24,900)	(28,800)	0.00	(24,900)	(28,800)
Change in Employee Compensation	0.00	143,000	175,900	0.00	417,900	514,200
FY 2016 Program Maintenance	283.98	25,294,500	34,532,100	283.98	25,504,200	34,790,000
1. Behavioral Hlth Community Crisis Ctrs	0.00	3,040,000	3,440,000	0.00	1,520,000	1,720,000
16. Add'l Funding for Allumbaugh House	0.00	203,000	203,000	0.00	0	0
32. Convert Group Positions to Permanent	0.00	0	0	3.85	0	0
FY 2016 Total	283.98	28,537,500	38,175,100	287.83	27,024,200	36,510,000
Change from Original Appropriation	0.00	3,418,900	2,931,300	3.85	1,905,600	1,266,200
% Change from Original Appropriation		13.6%	8.3%		7.6%	3.6%

Mental Health Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	283.98	25,118,600	1,205,400	8,919,800	35,243,800

2. Jeff D Lawsuit Attorney Fees

Children's Mental Health

The department requests \$615,000 from the General Fund to pay the plaintiff attorneys in the Jeff D. federal class-action lawsuit against the state, as ordered by the District of Idaho and 9th Circuit Court of Appeals. In 2007, the Jeff D. lawsuit was dismissed by the District of Idaho. This decision was subsequently overturned in 2011 by the 9th Circuit Court of Appeals. Once remanded back to the District Court, Judge Winmill directed the state and plaintiffs to follow a meet-and-confer process that led to the parties entering into mediation to negotiate a resolution to the lawsuit. This mediation is expected to result in a settlement agreement that the state hopes will lead to a mutual request for dismissal.

The requested amount is a placeholder until the final mediation is complete, at which point the agreement will go before the judge for final approval. Mediation is expected to be completed and a settlement amount known by the time the legislative session convenes. The department states that if the \$615,000 is not approved, the attorney fees will still need to be paid and will come from the Children's Mental Health Program appropriation. This request is made on behalf of Health & Welfare and the Department of Juvenile Corrections.

Agency Request	0.00	615,000	0	0	615,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>615,000</i>	<i>0</i>	<i>0</i>	<i>615,000</i>

FY 2015 Total Appropriation					
Agency Request	283.98	25,733,600	1,205,400	8,919,800	35,858,800
<i>Governor's Recommendation</i>	<i>283.98</i>	<i>25,733,600</i>	<i>1,205,400</i>	<i>8,919,800</i>	<i>35,858,800</i>

Removal of One-Time Expenditures

1) Children's Mental Health: removes \$49,500 for one-time CEC, and \$615,000 for the Jeff D lawsuit settlement as requested in the supplemental. 2) Adult Mental Health: removes \$129,800 for one-time CEC, and \$600,000 for a federally-funded CHIP bonus authorized to renovate a facility in Idaho Falls to create a Community Crisis Center.

Agency Request	0.00	(763,000)	(1,000)	(630,300)	(1,394,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(763,000)</i>	<i>(1,000)</i>	<i>(630,300)</i>	<i>(1,394,300)</i>

Base Adjustments

Adult Mental Health

Requests a \$333,100 reduction in the FY 2015 appropriation in the dedicated Cooperative Welfare Fund to align the budget with ongoing estimated needs.

Agency Request	0.00	0	(333,100)	0	(333,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(333,100)</i>	<i>0</i>	<i>(333,100)</i>

FY 2016 Base					
Agency Request	283.98	24,970,600	871,300	8,289,500	34,131,400
<i>Governor's Recommendation</i>	<i>283.98</i>	<i>24,970,600</i>	<i>871,300</i>	<i>8,289,500</i>	<i>34,131,400</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	205,800	900	46,900	253,600
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>140,600</i>	<i>600</i>	<i>32,000</i>	<i>173,200</i>
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Mental Health Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Children's Mental Health reduces operating expenditures by \$3,400 from the General Fund and \$1,500 from federal funds, and Adult Mental Health reduces operating expenditures by \$21,500 from the General Fund and \$2,400 from federal funds for reductions in risk management costs.					
Agency Request	0.00	(24,900)	0	(3,900)	(28,800)
Governor's Recommendation	0.00	(24,900)	0	(3,900)	(28,800)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	143,000	600	32,300	175,900
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	417,900	1,800	94,500	514,200

FY 2016 Program Maintenance					
Agency Request	283.98	25,294,500	872,800	8,364,800	34,532,100
Governor's Recommendation	283.98	25,504,200	873,700	8,412,100	34,790,000

1. Behavioral Hlth Community Crisis Ctrs

Adult Mental Health

The department requests funding to establish two additional behavioral health community crisis centers. During the 2014 legislative session, S1352 was passed authorizing behavioral health community crisis centers; and funding was provided for the equivalent of one center with the passage of S1428. The centers are to provide an effective and efficient alternative to incarceration and hospitalization and to provide crisis stabilization and community referral services. Treatment is available for adults, 18 and older, and voluntary for up to 24 hours. An individual can self-refer, and law enforcement can also give an individual the choice to go to jail, the local emergency room, or to the crisis center. These facilities will not provide pharmaceuticals, nor will they accept or provide already prescribed medications. These centers will be a place to rest, get food, and de-escalate from their crisis.

In FY 2015 the department was appropriated \$600,000 on a one-time basis from a federal CHIP bonus to remodel and renovate facilities. The department chose to spend \$200,000 of this money for the first center. In addition, the Legislature appropriated \$1,520,000 from the General Fund for ongoing operational needs. Although the funding is ongoing, the approved motion clarified that the first center should be treated like a pilot project with emphasis given to §39-107, Idaho Code, to secure community support, financial or in-kind for the center; and §39-105, Idaho Code, to identify the successes and areas of improvement for future centers, using data that demonstrates the value of the centers. In May, the department issued a request for information (RFI) from the Idaho Falls, Boise, and Coeur d'Alene communities. Using the results of the RFI process, a contract was awarded to Bonneville County. The contract was signed in October, 2014, and the center opened on December 15, 2014.

For FY 2016, the department requests \$3,040,000 ongoing from the General Fund and \$400,000 one-time from federal funds (using the balance from the CHIP bonus) for two new centers.

Agency Request	0.00	3,040,000	0	400,000	3,440,000
<i>The Governor recommends ongoing General Fund and one-time federal fund spending authority for the creation of one additional community crisis center.</i>					
Governor's Recommendation	0.00	1,520,000	0	200,000	1,720,000

Mental Health Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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16. Add'l Funding for Allumbaugh House

Adult Mental Health

The department requests \$203,000 from the General Fund for the Allumbaugh House, a Region IV nonprofit facility located in Boise offering short-term mental health crisis services, detoxification, and sobering station services, for up to 18 individuals at a time. Allumbaugh House serves Ada, Boise, Elmore, and Valley Counties and is owned by the Boise City/Ada County Housing Authority and operated under a contract with Terry Reilly Health Services. Financial and community partners are the Department of Health & Welfare, Ada County, Boise City, Meridian, St Luke's Regional Medical Center, St Alphonsus Regional Medical Center, and United Way of Treasure Valley. Currently, the state is the largest contributor with an annual grant of \$787,400 from the General Fund. This request would permanently restore \$113,000, which is the amount that was reduced during the recession of 2009. For FY 2011, and then again in FY 2012, the United Way filled this budget gap with one-time moneys generated by the Albertson's Shoot-Out charitable golf event. For FY 2013 and FY 2014, the state provided the additional \$113,000 from the Millennium Income Fund, however no request was made for FY 2015. The balance of the \$90,000 request is to match a 10% increase already received from other community partners to meet increasing operating costs. Allumbaugh House is requesting, through the department, that the state fund ongoing increases in operating costs from the General Fund. If approved, the new total state General Fund contribution would be \$990,400.

FY 2014 Contributions:

State of Idaho/H&W - \$787,400
 State of Idaho/Millennium Fund - \$113,000
 Ada County - \$275,000
 Boise City - \$265,162
 St Alphonsus Reg Medical Ctr - \$220,977
 St Luke's Reg Medical Ctr - \$165,726
 Meridian - \$57,460
 Carry Forward Funds - \$40,000
 TOTAL = \$1,924,324

Agency Request	0.00	203,000	0	0	203,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

32. Convert Group Positions to Permanent

Agency Request	0.00	0	0	0	0
<i>The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-round and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees.</i>					
Governor's Recommendation	3.85	0	0	0	0

FY 2016 Total					
Agency Request	283.98	28,537,500	872,800	8,764,800	38,175,100
Governor's Recommendation	287.83	27,024,200	873,700	8,612,100	36,510,000
Agency Request					
Change from Original App	0.00	3,418,900	(332,600)	(155,000)	2,931,300
% Change from Original App	0.0%	13.6%	(27.6%)	(1.7%)	8.3%
Governor's Recommendation					
Change from Original App	3.85	1,905,600	(331,700)	(307,700)	1,266,200
% Change from Original App	1.4%	7.6%	(27.5%)	(3.4%)	3.6%

Psychiatric Hospitalization

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Community Hospitalization	2,790,000	3,066,200	2,790,000	3,069,000	3,069,000
State Hospital North	7,784,700	7,750,700	8,309,200	8,404,400	8,277,300
State Hospital South	21,089,000	21,398,600	21,421,000	22,951,100	22,856,200
Total:	31,663,700	32,215,500	32,520,200	34,424,500	34,202,500
BY FUND CATEGORY					
General	19,230,100	18,298,800	19,320,100	19,357,800	19,383,700
Dedicated	7,883,600	8,599,800	8,503,700	9,989,900	9,705,600
Federal	4,550,000	5,316,900	4,696,400	5,076,800	5,113,200
Total:	31,663,700	32,215,500	32,520,200	34,424,500	34,202,500
Percent Change:		1.7%	0.9%	5.9%	5.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	23,561,400	23,480,600	24,728,100	25,354,200	25,623,700
Operating Expenditures	4,712,100	4,988,800	4,422,500	5,316,800	4,971,900
Capital Outlay	291,300	375,800	268,700	373,600	227,000
Trustee/Benefit	3,098,900	3,370,300	3,100,900	3,379,900	3,379,900
Total:	31,663,700	32,215,500	32,520,200	34,424,500	34,202,500
Full-Time Positions (FTP)	361.45	361.45	367.45	368.45	383.86

Division Description

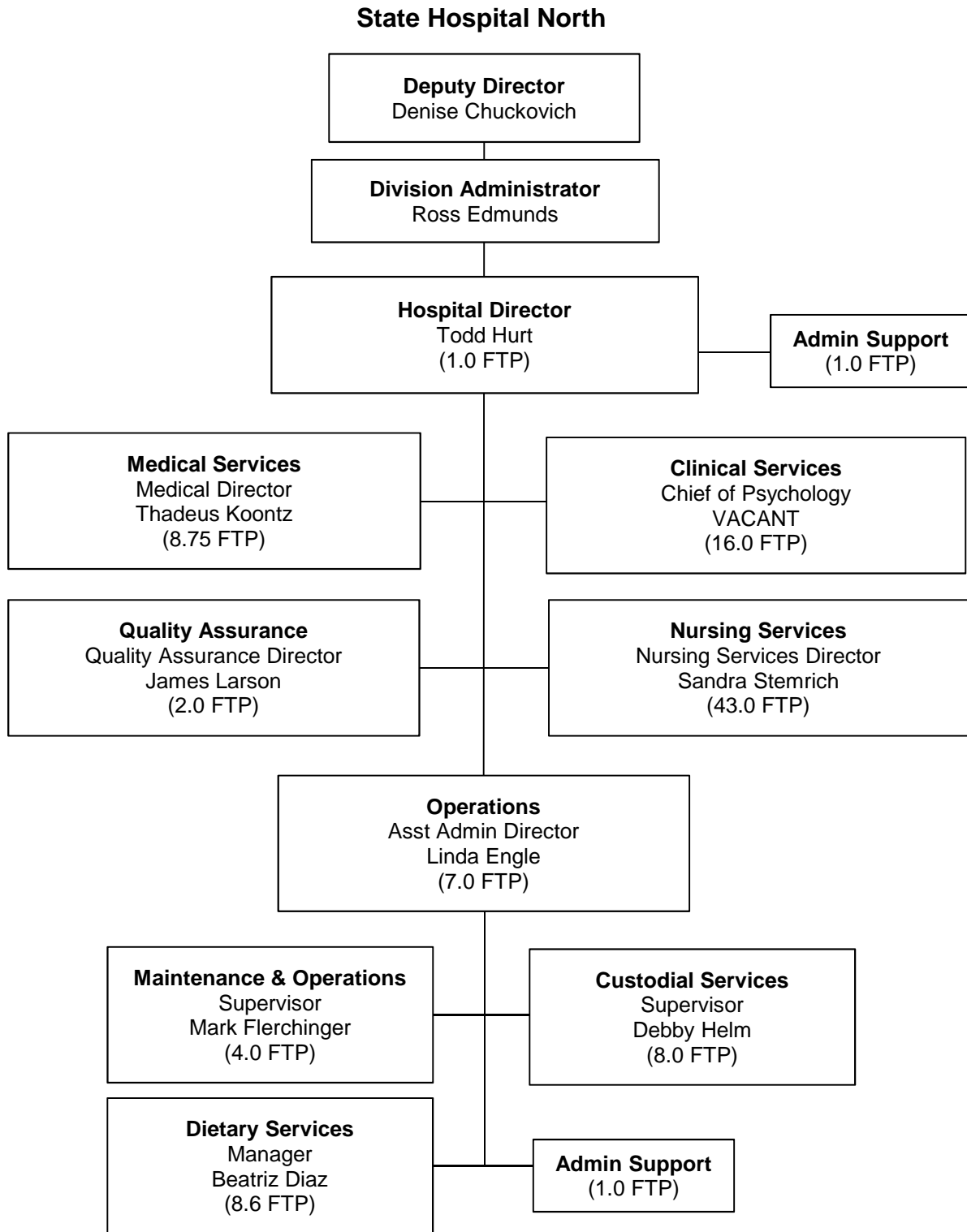
Psychiatric Hospitalization is organized into three budgeted programs: Community Hospitalization, State Hospital South (SHS), and State Hospital North (SHN).

Funding for Community Hospitalization was transferred from Community Mental Health into a separate program beginning in FY 2006. These funds are used to pay for patient care once an individual has been committed to state custody, and before a bed is available in one of the two state institutions.

Both State Hospital South in Blackfoot, and State Hospital North in Orofino, provide short- and long-term 24-hour residential care and treatment for persons who are not able to remain safely in the community setting. State Hospital South has 106 psychiatric treatment beds on three separate units, and a 29-bed nursing home facility is in a separate multi-story building on the campus. State Hospital North has a capacity of 55 beds.

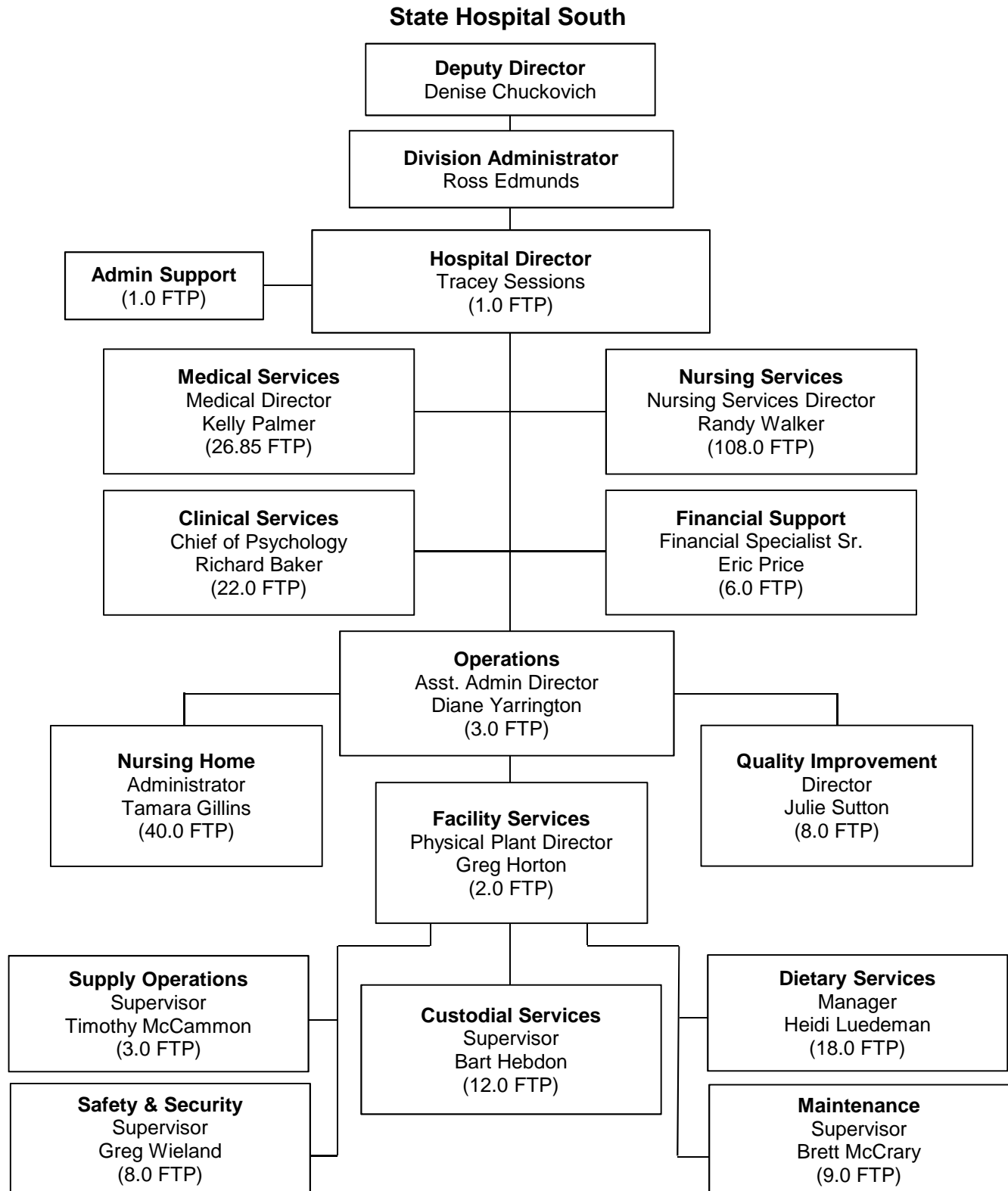
Psychiatric Hospitalization Agency Profile

Analyst: Tatro



Psychiatric Hospitalization Agency Profile

Analyst: Tatro



Psychiatric Hospitalization Agency Profile

Analyst: Tatro

STATE HOSPITAL NORTH

Adult Inpatient Psychiatric Services

	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
• Patient Days	17,048	16,680	17,514	17,408	16,153
• Admissions	331	336	289	278	217
• Avg. Daily Census	47	46	48	48	44
• Daily Occupancy Rate	78.0%	76.0%	80.0%	79.0%	74.0%
• 30 Day Readmission Rate	2.7%	1.8%	1.4%	2.2%	2.3%
• 180 Day Readmission Rate	6.6%	8.9%	9.7%	8.6%	10.6%
• Cost Per Patient Day	\$452	\$450	\$443	\$463	\$506

STATE HOSPITAL SOUTH

Adult Inpatient Psychiatric Services

	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
• Patient Days	25,585	27,152	29,555	26,241	27,375
• Admissions	384	490	484	550	608
• Avg. Daily Census	70	74	81	72	75
• Median Length of Stay (days)	42	35	36	33	29
• Daily Occupancy Rate	77.9%	82.7%	89.7%	79.9%	83.3%
• 30 Day Readmission Rate	2.1%	4.7%	2.5%	2.5%	1.6%
• 180 Day Readmission Rate	10.9%	16.1%	12.2%	12.3%	14.1%
• Cost Per Patient Day	\$513	\$447	\$452	\$533	\$533

Syringa Skilled Nursing Facility

	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
• Patient Days	8,787	9,327	9,071	8,986	8,856
• Admissions	7	10	10	15	11
• Daily Occupancy Rate	83.0%	88.1%	95.5%	84.9%	83.7%
• Cost Per Patient Day	\$554	\$512	\$476	\$568	\$588

Adolescent Unit

	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
• Patient Days	3,787	3,217	3,677	4,176	4,181
• Admissions	75	81	81	110	122
• Daily Occupancy Rate	64.8%	55.1%	62.8%	71.5%	71.6%
• Median Length of Stay (days)	45	34	42	33	31
• 30 Day Readmission Rate	2.7%	1.2%	0.0%	0.0%	0.8%
• 180 Day Readmission Rate	6.7%	4.9%	7.4%	3.6%	3.3%
• Cost Per Patient Day	\$737	\$715	\$647	\$676	\$643

Psychiatric Hospitalization

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	367.45	19,320,100	32,520,200	367.45	19,320,100	32,520,200
Noncognizable Funds and Transfers	1.00	0	1,414,900	1.00	0	1,414,900
FY 2015 Estimated Expenditures	368.45	19,320,100	33,935,100	368.45	19,320,100	33,935,100
Removal of One-Time Expenditures	0.00	(386,700)	(739,000)	0.00	(386,700)	(739,000)
Base Adjustments	0.00	0	(914,900)	0.00	0	(914,900)
FY 2016 Base	368.45	18,933,400	32,281,200	368.45	18,933,400	32,281,200
Benefit Costs	0.00	204,400	320,500	0.00	149,900	234,400
Inflationary Adjustments	0.00	28,800	103,700	0.00	7,300	103,700
Replacement Items	0.00	114,700	612,300	0.00	2,500	120,800
Statewide Cost Allocation	0.00	(34,600)	(40,400)	0.00	(34,600)	(40,400)
Change in Employee Compensation	0.00	124,300	204,200	0.00	338,400	559,800
Nondiscretionary Adjustments	0.00	24,600	0	0.00	24,600	0
Endowment Adjustments	0.00	(316,800)	0	0.00	(316,800)	0
FY 2016 Program Maintenance	368.45	19,078,800	33,481,500	368.45	19,104,700	33,259,500
4. Community Hospitalization Rate Incrse	0.00	279,000	279,000	0.00	279,000	279,000
24. Nurse Call System Interface	0.00	0	450,000	0.00	0	450,000
25. Inventory System Upgrade	0.00	0	55,000	0.00	0	55,000
26. Clinical Notes Template Module	0.00	0	159,000	0.00	0	159,000
32. Convert Group Positions to Permanent	0.00	0	0	15.41	0	0
FY 2016 Total	368.45	19,357,800	34,424,500	383.86	19,383,700	34,202,500
Change from Original Appropriation	1.00	37,700	1,904,300	16.41	63,600	1,682,300
% Change from Original Appropriation		0.2%	5.9%		0.3%	5.2%

Psychiatric Hospitalization

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	367.45	19,320,100	8,503,700	4,696,400	32,520,200

Noncognizable Funds and Transfers

State Hospital South

Transfers 1.0 unfunded FTP to SHS; transfers \$811,300 of dedicated operating expenditures from other department programs; and transfers \$603,600 of federal fund personnel costs from other department programs.

Agency Request	1.00	0	811,300	603,600	1,414,900
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>811,300</i>	<i>603,600</i>	<i>1,414,900</i>

FY 2015 Estimated Expenditures					
Agency Request	368.45	19,320,100	9,315,000	5,300,000	33,935,100
<i>Governor's Recommendation</i>	<i>368.45</i>	<i>19,320,100</i>	<i>9,315,000</i>	<i>5,300,000</i>	<i>33,935,100</i>

Removal of One-Time Expenditures

State Hospital North: Removes \$55,800 of personnel costs that were appropriated for a one-time CEC; \$20,200 for electronic medical records upgrades; and \$265,300 that was used to replace phone, lighting, security, and HVAC systems.

State Hospital South: Removes \$142,800 of personnel costs that were appropriated for a one-time CEC; \$30,200 for electronic medical records upgrades; and \$224,700 that was used to replace the nurse call system for assault prevention, for replacement of several vehicles, and for various facility maintenance needs.

Agency Request	0.00	(386,700)	(324,800)	(27,500)	(739,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(386,700)</i>	<i>(324,800)</i>	<i>(27,500)</i>	<i>(739,000)</i>

Base Adjustments

Transfers \$303,600 in federal fund personnel costs and \$611,300 in dedicated fund operating expenditures back to other department programs.

Agency Request	0.00	0	(611,300)	(303,600)	(914,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(611,300)</i>	<i>(303,600)</i>	<i>(914,900)</i>

FY 2016 Base					
Agency Request	368.45	18,933,400	8,378,900	4,968,900	32,281,200
<i>Governor's Recommendation</i>	<i>368.45</i>	<i>18,933,400</i>	<i>8,378,900</i>	<i>4,968,900</i>	<i>32,281,200</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	204,400	66,700	49,400	320,500
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>149,900</i>	<i>47,500</i>	<i>37,000</i>	<i>234,400</i>
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Inflationary Adjustments

State Hospital North, State Hospital South

State Hospital North requests \$21,500 from the General Fund for medical inflation. State Hospital South requests \$25,000 for general inflation costs associated with institutional and residential supplies. This includes \$7,300 from the General Fund and \$17,700 from federal funds. SHS also requests \$57,200 for medical inflation from the Mental Hospital Endowment Income Fund.

Agency Request	0.00	28,800	57,200	17,700	103,700
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The Governor recommends that medical inflation be funded by each hospital's endowment fund.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>7,300</i>	<i>78,700</i>	<i>17,700</i>	<i>103,700</i>
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Psychiatric Hospitalization

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items **State Hospital North, State Hospital South**

State Hospital North: Requests \$89,400 from the General Fund and \$100,800 from dedicated endowment funds for replacement items that include:

- 1) Alteration & Repair: \$116,500 for 11 projects that include installation of windows, sound panels, fencing, and sewer drain clean-outs; replacing power supply backups, exhaust fans, roofing, flooring, and shop doors; and renovating irrigation systems;
- 2) Vehicle Replacement: \$50,600 to replace two passenger vans that are used to transport patients for community integration activities. One van was purchased in 2000 and is at 22,487 miles, and the second van was purchased in 1998 and is at 49,151 miles.
- 3) Replacement Items: \$8,000 to replace eight washers and dryers purchased in 2007; \$15,400 to replace patient room furniture dating from 1995; and \$25,000 to replace a utility vehicle that was purchased in 2008.

State Hospital South: Requests \$215,000 from dedicated endowment funds, \$58,500 from dedicated receipt funds, and \$42,000 from federal funds for replacement items that include:

- 1) Alteration & Repair: \$338,300 for eight projects that include installation of geriatric bath tubs, speed bumps on roads that border the campus, and a sprinkler system; replacement of various sections of concrete and asphalt with sidewalks, loading docks, and parking lots; tree removal; and patient area painting.
- 2) Replacement Items: \$17,000 to replace a double-decker oven, \$16,500 for a roasting oven, and \$25,000 for a lawn mower.

Agency Request	0.00	114,700	455,600	42,000	612,300
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State Hospital North: The Governor recommends installation of one admission room window in the wall of the nursing station for patient observation (\$10,000) and replacement of five uninterruptible power supply (UPS) battery backups (\$2,500) for the patient unit door control system and camera system.

State Hospital South: The Governor recommends the purchase of one geriatric side-access bathing tub (\$42,000) for the Syringa Skilled Nursing Facility, and replacement of a loading dock concrete pad (\$40,000), sidewalk repairs (\$20,000), and installation of speed control devices (\$6,300). Funding is recommended at \$26,300 from the dedicated receipt fund, \$40,000 from the endowment fund, and \$42,000 from federal funds.

Governor's Recommendation	0.00	2,500	76,300	42,000	120,800
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Statewide Cost Allocation **State Hospital North, State Hospital South**

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. State Hospital North, reduces operating expenditures by \$14,900 from the General Fund for decreases in risk management costs. State Hospital South, reduces operating expenditures by \$19,700 from the General Fund and \$5,800 from federal funds for decreases in risk management costs.

Agency Request	0.00	(34,600)	0	(5,800)	(40,400)
Governor's Recommendation	0.00	(34,600)	0	(5,800)	(40,400)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	124,300	50,700	29,200	204,200
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	338,400	143,400	78,000	559,800
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Nondiscretionary Adjustments **State Hospital South**

Increases the General Fund by \$24,600 and decreases a like amount in federal funds to reflect a reduction in the Title XIX Federal Medical Assistance Percentage (FMAP) rate, which is the federal share of eligible Medicaid payments for the majority of services provided. The rate will change from 71.75% to 71.24% for FY 2016.

Agency Request	0.00	24,600	0	(24,600)	0
Governor's Recommendation	0.00	24,600	0	(24,600)	0

Psychiatric Hospitalization

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Endowment Adjustments

State Hospital South

State Hospital South requests a reduction from the General Fund of \$316,800 and an increase to the dedicated endowment fund by a like amount in operating expenditures. For FY 2016 State Hospital South will receive an increased endowment in the amount of \$937,000.

On August 14, 2014, the Idaho Land Board approved endowment fund distribution increases of \$937,000 for State Hospital South (SHS) and \$172,800 for State Hospital North (SHN). With the approved increases, SHS has a FY 2016 base amount of \$4,562,400 and SHN has a FY 2016 base amount of \$1.2 million.

Agency Request	0.00	(316,800)	316,800	0	0
Governor's Recommendation	0.00	(316,800)	316,800	0	0

FY 2016 Program Maintenance					
Agency Request	368.45	19,078,800	9,325,900	5,076,800	33,481,500
Governor's Recommendation	368.45	19,104,700	9,041,600	5,113,200	33,259,500

4. Community Hospitalization Rate Incrse

Community Hospitalization

The department requests \$279,000 to increase rates by an average of 10% for community hospitalization. The budget for the Community Hospitalization Program is 100% from the General Fund and all in trustee & benefit payments. The management of the contracts with hospitals is a shared function between the central office and the regional programs. The increase will not be applied equally across the board, but instead will allow increases to be made per negotiated rates. All contract hospitals are requesting daily rate increases during contract renewal. The department reports that when contract staff attempt to negotiate the rate to maintain current levels, the hospitals are refusing to sign contracts. Without contracts, all payments are made via out-of-contract payment, which is against policy.

The department contracts with all acute psychiatric hospitals in Idaho to care for patients once they are committed to the state through a civil court process. They remain in the community hospital until there is space available at a state psychiatric hospital. The division does not have control over what facility law enforcement takes patients to and therefore must contract with each of the ten facilities individually. In FY 2014, the department transferred \$279,000 from other programs to cover the costs for this program.

Agency Request	0.00	279,000	0	0	279,000
Governor's Recommendation	0.00	279,000	0	0	279,000

24. Nurse Call System Interface

State Hospital South

State Hospital South requests \$400,000 in one-time dedicated endowment funds and \$50,000 in ongoing dedicated receipt funds, to upgrade the existing nurse call system with nurse-to-nurse communication and "personal duress" call capabilities. This includes \$215,000 in one-time operating expenditures and \$185,000 in one-time capital outlay to purchase the necessary software and hardware, and \$50,000 in ongoing operating funds. Direct contact between nursing and other staff will provide a safer environment for both staff and patients.

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

25. Inventory System Upgrade

State Hospital South

State Hospital South (SHS) requests \$55,000 from the dedicated receipt fund to implement a comprehensive inventory system for hospital and patient care supplies, which includes \$35,000 for one-time software purchases and \$20,000 for ongoing maintenance. The inventory system will accomplish three main objectives: (1) provide greater reporting capability to ensure costs are captured accurately and remain in compliance with federal cost reporting requirements; (2) provide an increased level of internal control for inventory requisitions through system-generated reports and tracking capabilities; and (3) provide a more user-friendly and efficient interface for direct-care staff to utilize when ordering clinical supplies. On average, SHS receives and distributes over \$1 million in inventory each year. The current system does not accurately calculate the inventory value, and data generated by the system requires manual calculations in order to provide accurate financial reports.

Agency Request	0.00	0	55,000	0	55,000
Governor's Recommendation	0.00	0	55,000	0	55,000

Psychiatric Hospitalization

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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26. Clinical Notes Template Module

State Hospital North, State Hospital South

The department requests \$159,000 from endowment funds to acquire and maintain a clinical notes software program for both State Hospital North (SHN) and State Hospital South (SHS). At SHN, the request from the State Hospital North Endowment Income Fund is for \$54,300 to purchase the software and \$15,100 for ongoing support. At SHS, the request from the Mental Hospital Endowment Income Fund is for \$70,700 to purchase the software and \$18,900 for ongoing support.

The software, Clinical Notes Templates Plus, is a data mapping and recording solution designed to improve patient outcomes by enhancing the continuum of care, increasing patient safety and improving patient care team communication, while streamlining the revenue process. At SHS, this software will eliminate a secondary system at the nursing facility and should reduce errors pertaining to patient safety.

Agency Request	0.00	0	159,000	0	159,000
Governor's Recommendation	0.00	0	159,000	0	159,000

32. Convert Group Positions to Permanent

State Hospital North, State Hospital South

Agency Request	0.00	0	0	0	0
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The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-round and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees.

Governor's Recommendation	15.41	0	0	0	0
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FY 2016 Total					
Agency Request	368.45	19,357,800	9,989,900	5,076,800	34,424,500
Governor's Recommendation	383.86	19,383,700	9,705,600	5,113,200	34,202,500

Agency Request					
Change from Original App	1.00	37,700	1,486,200	380,400	1,904,300
% Change from Original App	0.3%	0.2%	17.5%	8.1%	5.9%
Governor's Recommendation					
Change from Original App	16.41	63,600	1,201,900	416,800	1,682,300
% Change from Original App	4.5%	0.3%	14.1%	8.9%	5.2%

Public Health Services

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Physical Health Services	93,246,700	86,653,100	94,114,100	93,640,700	93,606,700
Emergency Medical Services	11,334,600	9,186,400	11,761,100	10,528,500	10,561,200
Laboratory Services	4,516,400	3,839,400	4,676,400	4,389,300	4,406,700
Total:	109,097,700	99,678,900	110,551,600	108,558,500	108,574,600
BY FUND CATEGORY					
General	6,510,200	6,528,600	6,771,200	6,787,300	6,658,600
Dedicated	42,884,300	39,243,400	43,828,100	40,950,900	40,999,100
Federal	59,703,200	53,906,900	59,952,300	60,820,300	60,916,900
Total:	109,097,700	99,678,900	110,551,600	108,558,500	108,574,600
Percent Change:		(8.6%)	10.9%	(1.8%)	(1.8%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	14,117,700	13,449,300	14,624,500	15,538,400	15,571,200
Operating Expenditures	36,244,700	34,207,200	36,473,400	36,830,100	36,813,100
Capital Outlay	120,000	169,500	258,400	39,000	39,000
Trustee/Benefit	56,370,300	51,852,900	56,370,300	56,151,000	56,151,300
Lump Sum	2,245,000	0	2,825,000	0	0
Total:	109,097,700	99,678,900	110,551,600	108,558,500	108,574,600
Full-Time Positions (FTP)	214.45	214.45	213.50	219.50	219.51

Division Description

The Division of Public Health Services includes Physical Health Services, Emergency Medical Services, and Laboratory Services.

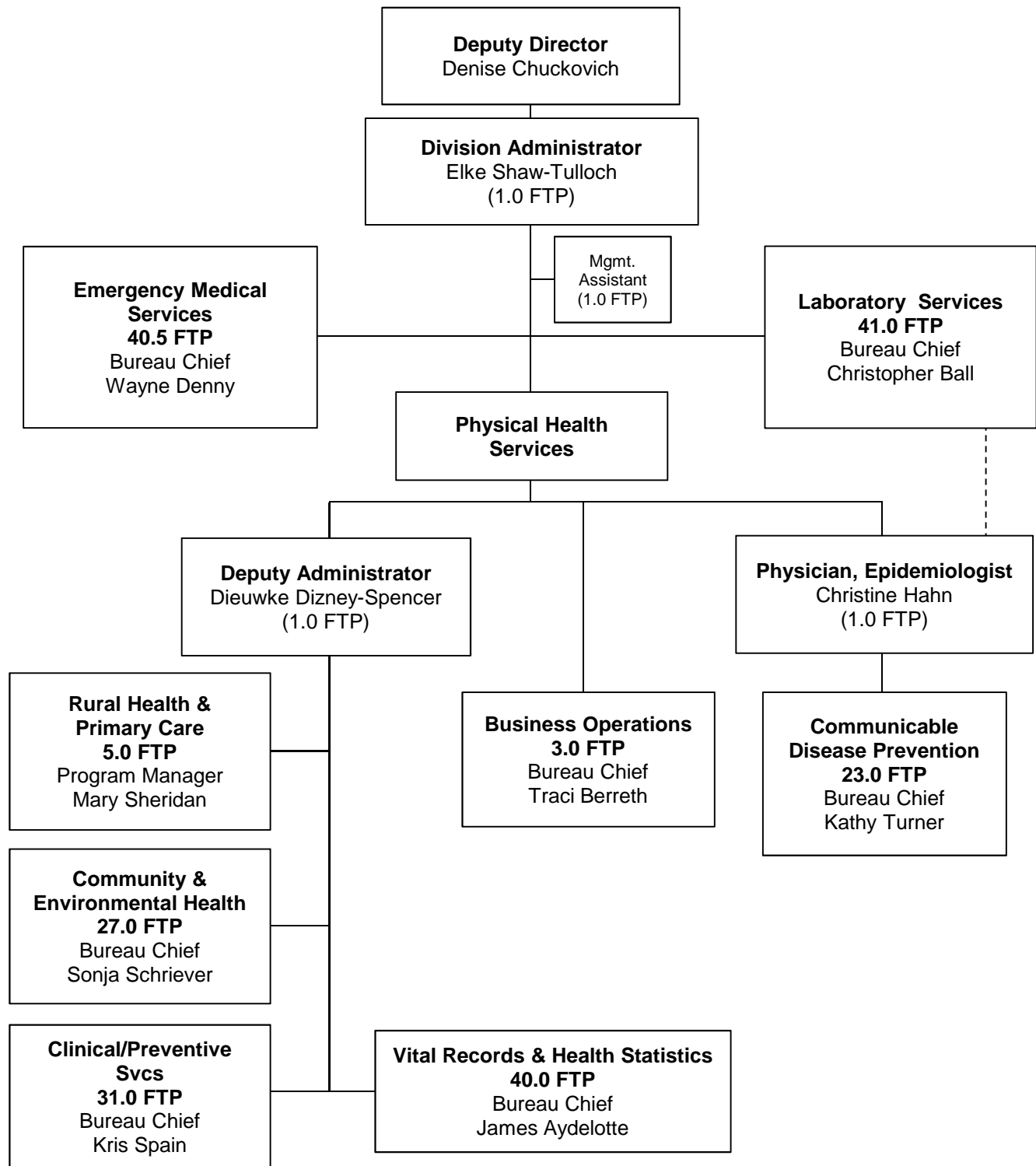
Physical Health Services provides services in 17 different program areas that are primarily delivered through contracts with the local public health districts and other providers. Program areas include: immunizations, chronic and communicable disease prevention and intervention, food safety, reduction in health risks from environmental exposures, promotion of maternal and child health, improving access to rural health care, and vital records.

Emergency Medical Services (EMS) plans and implements a statewide system designed to respond to critical illness and injury situations, including medical response to disasters. The program is responsible for EMS personnel training; ambulance licensing; emergency medical technicians (EMT) and other EMS personnel certification; operation of the statewide EMS communications center; providing technical assistance and grants to community EMS units; evaluation of EMS system performance, and other related activities.

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

Public Health Services Agency Profile

Analyst: Tatro



Public Health Services

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	213.50	6,771,200	110,551,600	213.50	6,771,200	110,551,600
4. State Healthcare Innovation Plan	1.00	0	41,900	1.00	0	41,900
FY 2015 Total Appropriation	214.50	6,771,200	110,593,500	214.50	6,771,200	110,593,500
Noncognizable Funds and Transfers	3.00	0	647,200	3.00	0	647,200
FY 2015 Estimated Expenditures	217.50	6,771,200	111,240,700	217.50	6,771,200	111,240,700
Removal of One-Time Expenditures	0.00	(943,100)	(3,860,800)	0.00	(943,100)	(3,860,800)
Base Adjustments	0.00	0	(111,700)	0.00	0	(111,700)
FY 2016 Base	217.50	5,828,100	107,268,200	217.50	5,828,100	107,268,200
Benefit Costs	0.00	37,400	193,000	0.00	26,100	135,600
Replacement Items	0.00	39,000	39,000	0.00	39,000	39,000
Statewide Cost Allocation	0.00	(12,900)	(18,300)	0.00	(12,900)	(18,300)
Annualizations	0.00	0	41,100	0.00	0	41,100
Change in Employee Compensation	0.00	24,200	124,300	0.00	71,100	362,100
FY 2016 Program Maintenance	217.50	5,915,800	107,647,300	217.50	5,951,400	107,827,700
6. Pay Increases for Laboratory Staff	0.00	111,200	150,900	0.00	111,200	150,900
7. Vital Records Research Analyst	0.00	0	0	0.00	0	0
8. Cover Immunizations for TRICARE	0.00	596,000	596,000	0.00	596,000	596,000
20. Millennium Fund - Project Filter	0.00	0	0	0.00	0	0
30. Health Informatics Specialist	1.00	82,500	82,500	0.00	0	0
31. Community Resources Coordinator	1.00	64,800	64,800	0.00	0	0
32. Convert Group Positions to Permanent	0.00	0	0	2.01	0	0
33. Feasibility Study for Geothermal Well	0.00	17,000	17,000	0.00	0	0
FY 2016 Total	219.50	6,787,300	108,558,500	219.51	6,658,600	108,574,600
Change from Original Appropriation	6.00	16,100	(1,993,100)	6.01	(112,600)	(1,977,000)
% Change from Original Appropriation		0.2%	(1.8%)		(1.7%)	(1.8%)

Public Health Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	213.50	6,771,200	43,828,100	59,952,300	110,551,600

4. State Healthcare Innovation Plan Indirect Support Services, Physical Health Services

The State Healthcare Innovation Plan (SHIP) will transform Idaho's healthcare system by changing the standard of practice, delivering primary care through the patient-centered medical home (PCMH), integrating primary care with the broader medical neighborhood of hospitals and ancillary providers, and shifting payment incentives from volume to paying for improved health outcomes. This was developed with statewide stakeholder input led by the Idaho Healthcare Coalition (IHC) during 2013 and 2014. The IHC was established through executive order 2014-02 in February, 2014, with the charge to lead Idaho's healthcare system transformation. Members of the IHC include primary care providers, hospital leaders, public and private payers, policymakers, employers, community members and provider associations. The plan is designed to achieve improved patient care, improved patient health, and reduced overall healthcare system costs.

Broad goals for implementing SHIP include building 165 PCMH primary care practices with 850 primary care providers, improving care coordination through adoption and use of electronic health records (EHRs), establishing regional collaboratives to support integration of PCMHs into the broader "medical neighborhood", improving rural patient access to PCMH by developing virtual PCMHs, building a statewide data analytics system, and aligning payment mechanisms across private and public payers to transform payment methodologies from volume to value. More specifically, SHIP focuses on improving healthcare delivery in rural and frontier communities by developing tele-health services and the role of community health workers, as methods of extending care to rural communities.

To fund SHIP, the department has received a Center for Medicaid and Medicare Innovation Grant that will begin on February 1, 2015. The total federal grant amount is for about \$40 million and would be used over a four-year period. The first year of the grant will be for \$3,521,700 and will require the equivalent of 8.0 FTP, which the department has requested to be transferred from SWITC. The first year of implementation is for preliminary healthcare system transformation activities. This will be done through contract and will include training and technical assistance for PCMH performance reporting and PCMH performance incentives. Other contract activities will include the development of regional collaboratives to support local PCMHs, development of the Idaho Health Data Exchange's capacity to connect with new PCMHs, and development of ongoing financial and data analysis of the SHIP initiative. Operating expenditures will be used to lease space, and for supplies, travel, and department overhead charges for the federal grant.

Physical Health Services: Requests 1.0 FTP and \$41,900 of personnel costs. [Ongoing]

Indirect Support Services: Requests 7.0 FTP, \$250,000 in personnel costs and \$3,229,800 in operating expenditures. [Ongoing]

Agency Request	1.00	0	0	41,900	41,900
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>0</i>	<i>41,900</i>	<i>41,900</i>

FY 2015 Total Appropriation					
Agency Request	214.50	6,771,200	43,828,100	59,994,200	110,593,500
<i>Governor's Recommendation</i>	<i>214.50</i>	<i>6,771,200</i>	<i>43,828,100</i>	<i>59,994,200</i>	<i>110,593,500</i>

Noncognizable Funds and Transfers

Allocates \$2,825,000 from the Millennium Fund awards with \$2,551,200 in operating expenditures and \$273,800 in trustee & benefit payments; transfers \$447,200 of federal fund personnel costs to operating expenditures; transfers 1.0 unfunded FTP from Medicaid and 1.0 from SWITC; and transfers \$2,117,200 of federal fund appropriation to Physical Health Services from EMS, Labs, and other department programs and includes \$717,200 in personnel costs, \$600,000 in operating expenditures, and \$800,000 in trustee & benefit payments.

Agency Request	3.00	0	0	647,200	647,200
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>0</i>	<i>0</i>	<i>647,200</i>	<i>647,200</i>

Public Health Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Estimated Expenditures					
Agency Request	217.50	6,771,200	43,828,100	60,641,400	111,240,700
<i>Governor's Recommendation</i>	<i>217.50</i>	<i>6,771,200</i>	<i>43,828,100</i>	<i>60,641,400</i>	<i>111,240,700</i>

Removal of One-Time Expenditures

Removes \$115,400 that was appropriated for one-time CEC, \$596,000 that was appropriated to cover vaccines for children with TRICARE insurance, and \$2,825,000 for one-time Millennium Fund grants. Also removes \$324,400 that was used to replace a basement retaining wall; migrate a building automation system to the central HVAC server and provide maintenance support for one year; replace a dose instrument used to measure the output and exposure of x-ray devices; and replace the inductively coupled plasma mass spectrometer.

Agency Request	0.00	(943,100)	(2,857,700)	(60,000)	(3,860,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(943,100)</i>	<i>(2,857,700)</i>	<i>(60,000)</i>	<i>(3,860,800)</i>

Base Adjustments

Reduces the base by \$64,000 for the Cancer Control Fund and \$47,700 for the Central Tumor Registry Fund to align with future revenues.

Agency Request	0.00	0	(111,700)	0	(111,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(111,700)</i>	<i>0</i>	<i>(111,700)</i>

FY 2016 Base					
Agency Request	217.50	5,828,100	40,858,700	60,581,400	107,268,200
<i>Governor's Recommendation</i>	<i>217.50</i>	<i>5,828,100</i>	<i>40,858,700</i>	<i>60,581,400</i>	<i>107,268,200</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	37,400	57,800	97,800	193,000
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>26,100</i>	<i>40,200</i>	<i>69,300</i>	<i>135,600</i>

Replacement Items

Laboratory Services

Laboratory Services requests \$39,000 for capital outlay that includes \$27,000 to update a security video recorder and purchase additional security cameras, and \$12,000 for an air compressor with sufficient pressure for lab instruments.

Agency Request	0.00	39,000	0	0	39,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>39,000</i>	<i>0</i>	<i>0</i>	<i>39,000</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Physical Health Services reduces operating expenditures by \$6,400 from the General Fund and \$5,400 from federal funds, and Laboratory Services reduces operating expenditures by \$6,500 from the General Fund for reductions in risk management fees.

Agency Request	0.00	(12,900)	0	(5,400)	(18,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(12,900)</i>	<i>0</i>	<i>(5,400)</i>	<i>(18,300)</i>

Annualizations

Physical Health Services

Requests an annualization of \$41,100 in federal fund personnel costs for the SHIP grant as requested in supplemental 4.

Agency Request	0.00	0	0	41,100	41,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>41,100</i>	<i>41,100</i>

Public Health Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	24,200	34,400	65,700	124,300
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	71,100	100,200	190,800	362,100

FY 2016 Program Maintenance					
Agency Request	217.50	5,915,800	40,950,900	60,780,600	107,647,300
Governor's Recommendation	217.50	5,951,400	40,999,100	60,877,200	107,827,700

6. Pay Increases for Laboratory Staff **Laboratory Services**

Laboratory Services requests \$111,200 from the General Fund and \$39,700 from federal funds for staff compensation to reduce turnover and improve hiring capabilities. Turnover typically averages around 6%, but in the past few months turnover has been averaging closer to 19%. The department worked to improve recruitment and retention practices at the laboratory, by implementing a series of structural and operating changes aimed at capturing institutional knowledge and improving the work environment. Changes included reclassification of selected positions in order to create an expanded career ladder for technical staff, and developing a laboratory rotation system for entry and mid-level scientists. These efforts, however, have proven to be ineffective given the high vacancy rates.

The majority of the funding will be used for mid-level scientists and for increasing the starting salary to \$21/hour. This request also includes a 3-5% increase for managers and staff with greater than ten years of service that have achieved a high scoring performance review. Finally, this request includes \$6,300 in flexible funding to be awarded by the division administrator for key positions that are hard to recruit and retain.

Agency Request	0.00	111,200	0	39,700	150,900
Governor's Recommendation	0.00	111,200	0	39,700	150,900

7. Vital Records Research Analyst **Physical Health Services, Laboratory Services**

The department is requesting a fee increase through rules in the 2015 session that is estimated to generate an additional \$344,900 in receipts. With the increase in fee receipts, the department is requesting to transfer \$131,600 from trustee & benefit payments to personnel costs. With the transfer, the department hopes to increase customer service, and restore a staff position to handle data analytics, management, and production. The department would transfer 1.0 FTP from Laboratory Services and hire a research analyst principal.

Analyst Comment: This does not require funding if the fee increase is rejected by the Legislature.

Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor with a \$300 adjustment for health insurance costs.</i>					
Governor's Recommendation	0.00	0	0	0	0

8. Cover Immunizations for TRICARE **Physical Health Services**

The department requests \$596,000 in one-time trustee & benefit payments from the General Fund to pay for vaccines for children who are covered by TRICARE insurance, and who are either too young to be immunized in a pharmacy, or who are not able to get their immunizations on a military base. TRICARE does not pay an assessment to the Idaho Immunization Program.

This is the fourth year of this request, and over the last three years the Legislature has appropriated \$1,583,300. Each year included intent language supporting the Governor in his efforts to reach an agreement with TRICARE and the federal government. As of publication, the Governor had not been able to reach an agreement on this issue.

Agency Request	0.00	596,000	0	0	596,000
Governor's Recommendation	0.00	596,000	0	0	596,000

Public Health Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
20. Millennium Fund - Project Filter					Physical Health Services
Requests \$2.5 million from the Idaho Millennium Income Fund for Project Filter, of which, \$1.5 million is to provide free nicotine replacement therapy medication and \$1 million for a counter-marketing campaign. Details and funding associated with this request can be found in the Idaho Millennium Fund Program under the State Treasurer's Office.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
30. Health Informatics Specialist					Physical Health Services
The department requests 1.0 FTP and \$82,500 in personnel costs from the General Fund for a new informatics specialist position. This position would be used to analyze public health data and identify new ways to generate and report data for the various public health programs. Currently this work is being done by several staff on a part-time basis as part of their regular workload. This position would be full-time and will be hired at a proposed hourly rate of \$28. The 1.0 FTP is a transfer of an unfunded FTP at SWITC.					
Agency Request	1.00	82,500	0	0	82,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
31. Community Resources Coordinator					Physical Health Services
The department requests 1.0 FTP and \$64,800 from the General Fund for a new communications coordinator for the Division of Public Health. This position would be tasked with coordinating communication about the division and its strategic plan, the public health accreditation process, developing and maintaining the divisions SharePoint sites, and identifying other ways to more effectively communicate the efforts of the division. Currently this work is being done by several positions in the division and lacks continuity. The FTP would be transferred from an unfunded position at SWITC.					
Agency Request	1.00	64,800	0	0	64,800
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
32. Convert Group Positions to Permanent					Physical Health Services, Emergency Medical Services
Agency Request	0.00	0	0	0	0
<i>The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-round and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees.</i>					
Governor's Recommendation	2.01	0	0	0	0
33. Feasibility Study for Geothermal Well					Laboratory Services
The department requests \$17,000 from the General Fund for a feasibility study for an irrigation well, and to look into the injection of geothermal water for watering grass. [One-time]					
Agency Request	0.00	17,000	0	0	17,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2016 Total					
Agency Request	219.50	6,787,300	40,950,900	60,820,300	108,558,500
Governor's Recommendation	219.51	6,658,600	40,999,100	60,916,900	108,574,600
Agency Request					
Change from Original App	6.00	16,100	(2,877,200)	868,000	(1,993,100)
% Change from Original App	2.8%	0.2%	(6.6%)	1.4%	(1.8%)
Governor's Recommendation					
Change from Original App	6.01	(112,600)	(2,829,000)	964,600	(1,977,000)
% Change from Original App	2.8%	(1.7%)	(6.5%)	1.6%	(1.8%)

Service Integration

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	897,500	692,700	912,700	716,700	718,700
Dedicated	69,500	63,300	69,500	69,500	69,500
Federal	4,750,600	4,339,100	4,850,200	5,078,000	5,098,200
Total:	5,717,600	5,095,100	5,832,400	5,864,200	5,886,400
Percent Change:		(10.9%)	14.5%	0.5%	0.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,477,400	1,859,400	2,092,400	2,126,400	2,148,600
Operating Expenditures	290,200	377,300	340,000	337,800	337,800
Trustee/Benefit	2,950,000	2,858,400	3,400,000	3,400,000	3,400,000
Total:	5,717,600	5,095,100	5,832,400	5,864,200	5,886,400
Full-Time Positions (FTP)	36.00	36.00	36.00	36.00	36.00

Division Description

Service Integration focuses on improving customer service to clients. Service integration is responsible for: 1) promoting coordination across programs; 2) delivering emergency assistance services through a consolidated unit; 3) identifying the services clients are accessing across all divisions and coordinating those services to reduce duplication; and 4) coordinating access to cross-divisional staffing for clients at risk of higher cost and/or more complicated service needs.

Service Integration became a stand-alone budgeted division in FY 2008. Programmatically, the services are performed within the Family and Community Services Operational Division.

Service Integration

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	36.00	912,700	5,832,400	36.00	912,700	5,832,400
Noncognizable Funds and Transfers	0.00	(199,900)	0	0.00	(199,900)	0
FY 2015 Estimated Expenditures	36.00	712,800	5,832,400	36.00	712,800	5,832,400
Removal of One-Time Expenditures	0.00	(1,000)	(16,000)	0.00	(1,000)	(16,000)
FY 2016 Base	36.00	711,800	5,816,400	36.00	711,800	5,816,400
Benefit Costs	0.00	3,300	33,200	0.00	2,100	22,700
Statewide Cost Allocation	0.00	0	(2,200)	0.00	0	(2,200)
Change in Employee Compensation	0.00	1,600	16,800	0.00	4,800	49,500
FY 2016 Total	36.00	716,700	5,864,200	36.00	718,700	5,886,400
Change from Original Appropriation	0.00	(196,000)	31,800	0.00	(194,000)	54,000
% Change from Original Appropriation		(21.5%)	0.5%		(21.3%)	0.9%

Service Integration

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	36.00	912,700	69,500	4,850,200	5,832,400

Noncognizable Funds and Transfers

Transfers \$199,900 between the Child Welfare Program and the Service Integration Program. Service Integration transfers out General Funds in exchange for a like amount of federal funds. This includes \$119,700 in personnel costs and \$80,200 in operating expenditures.

Agency Request	0.00	(199,900)	0	199,900	0
<i>Governor's Recommendation</i>	0.00	(199,900)	0	199,900	0

FY 2015 Estimated Expenditures					
Agency Request	36.00	712,800	69,500	5,050,100	5,832,400
<i>Governor's Recommendation</i>	36.00	712,800	69,500	5,050,100	5,832,400

Removal of One-Time Expenditures

Removes \$16,000 of personnel cost appropriation for a one-time CEC.

Agency Request	0.00	(1,000)	0	(15,000)	(16,000)
<i>Governor's Recommendation</i>	0.00	(1,000)	0	(15,000)	(16,000)

FY 2016 Base					
Agency Request	36.00	711,800	69,500	5,035,100	5,816,400
<i>Governor's Recommendation</i>	36.00	711,800	69,500	5,035,100	5,816,400

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	3,300	0	29,900	33,200
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	0.00	2,100	0	20,600	22,700

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Service Integration reduces operating expenditures by \$2,200 from federal funds for decreases in risk management costs.

Agency Request	0.00	0	0	(2,200)	(2,200)
<i>Governor's Recommendation</i>	0.00	0	0	(2,200)	(2,200)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	1,600	0	15,200	16,800
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
<i>Governor's Recommendation</i>	0.00	4,800	0	44,700	49,500

FY 2016 Total					
Agency Request	36.00	716,700	69,500	5,078,000	5,864,200
<i>Governor's Recommendation</i>	36.00	718,700	69,500	5,098,200	5,886,400

Agency Request					
Change from Original App	0.00	(196,000)	0	227,800	31,800
% Change from Original App	0.0%	(21.5%)	0.0%	4.7%	0.5%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	(194,000)	0	248,000	54,000
% Change from Original App	0.0%	(21.3%)	0.0%	5.1%	0.9%

Substance Abuse Treatment & Prevention

Analyst: Tatro

Historical Summary

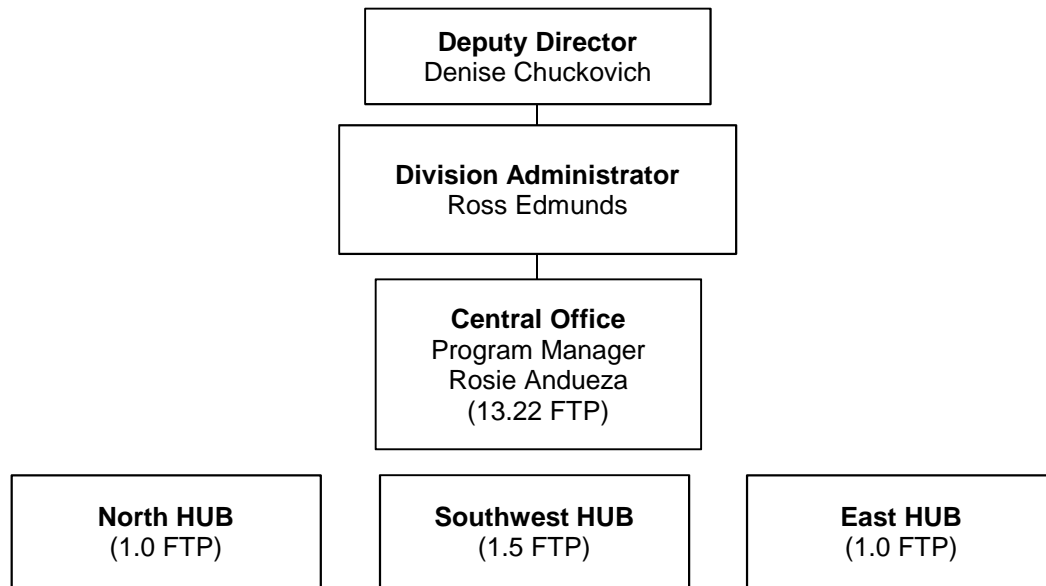
OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	2,529,900	2,812,500	2,542,300	2,549,200	2,555,500
Dedicated	1,184,600	959,700	1,184,600	1,185,600	1,186,200
Federal	13,394,400	11,564,600	12,459,400	12,926,400	12,934,200
Total:	17,108,900	15,336,800	16,186,300	16,661,200	16,675,900
Percent Change:		(10.4%)	5.5%	2.9%	3.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,166,800	982,700	1,156,100	1,412,600	1,427,300
Operating Expenditures	4,514,800	4,381,500	4,514,800	4,514,800	4,514,800
Trustee/Benefit	11,427,300	9,972,600	10,515,400	10,733,800	10,733,800
Total:	17,108,900	15,336,800	16,186,300	16,661,200	16,675,900
Full-Time Positions (FTP)	15.76	15.76	14.72	16.72	16.72

Division Description

The Substance Abuse Treatment & Prevention Program provides treatment services for children and adults. Until FY 2012, the Department of Health and Welfare also received an appropriation and managed services to the adult criminal justice population, the adolescent non-criminal justice and criminal justice populations, and Idaho Drug and Mental Health Courts. Services to these populations, and the associated funding, were transferred to the Department of Correction, the Department of Juvenile Corrections, and the Judicial Branch beginning in FY 2012.

Substance Abuse Treatment & Prevention Agency Profile

Analyst: Tatro



Substance Use Disorders - Client Counts

Total Clients Served
2,692

• Access to Recovery	1,001	• IV Drug Use	515
• Misdemeanant Problem Solving Court	165	• Pregnant Women/Women with Dependent Children	150
• Mental Health Court	61	• State Hospital	118
• Domestic Violence Court	134	• Adult	215
• Child Protection	318	• Adolescent	15

Adult & Adolescent Substance Use Disorder Participants, FY 2013

	DHW Only				All State Agencies			
	Services		Expenditures		Services		Expenditures	
	Number	%	Amount	%	Number	%	Amount	%
1) Outpatient Intensive	2,913	59%	\$3.3M	47%	6,666	66%	\$8.3M	54%
2) Outpatient Adult	1,704	34%	\$2.3M	33%	2,983	30%	\$4.3M	28%
3) Residential Juvenile	322	7%	\$1.3M	19%	347	3%	\$1.4M	9%
4) Residential	11	<1%	\$0.08M	1%	132	1%	\$1.4M	9%

Substance Abuse Treatment & Prevention

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	14.72	2,542,300	16,186,300	14.72	2,542,300	16,186,300
5. Access to Recovery Grant	2.00	0	796,700	2.00	0	796,700
FY 2015 Total Appropriation	16.72	2,542,300	16,983,000	16.72	2,542,300	16,983,000
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	16.72	2,542,300	16,983,000	16.72	2,542,300	16,983,000
Removal of One-Time Expenditures	0.00	(3,000)	(9,500)	0.00	(3,000)	(9,500)
Base Adjustments	0.00	0	(336,300)	0.00	0	(336,900)
FY 2016 Base	16.72	2,539,300	16,637,200	16.72	2,539,300	16,636,600
Benefit Costs	0.00	6,000	14,500	0.00	4,500	10,800
Change in Employee Compensation	0.00	3,900	9,500	0.00	11,700	28,500
FY 2016 Total	16.72	2,549,200	16,661,200	16.72	2,555,500	16,675,900
Change from Original Appropriation	2.00	6,900	474,900	2.00	13,200	489,600
% Change from Original Appropriation		0.3%	2.9%		0.5%	3.0%

Substance Abuse Treatment & Prevention

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	14.72	2,542,300	1,184,600	12,459,400	16,186,300

5. Access to Recovery Grant

The department was awarded a three-year Access to Recovery Grant for \$7,866,700 through the Substance Abuse and Mental Health Services Administration, to increase access to substance abuse treatment and recovery support services including transportation and temporary housing. The grant will aim to serve (1) veterans with a substance use disorder who have committed a crime and are on supervised probation; (2) child welfare families participating in child welfare court as a result of an addiction; and (3) homeless individuals. Intended outcomes of the grant are to eliminate drug use, expand access to services, and build sustainability.

Year one of the grant includes an ongoing request for 2.0 FTP, \$260,500 in personnel costs, \$68,000 in operating expenditures, and \$468,200 in trustee & benefit payments. The FTP would be transferred from SWITC. The department is not requesting appropriation at the full grant level; it will rely on existing excess appropriation.

Analyst Comment: The department requested this supplemental as one-time with a corresponding line item also as one-time. It is expected that this appropriation will be removed from the FY 2018 Base, or upon grant completion.

Agency Request	2.00	0	0	796,700	796,700
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The agency requested these funds on a one-time basis for FY 2015, and then again as a one-time line item for FY 2016. The Governor's recommendation matched the agency's request. It is displayed as an ongoing request in this publication.

Governor's Recommendation	2.00	0	0	796,700	796,700
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FY 2015 Total Appropriation					
Agency Request	16.72	2,542,300	1,184,600	13,256,100	16,983,000
Governor's Recommendation	16.72	2,542,300	1,184,600	13,256,100	16,983,000

Noncognizable Funds and Transfers

Transfers \$301,000 one-time from personnel costs and includes \$104,800 into operating expenditures and \$196,200 into trustee & benefit payments, all from the General Fund.

Agency Request	0.00	0	0	0	0
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Recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2015 Estimated Expenditures					
Agency Request	16.72	2,542,300	1,184,600	13,256,100	16,983,000
Governor's Recommendation	16.72	2,542,300	1,184,600	13,256,100	16,983,000

Removal of One-Time Expenditures

Removes \$9,500 that was appropriated for a one-time CEC.

Agency Request	0.00	(3,000)	0	(6,500)	(9,500)
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Governor's Recommendation	0.00	(3,000)	0	(6,500)	(9,500)
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Base Adjustments

Restores the \$301,000 in personnel costs that was transferred to operating and trustee & benefits as an expenditure adjustment in FY 2015. Reduces the base by \$336,300 in federal funds to align with the department's request for the three-year Access to Recovery Grant for FY 2016. This includes a reduction of \$18,500 in personnel costs, \$68,000 in operating expenditures, and \$249,800 in trustee & benefit payments.

Agency Request	0.00	0	0	(336,300)	(336,300)
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Based upon the most recent actuarial estimate the Governor recommends a \$600 adjustment for health insurance costs.

Governor's Recommendation	0.00	0	0	(336,900)	(336,900)
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Substance Abuse Treatment & Prevention

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Base					
Agency Request	16.72	2,539,300	1,184,600	12,913,300	16,637,200
<i>Governor's Recommendation</i>	16.72	2,539,300	1,184,600	12,912,700	16,636,600

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	6,000	600	7,900	14,500
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	0.00	4,500	400	5,900	10,800

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	3,900	400	5,200	9,500
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	0.00	11,700	1,200	15,600	28,500

FY 2016 Total					
Agency Request	16.72	2,549,200	1,185,600	12,926,400	16,661,200
<i>Governor's Recommendation</i>	16.72	2,555,500	1,186,200	12,934,200	16,675,900

Agency Request

Change from Original App	2.00	6,900	1,000	467,000	474,900
% Change from Original App	13.6%	0.3%	0.1%	3.7%	2.9%
<i>Governor's Recommendation</i>					
Change from Original App	2.00	13,200	1,600	474,800	489,600
% Change from Original App	13.6%	0.5%	0.1%	3.8%	3.0%

Division of Welfare

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Self-Reliance Operations	66,773,600	64,048,600	72,733,900	67,501,000	67,914,100
Benefit Payments	78,145,100	75,776,900	78,395,100	78,395,100	78,395,100
Total:	144,918,700	139,825,500	151,129,000	145,896,100	146,309,200
BY FUND CATEGORY					
General	39,188,600	38,123,300	39,085,800	39,308,600	39,455,500
Dedicated	3,426,900	3,325,400	2,847,600	8,226,500	8,241,500
Federal	102,303,200	98,376,800	109,195,600	98,361,000	98,612,200
Total:	144,918,700	139,825,500	151,129,000	145,896,100	146,309,200
Percent Change:		(3.5%)	8.1%	(3.5%)	(3.2%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	36,930,900	33,779,100	37,195,600	39,333,000	39,746,100
Operating Expenditures	29,842,700	29,747,700	35,538,300	28,168,000	28,168,000
Capital Outlay	0	521,800	0	0	0
Trustee/Benefit	78,145,100	75,776,900	78,395,100	78,395,100	78,395,100
Total:	144,918,700	139,825,500	151,129,000	145,896,100	146,309,200
Full-Time Positions (FTP)	616.55	616.55	616.55	634.55	643.93

Division Description

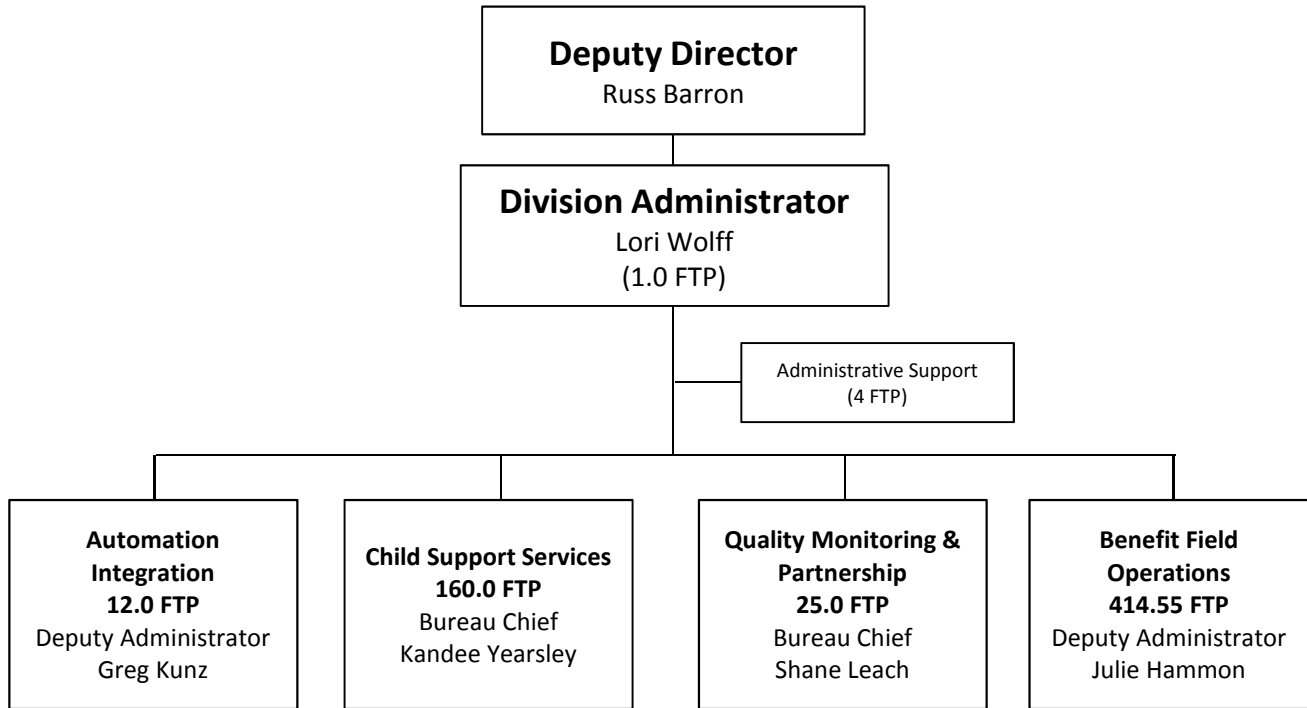
The Division of Welfare, also known as Self-Reliance, provides assistance and support services for eligible families and individuals. Programs administered by the division include: Child Support; Supplemental Nutrition Assistance Program (SNAP or Food Stamps); Child Care; Temporary Assistance for Families in Idaho (TAFI also known as TANF); and Aid to the Aged, Blind, and Disabled (AABD). The division also administers several programs through contracts with local partner organizations that provide food, energy assistance, telephone assistance, and weatherization assistance. In addition, the division determines Medicaid eligibility for the department. The division is organized in two programs:

Self-Reliance Operations is responsible for eligibility determinations and support functions associated with Self-Reliance programs. This includes all personnel and operating funding and functions for the division.

The Benefit Payments Program consists of the trustee & benefit payments to, and on behalf of, clients.

Division of Welfare Agency Profile

Analyst: Tatro



Public Assistance Recipients by Region and Program, June 2014

Region	Estimated Population	Cash Payments	Medicaid	Food Stamps	Child Care	Total
1	215,460 13.5%	3,043 1.4%	32,285 15.0%	30,954 14.4%	931 0.4%	43,392 20.1%
2	106,502 6.7%	1,524 1.4%	12,912 12.1%	11,009 10.3%	291 0.3%	16,588 15.6%
3	258,653 16.2%	3,977 1.5%	55,205 21.3%	52,936 20.5%	1,450 0.6%	71,474 27.6%
4	451,664 28.3%	4,309 1.0%	52,466 11.6%	51,898 11.5%	1,522 0.3%	70,875 15.7%
5	187,171 11.7%	1,851 1.0%	32,825 17.5%	26,377 14.1%	941 0.5%	40,448 21.6%
6	166,747 10.4%	2,102 1.3%	28,071 16.8%	25,027 15.0%	682 0.4%	36,073 21.6%
7	209,531 13.1%	1,537 0.7%	34,200 16.3%	28,759 13.7%	871 0.4%	42,845 20.4%
Total	1,595,728 100.0%	18,343 1.1%	247,964 15.5%	226,960 14.2%	6,688 0.4%	321,695 20.2%

Note: Estimated Population percentage represents regional share of the state's total population. Percentages under each program are the percentage of each region's population participating in that program. Individual recipients often receive assistance through more than one program, and the Total is an unduplicated count; the percentages in the last column reflect the percentage of each region's population receiving assistance from any listed program.

Division of Welfare

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	616.55	39,085,800	151,129,000	616.55	39,085,800	151,129,000
1. Eligibility for Health Insurance Subsidy	15.00	0	8,124,500	15.00	0	8,124,500
FY 2015 Total Appropriation	631.55	39,085,800	159,253,500	631.55	39,085,800	159,253,500
Removal of One-Time Expenditures	0.00	(104,200)	(18,093,000)	0.00	(104,200)	(18,093,000)
FY 2016 Base	631.55	38,981,600	141,160,500	631.55	38,981,600	141,160,500
Benefit Costs	0.00	196,500	564,800	0.00	136,900	380,400
Statewide Cost Allocation	0.00	(16,900)	(39,800)	0.00	(16,900)	(39,800)
Change in Employee Compensation	0.00	107,500	310,900	0.00	314,400	909,300
FY 2016 Program Maintenance	631.55	39,268,700	141,996,400	631.55	39,416,000	142,410,400
2. Food Stamp Multi-Day Issuance	3.00	39,900	669,200	3.00	39,500	668,300
13. Eligibility for Health Insurance Subsidy	0.00	0	3,230,500	0.00	0	3,230,500
32. Convert Group Positions to Permanent	0.00	0	0	9.38	0	0
FY 2016 Total	634.55	39,308,600	145,896,100	643.93	39,455,500	146,309,200
Change from Original Appropriation	18.00	222,800	(5,232,900)	27.38	369,700	(4,819,800)
% Change from Original Appropriation		0.6%	(3.5%)		0.9%	(3.2%)

Division of Welfare

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	616.55	39,085,800	2,847,600	109,195,600	151,129,000

1. Eligibility for Health Insurance Subsidy

Indirect Support Services, Welfare

Idaho's ability to operate a state-based exchange is dependent upon a fully functional eligibility determination system. In addition to Medicaid eligibility determination, performed by the department, the Advanced Payment Tax Credit (APTC) is determined using the same criteria. Idaho received Medicaid Readiness funding in FY 2012 through FY 2014 to enhance the Medicaid eligibility system. As a result the federal government will not fund a second eligibility system for Your Health Idaho (YHI), the state-based exchange. The department entered into a Memorandum of Understanding with YHI and began work on this project in May 2014. Funding for FY 2015 will be provided from a contract with YHI, as generated from an operational grant between YHI and CMS. Funding for FY 2016 will be provided from YHI, and generated from the 1.5% fee that is charged to the enrollee for each transaction that is secured through the exchange.

Additional programming to the department's benefit eligibility system is needed to account for all criteria needed in determining both Medicaid eligibility and for the APTC. Programming changes will be used for application processing, case management, required federal and state verifications, eligibility support, an online application portal, an eligibility system of record, complaint resolution for eligibility decisions, information transfers to the marketplace, eligibility renewals, eligibility data migration from the federal marketplace, and eligibility-related customer service by phone. The department completes the eligibility test for the APTC (used as a subsidy in the insurance marketplace) for qualifying individuals with income between 100% and 400% of the Federal Poverty Level, and sends that information to the marketplace where consumers shop for an insurance plan. Idaho began determining eligibility for the APTC on November 15, 2014. Funding for this request was provided with existing appropriation, however the supplemental is needed to maintain operations for the remainder of the fiscal year.

The department requests \$8,124,500 in new appropriation from dedicated funds, a fund shift of \$3,605,700 from federal to dedicated funds, and 15.0 FTP be transferred from the Southwest Idaho Treatment Center, to determine eligibility for the (APTC) subsidies for the YHI state-based exchange.

DIVISION OF WELFARE: Requests 15.0 FTP, \$1,185,000 in personnel costs, and \$940,000 in operating expenditures for a total ongoing request of \$2,125,000 from dedicated funds. Welfare also requests \$5,999,500 for one-time development costs for a total request of \$8,124,500. Funding for this division will be used to support the rules engine, eligibility determinations, data verification, and 24/7 processing of information.

INDIRECT SUPPORT SERVICES: Requests a one-time fund shift of \$2,679,200 in personnel costs, and \$551,300 in operating expenditures for a total one-time fund shift request of \$3,230,500; and an ongoing fund shift of \$254,600 from personnel costs and \$120,600 in operating expenditures, for a total ongoing fund shift of \$375,200 from federal funds to dedicated funds. This portion of the request is to handle the information technology hardware, design, and software infrastructure to allow the department's various systems to process information and communicate with the YHI exchange. The majority of the federal funding is from the Medicaid Readiness project that provided federal funding to the states for determining Medicaid eligibility, which is the first step when applying for insurance through the exchange.

There is a corresponding request in line item 13 for one-time development costs for both programs. The department does not anticipate one-time funding for this project after FY 2016. One-time development costs for the department, for both FY 2015 and FY 2016, total \$9,230,000 of new appropriation and fund shifts of \$4,970,000 for a total one-time implementation cost of \$14.2 million.

Agency Request	15.00	0	8,124,500	0	8,124,500
Governor's Recommendation	15.00	0	8,124,500	0	8,124,500

FY 2015 Total Appropriation					
Agency Request	631.55	39,085,800	10,972,100	109,195,600	159,253,500
Governor's Recommendation	631.55	39,085,800	10,972,100	109,195,600	159,253,500

Division of Welfare

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Removal of One-Time Expenditures

Removes \$293,500 from personnel costs appropriated for a one-time CEC, \$11.8 million used to integrate the benefits eligibility system with the federally based state exchange, and \$5,999,500 requested as a supplemental to integrate the benefits eligibility system with the state-based exchange.

Agency Request	0.00	(104,200)	(5,999,500)	(11,989,300)	(18,093,000)
Governor's Recommendation	0.00	(104,200)	(5,999,500)	(11,989,300)	(18,093,000)

FY 2016 Base					
Agency Request	631.55	38,981,600	4,972,600	97,206,300	141,160,500
Governor's Recommendation	631.55	38,981,600	4,972,600	97,206,300	141,160,500

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	196,500	14,200	354,100	564,800
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	136,900	11,400	232,100	380,400
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Self-Reliance Operations reduces operating expenditures by \$16,900 from the General Fund and \$22,900 from federal funds for decreases in risk management costs.

Agency Request	0.00	(16,900)	0	(22,900)	(39,800)
Governor's Recommendation	0.00	(16,900)	0	(22,900)	(39,800)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	107,500	9,200	194,200	310,900
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	314,400	27,000	567,900	909,300
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FY 2016 Program Maintenance					
Agency Request	631.55	39,268,700	4,996,000	97,731,700	141,996,400
Governor's Recommendation	631.55	39,416,000	5,011,000	97,983,400	142,410,400

2. Food Stamp Multi-Day Issuance

Self-Reliance Operations

The department requests \$669,200 for the reprogramming of the food stamp (SNAP) eligibility system to allow for multi-day issuance of food stamp benefits as required with the passage of H565 of 2014. This includes \$39,900 ongoing from the General Fund in personnel costs, \$39,900 ongoing personnel costs from federal funds and \$589,400 in federal funds to be used for one-time programming costs. The one-time funding is the result of Idaho receiving a federal bonus for having the best food stamp application processing timeliness rate of 98.98%. The total award was for \$708,534. The ongoing amount requested is for six months of operation, and an annualized amount is expected in the FY 2017 budget request.

Agency Request	3.00	39,900	0	629,300	669,200
Governor's Recommendation	3.00	39,500	0	628,800	668,300

Division of Welfare

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
13. Eligibility for Health Insurance Subsidy					Indirect Support Services & Welfare
<p>The department requests a total of \$4,970,000 from dedicated funds to continue providing the infrastructure needed to determine eligibility for the Advanced Premium Tax Credit (APTC) subsidies for the Your Health Idaho (YHI) state-based exchange. This line item requests \$3,230,500 in one-time funding to continue developing the capabilities for application processing, case management, required federal and state verifications, eligibility support, an online application portal, an eligibility system of record, complaint resolution for eligibility decisions, information transfers to the marketplace, eligibility renewals, eligibility data migration from the federal marketplace, and eligibility-related customer service by phone. The department completes the eligibility test for the APTC (used as a subsidy in the insurance marketplace) for qualifying individuals with incomes between 100% and 400% of the Federal Poverty Level, and sends that information to the marketplace where consumers shop for an insurance plan. The Division of Welfare and the Indirect Support Services Program are also requesting support for one-time development costs associated with this project.</p>					
Agency Request	0.00	0	3,230,500	0	3,230,500
Governor's Recommendation	0.00	0	3,230,500	0	3,230,500
32. Convert Group Positions to Permanent					Self-Reliance Operations
Agency Request	0.00	0	0	0	0
<p>The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-around and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees.</p>					
Governor's Recommendation	9.38	0	0	0	0
FY 2016 Total					
Agency Request	634.55	39,308,600	8,226,500	98,361,000	145,896,100
Governor's Recommendation	643.93	39,455,500	8,241,500	98,612,200	146,309,200
Agency Request					
Change from Original App	18.00	222,800	5,378,900	(10,834,600)	(5,232,900)
% Change from Original App	2.9%	0.6%	188.9%	(9.9%)	(3.5%)
Governor's Recommendation					
Change from Original App	27.38	369,700	5,393,900	(10,583,400)	(4,819,800)
% Change from Original App	4.4%	0.9%	189.4%	(9.7%)	(3.2%)

Medically Indigent Administration

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	136,000	117,200	139,800	140,800	0
Percent Change:		(13.8%)	19.3%	0.7%	(100.0%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	120,900	110,100	124,700	125,700	0
Operating Expenditures	15,100	7,100	15,100	15,100	0
Total:	136,000	117,200	139,800	140,800	0
Full-Time Positions (FTP)	1.10	1.10	1.10	1.10	0.00

Division Description

The Medically Indigent Administration Program was created during the 2009 session. Section 31-3501, Idaho Code, directs the Department of Health & Welfare to perform utilization management and claim reviews for the Catastrophic Health Care (CAT Fund) Program. The department was also required to work with hospitals and counties to create a uniform Medicaid and CAT application, and begin processing the applications and screening for Medicaid eligibility in FY 2011. The combined application for medically indigent assistance was implemented on July 1, 2010.

Medically Indigent Administration

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	1.10	139,800	139,800	1.10	139,800	139,800
9. Eliminate Med Ind Admin Program	0.00	0	0	(1.00)	(57,800)	(57,800)
FY 2015 Total Appropriation	1.10	139,800	139,800	0.10	82,000	82,000
Removal of One-Time Expenditures	0.00	(1,100)	(1,100)	0.00	(1,100)	(1,100)
Base Adjustments	0.00	0	0	(0.10)	(80,900)	(80,900)
FY 2016 Base	1.10	138,700	138,700	0.00	0	0
Benefit Costs	0.00	1,000	1,000	0.00	0	0
Change in Employee Compensation	0.00	1,100	1,100	0.00	0	0
FY 2016 Total	1.10	140,800	140,800	0.00	0	0
Change from Original Appropriation	0.00	1,000	1,000	(1.10)	(139,800)	(139,800)
% Change from Original Appropriation		0.7%	0.7%		(100.0%)	(100.0%)

Medically Indigent Administration

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	1.10	139,800	0	0	139,800
9. Eliminate Med Ind Admin Program					
Agency Request	0.00	0	0	0	0
<i>The Governor is recommending a new Healthcare Policy and Initiatives Program to be created this fiscal year. In support of this new program the Governor recommends to transfer 1.0 FTP and to eliminate this program. The proposed program will house the State Healthcare Innovation Plan (SHIP) grant if funding is approved by the Legislature. SHIP is a \$40 million federal grant to transform the healthcare system in Idaho. Detailed information on SHIP can be found in the supplemental request in Indirect Support Services.</i>					
Governor's Recommendation	(1.00)	(57,800)	0	0	(57,800)
FY 2015 Total Appropriation					
Agency Request	1.10	139,800	0	0	139,800
Governor's Recommendation	0.10	82,000	0	0	82,000
Removal of One-Time Expenditures					
Removes \$1,100 of personnel costs provided for a one-time CEC.					
Agency Request	0.00	(1,100)	0	0	(1,100)
Governor's Recommendation	0.00	(1,100)	0	0	(1,100)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends the FY 2016 Base be zeroed out with the elimination of the program.</i>					
Governor's Recommendation	(0.10)	(80,900)	0	0	(80,900)
FY 2016 Base					
Agency Request	1.10	138,700	0	0	138,700
Governor's Recommendation	0.00	0	0	0	0
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	1,000	0	0	1,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	1,100	0	0	1,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2016 Total					
Agency Request	1.10	140,800	0	0	140,800
Governor's Recommendation	0.00	0	0	0	0
Agency Request					
Change from Original App	0.00	1,000	0	0	1,000
% Change from Original App	0.0%	0.7%			0.7%
<i>Governor's Recommendation</i>					
Change from Original App	(1.10)	(139,800)	0	0	(139,800)
% Change from Original App	(100.0%)	(100.0%)			(100.0%)

Licensing and Certification

Analyst: Tatro

Historical Summary

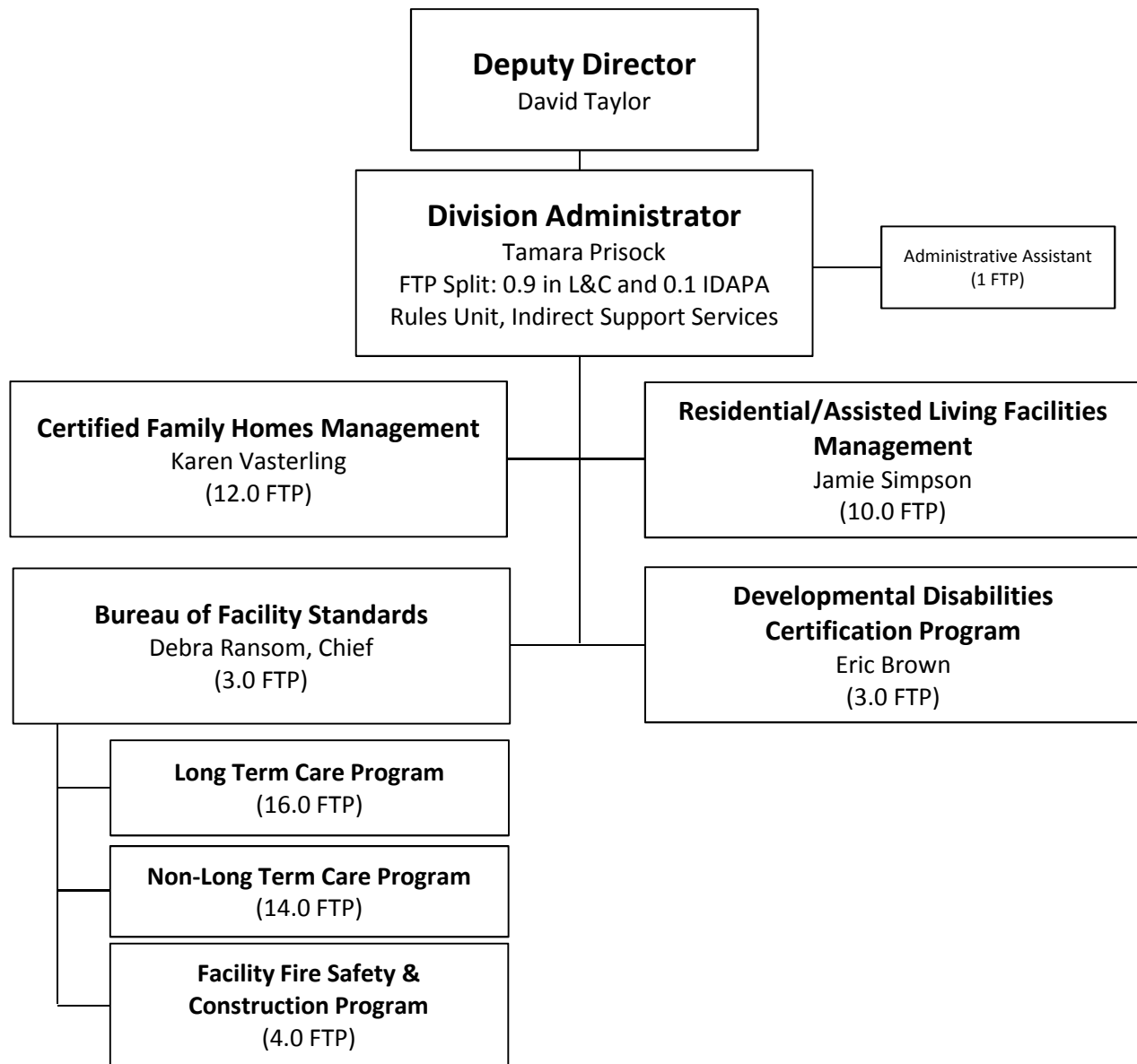
OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	1,461,200	1,415,100	1,558,200	1,646,200	1,663,900
Dedicated	698,100	703,500	737,200	745,200	755,200
Federal	3,296,100	3,212,600	3,538,000	3,847,800	3,887,100
Total:	5,455,400	5,331,200	5,833,400	6,239,200	6,306,200
Percent Change:		(2.3%)	9.4%	7.0%	8.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	4,556,400	4,437,800	4,934,200	5,321,200	5,388,200
Operating Expenditures	899,000	893,400	899,200	908,000	908,000
Capital Outlay	0	0	0	10,000	10,000
Total:	5,455,400	5,331,200	5,833,400	6,239,200	6,306,200
Full-Time Positions (FTP)	62.90	62.90	63.90	67.90	67.90

Division Description

Licensing and Certification became a new budgeted program in FY 2013. This program surveys, inspects, licenses, and certifies health care facilities that require certification or licensure by either state or federal requirements. The program investigates complaints, conducts on-site surveys, and takes appropriate licensure action to protect the health and safety of vulnerable people receiving health-related services and support.

Licensing and Certification Agency Profile

Analyst: Tatro



Key Services Provided

		FY 2011	FY 2012	FY 2013	FY 2014
1)	Initial licensing or certification surveys	281	213	218	263
2)	Re-licensure or recertification surveys	2,462	2,157	2,345	2,379
3)	Follow-up surveys	188	185	173	218
4)	Fire/life safety surveys	350	344	330	321
5)	Complaint-only surveys	187	234	215	253
6)	Other surveys	3	8	30	27
	TOTAL	3,471	3,141	3,311	3,461

Licensing and Certification

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	63.90	1,558,200	5,833,400	63.90	1,558,200	5,833,400
Removal of One-Time Expenditures	0.00	(9,900)	(40,100)	0.00	(9,900)	(40,100)
FY 2016 Base	63.90	1,548,300	5,793,300	63.90	1,548,300	5,793,300
Benefit Costs	0.00	14,700	56,600	0.00	10,600	40,600
Statewide Cost Allocation	0.00	(500)	(1,200)	0.00	(500)	(1,200)
Change in Employee Compensation	0.00	11,000	42,100	0.00	33,000	126,300
FY 2016 Program Maintenance	63.90	1,573,500	5,890,800	63.90	1,591,400	5,959,000
3. New Health Facility Surveyors	4.00	72,700	348,400	4.00	72,500	347,200
FY 2016 Total	67.90	1,646,200	6,239,200	67.90	1,663,900	6,306,200
Change from Original Appropriation	4.00	88,000	405,800	4.00	105,700	472,800
% Change from Original Appropriation		5.6%	7.0%		6.8%	8.1%

Licensing and Certification

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	63.90	1,558,200	737,200	3,538,000	5,833,400

Removal of One-Time Expenditures

Removes \$40,100 of personnel costs that was provided for a one-time CEC.

Agency Request	0.00	(9,900)	(6,600)	(23,600)	(40,100)
Governor's Recommendation	0.00	(9,900)	(6,600)	(23,600)	(40,100)

FY 2016 Base					
Agency Request	63.90	1,548,300	730,600	3,514,400	5,793,300
Governor's Recommendation	63.90	1,548,300	730,600	3,514,400	5,793,300

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	14,700	8,400	33,500	56,600
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	10,600	6,000	24,000	40,600
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Licensing & Certification reduces operating expenditures by \$500 from the General Fund and \$700 from federal funds for decreases in risk management costs.

Agency Request	0.00	(500)	0	(700)	(1,200)
Governor's Recommendation	0.00	(500)	0	(700)	(1,200)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	11,000	6,200	24,900	42,100
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	33,000	18,600	74,700	126,300
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FY 2016 Program Maintenance					
Agency Request	63.90	1,573,500	745,200	3,572,100	5,890,800
Governor's Recommendation	63.90	1,591,400	755,200	3,612,400	5,959,000

Licensing and Certification

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. New Health Facility Surveyors

The department requests funding for four new health facility surveyors who will create a training pool of eligible and trained surveyors. The department requests \$328,400 for personnel costs, \$10,000 for operating expenditures, and \$10,000 for one-time capital outlay. Funding for the positions is requested at the full compensation policy rate rather than at 80%, which will align with current staff in these positions. The request includes \$72,700 from the General Fund, \$275,700 from federal funds, and 4.0 FTP to be transferred from SWITC. Operating expenditures will be used to cover travel and training expenses. The one-time capital outlay will be used to purchase office equipment and supplies.

Surveyors handle the licensing and certification process for new and existing health and assisted living facilities. As turnover occurs, the department will hire from the pool and then train another individual for the pool. The training process takes six to nine months to become fully trained and certified by the Centers for Medicare and Medicaid (CMS) which allows the surveyor to work independently. The department reports that there is a backlog in federal survey work, which could lead to penalties being assessed. Further, the federal backlogs are causing delays in state licensures, backlogs in routine surveys, and are limiting the turnaround for complaint investigations. The department reports that there are three scheduled retirements in FY 2015 and three more in FY 2016. To reduce turnover with surveyors in 2014, the Legislature provided \$193,600 for compensation increases for existing staff to address this same issue.

Agency Request	4.00	72,700	0	275,700	348,400
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Recommended by the Governor with a \$300 adjustment per FTP for health insurance costs.

<i>Governor's Recommendation</i>	<i>4.00</i>	<i>72,500</i>	<i>0</i>	<i>274,700</i>	<i>347,200</i>
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FY 2016 Total					
Agency Request	67.90	1,646,200	745,200	3,847,800	6,239,200
<i>Governor's Recommendation</i>	<i>67.90</i>	<i>1,663,900</i>	<i>755,200</i>	<i>3,887,100</i>	<i>6,306,200</i>

Agency Request

Change from Original App	4.00	88,000	8,000	309,800	405,800
% Change from Original App	6.3%	5.6%	1.1%	8.8%	7.0%

Governor's Recommendation

<i>Change from Original App</i>	<i>4.00</i>	<i>105,700</i>	<i>18,000</i>	<i>349,100</i>	<i>472,800</i>
<i>% Change from Original App</i>	<i>6.3%</i>	<i>6.8%</i>	<i>2.4%</i>	<i>9.9%</i>	<i>8.1%</i>

Public Health Districts

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	8,232,500	8,232,500	8,531,200	8,651,100	8,718,700
Dedicated	500,000	497,800	750,000	0	0
Total:	8,732,500	8,730,300	9,281,200	8,651,100	8,718,700
Percent Change:		0.0%	6.3%	(6.8%)	(6.1%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	7,260,500	7,538,900	7,542,100	7,649,100	7,733,700
Operating Expenditures	972,000	1,191,400	989,100	1,002,000	985,000
Lump Sum	500,000	0	750,000	0	0
Total:	8,732,500	8,730,300	9,281,200	8,651,100	8,718,700

Department Description

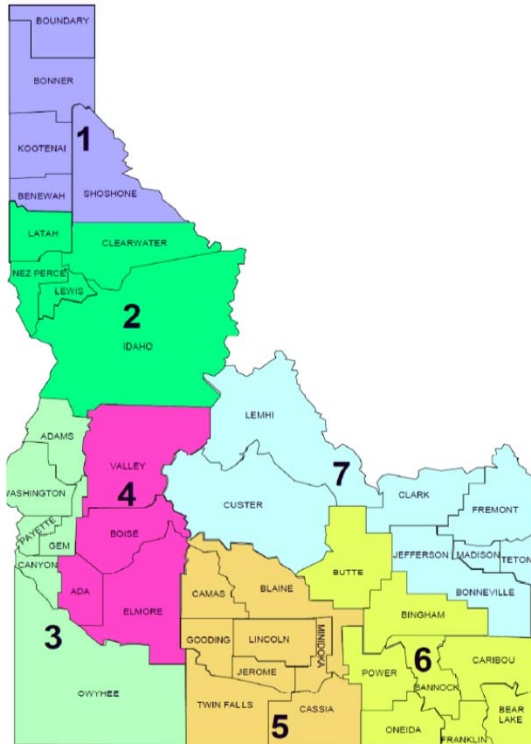
The mission of the seven Public Health Districts is to prevent disease, disability and premature death; to promote healthy lifestyles; and to protect and promote the health and quality of our environment.

Idaho's seven health districts provide health services throughout the state. Each district works under the direction of its own board of health, appointed by county commissioners within each region. The districts are not part of any state agency, but they work in partnership with the Department of Health and Welfare and other state entities to deliver services and disburse public information to local communities.

Public Health Districts Agency Profile

Analyst: Tatro

Organization



District Office Locations

Health District 1

Sandpoint
St. Maries
Hayden
Kellogg
Bonners Ferry

Health District 2

Lewiston Orofino
Moscow Grangeville
Kamiah

Health District 3

Payette Caldwell
Emmett Homedale
Weiser

Health District 4

Boise
McCall
Mountain Home

Health District 5

Twin Falls Bellevue
Burley Gooding
Jerome Rupert
Shoshone

Health District 6

Malad Montpelier
Pocatello Blackfoot
Preston Soda Springs
Arco American Falls
Aberdeen Fort Hall

Health District 7

Dubois Idaho Falls
Challis St. Anthony
Rigby Salmon
Rexburg Driggs
Terreton

Fiscal Year	FTP	Appropriated		Non Appropriated			Total
		General Fund	Millennium Fund	County	Contracts	Fees	
FY 2009	740.83	10,799,300	500,000	7,983,300	23,238,100	16,936,100	59,456,800
FY 2010	699.97	9,305,100	268,400	7,764,100	21,708,000	15,672,900	54,718,500
FY 2011	632.10	8,319,500	500,000	7,567,300	22,207,100	11,480,900	50,074,800
FY 2012	618.13	7,845,100	250,000	7,746,400	23,225,500	9,240,900	48,307,900
FY 2013	598.25	8,136,100	400,000	7,929,300	22,381,100	9,375,100	48,221,600
FY 2014	605.79	8,232,500	500,000	8,037,700	22,495,800	10,008,000	49,274,000
FY 2015*	599.09	8,531,200	750,000	8,351,400	22,502,600	10,245,600	50,380,800
FY 2016*	599.09	8,651,100	750,000	8,638,700	22,095,600	10,293,900	50,429,300

* As indicated in the budget request for FY 2016.

Public Health Districts

Overview, Budget, & Fund Information

Analyst: Tatro

Public Health Districts are established in Chapter 4, Title 39, Idaho Code. They are not state agencies and are considered independent bodies corporate and politic, pursuant to Section 1, Article VIII of the Idaho Constitution. Employees of the health districts are not state employees, however, pursuant to §39-425, Idaho Code, districts must budget for employee participation in the state's retirement system and health districts must comply with the state merit system. Payroll and accounting services are provided by the office of the State Controller, and audits are conducted by Legislative Audits.

Budget Development Process

In April of each year, each Health District submits a preliminary budget to their Boards of Health. This proposal is presented for public comment. The final budget is approved by the Board of Health Budget Committees with the estimated cost to each county. The decision of the budget committee is binding upon all counties within the district and the district itself.

70% of county contributions are apportioned by population as determined by the last general census when applicable, or by the State Department of Commerce.

30% of county contributions are apportioned by taxable market value for assessment purposes as computed by the County Assessor and certified by the Tax Commission.

The Board of Trustees compiles all seven budgets into a single budget request that is made to the state for the state funds required in §39-425, Idaho Code.

Public Health District Funding

County Revenue

Each Board of County Commissioners is authorized to levy a special tax for preventive health services; Health Districts do not have taxing authority. The county tax cannot exceed four hundredths of a percent (.04%) above the statutory limitation of market value, for assessment purposes, of all taxable property in the county.

Other revenue sources include contracts & grants with DEQ, Health & Welfare, local grants applied for and received, private donations; fees for services provided; third party insurance reimbursements; Medicare and Medicaid.

State Appropriations

Pursuant to §39-425, Idaho Code, the Health Districts' budget request shall include a minimum of 67% of the amounts pledged by each county for taxes raised pursuant to §31-862, Idaho Code.

General Fund Appropriation & Transfer to Public Health District Fund, §39-422, Idaho Code
-Half of the appropriated funds are distributed in July and half are distributed in January

The Board of Trustees allocates the appropriation according to §39-425, Idaho Code, and the board-developed formula: County contributions (67%); Population (18%); and Poverty (15%)

Each year the Health Districts apply for, and typically receive, funding from the Millennium Fund.

Public Health Districts

Funding Formula & General Fund Allocation

Analyst: Tatro

County Contributions 67% of Allocation

	Amount (\$)	Percent of Total	Funding Split
District 1	1,115,666	13.64%	\$779,696
District 2	729,578	8.92%	\$509,874
District 3	1,156,713	14.14%	\$808,382
District 4	2,042,126	24.97%	\$1,427,163
District 5	1,062,858	13.00%	\$742,790
District 6	1,061,402	12.98%	\$741,773
District 7	1,010,538	12.36%	\$706,226
State Total	\$8,178,881	100%	\$5,715,904

Population 18% of Allocation

	Number	Percent of Total	Funding Split
District 1	215,879	13.51%	\$207,501
District 2	106,436	6.66%	\$102,305
District 3	259,572	16.25%	\$249,498
District 4	451,517	28.26%	\$433,994
District 5	187,681	11.75%	\$180,397
District 6	169,471	10.61%	\$162,894
District 7	207,061	12.96%	\$199,025
State Total	1,597,617	100%	\$1,535,616

Poverty 15% of Allocation

	Weighted Rate	Percent of Total	Funding Split
District 1	0.1498	12.98%	\$166,097
District 2	0.1789	15.51%	\$198,426
District 3	0.2059	17.85%	\$228,371
District 4	0.1280	11.09%	\$141,949
District 5	0.1674	14.51%	\$185,619
District 6	0.1558	13.50%	\$172,779
District 7	0.1681	14.57%	\$186,439
State Total	1.1538	100%	\$1,279,680

Total FY 2015 General Fund Allocation

	Percent of Total	Total Amount (\$)
District 1	13.52%	1,153,300
District 2	9.50%	810,600
District 3	15.08%	1,286,300
District 4	23.48%	2,003,100
District 5	13.00%	1,108,800
District 6	12.63%	1,077,400
District 7	12.80%	1,091,700
State Total	100%	\$8,531,200

Public Health Districts

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	8,531,200	9,281,200	0.00	8,531,200	9,281,200
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	0.00	8,531,200	9,281,200	0.00	8,531,200	9,281,200
Removal of One-Time Expenditures	0.00	(62,000)	(812,000)	0.00	(62,000)	(812,000)
FY 2016 Base	0.00	8,469,200	8,469,200	0.00	8,469,200	8,469,200
Benefit Costs	0.00	107,600	107,600	0.00	74,800	74,800
Inflationary Adjustments	0.00	23,500	23,500	0.00	6,500	6,500
Statewide Cost Allocation	0.00	(10,600)	(10,600)	0.00	(10,600)	(10,600)
Change in Employee Compensation	0.00	61,400	61,400	0.00	178,800	178,800
FY 2016 Program Maintenance	0.00	8,651,100	8,651,100	0.00	8,718,700	8,718,700
1. Tobacco Cessation	0.00	0	0	0.00	0	0
FY 2016 Total	0.00	8,651,100	8,651,100	0.00	8,718,700	8,718,700
Change from Original Appropriation	0.00	119,900	(630,100)	0.00	187,500	(562,500)
% Change from Original Appropriation		1.4%	(6.8%)		2.2%	(6.1%)

Public Health Districts

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	8,531,200	750,000	0	9,281,200

Noncognizable Funds and Transfers

The Public Health Districts were appropriated \$750,000 from the Millennium Fund and this entry allocates \$398,200 for personnel costs and \$351,800 for operating expenditures.

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

FY 2015 Estimated Expenditures					
Agency Request	0.00	8,531,200	750,000	0	9,281,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,531,200</i>	<i>750,000</i>	<i>0</i>	<i>9,281,200</i>

Removal of One-Time Expenditures

Removes \$62,000 of personnel costs that were used for one-time employee compensation. Also removes \$750,000 for the Millennium Fund grant.

Agency Request	0.00	(62,000)	(750,000)	0	(812,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(62,000)</i>	<i>(750,000)</i>	<i>0</i>	<i>(812,000)</i>

FY 2016 Base					
Agency Request	0.00	8,469,200	0	0	8,469,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,469,200</i>	<i>0</i>	<i>0</i>	<i>8,469,200</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Benefit changes associated with the General Fund account for 20% of all benefit changes or the equivalent of about 115 FTP.

Agency Request	0.00	107,600	0	0	107,600
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>74,800</i>	<i>0</i>	<i>0</i>	<i>74,800</i>
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Inflationary Adjustments

Health districts are requesting \$17,000 for general inflation and \$6,500 for medical inflation-related costs. General inflation includes costs for communication, repair and maintenance services, supplies, and professional services. Medical inflation includes costs for professional services, specific use supplies, and other general services. This request only includes the General Fund portion of anticipated inflationary growth.

Agency Request	0.00	23,500	0	0	23,500
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The Governor recommends the General Fund request for medical inflation costs.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,500</i>	<i>0</i>	<i>0</i>	<i>6,500</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This request only includes changes to the General Fund portion and includes a decrease of \$12,300 for risk management fees, and an increase of \$1,700 for State Controller fees. The overall indirect cost recovery amount for all SWCAP programs and for all appropriated and non-appropriated funds will be reduced by \$62,800. The health districts have an indirect cost recovery total base amount of \$439,700 with \$74,700 or 17% allocated to the General Fund.

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

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. This request includes only the General Fund portion of a 1% calculation.

Agency Request	0.00	61,400	0	0	61,400
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The Governor recommends a 3% increase in 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>178,800</i>	<i>0</i>	<i>0</i>	<i>178,800</i>
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Public Health Districts

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	0.00	8,651,100	0	0	8,651,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,718,700</i>	<i>0</i>	<i>0</i>	<i>8,718,700</i>

1. Tobacco Cessation

Millennium Fund

Requests \$750,000 from the Millennium Income Fund to support work in tobacco cessation programs. Information and funding associated with this request can be found in the Idaho Millennium Fund Program under the State Treasurer's Office.

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

FY 2016 Total					
Agency Request	0.00	8,651,100	0	0	8,651,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,718,700</i>	<i>0</i>	<i>0</i>	<i>8,718,700</i>

Agency Request					
Change from Original App	0.00	119,900	(750,000)	0	(630,100)
% Change from Original App		1.4%	(100.0%)		(6.8%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>187,500</i>	<i>(750,000)</i>	<i>0</i>	<i>(562,500)</i>
<i>% Change from Original App</i>		<i>2.2%</i>	<i>(100.0%)</i>		<i>(6.1%)</i>

State Independent Living Council

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	98,000	89,400	98,600	99,200	100,000
Dedicated	247,200	183,800	253,400	333,100	335,700
Federal	370,700	245,600	374,800	173,400	173,400
Total:	715,900	518,800	726,800	605,700	609,100
Percent Change:		(27.5%)	40.1%	(16.7%)	(16.2%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	306,600	264,500	317,500	330,900	334,300
Operating Expenditures	188,700	141,800	188,700	174,200	174,200
Capital Outlay	0	500	0	0	0
Trustee/Benefit	220,600	112,000	220,600	100,600	100,600
Total:	715,900	518,800	726,800	605,700	609,100
Full-Time Positions (FTP)	5.00	5.00	4.00	4.00	4.00

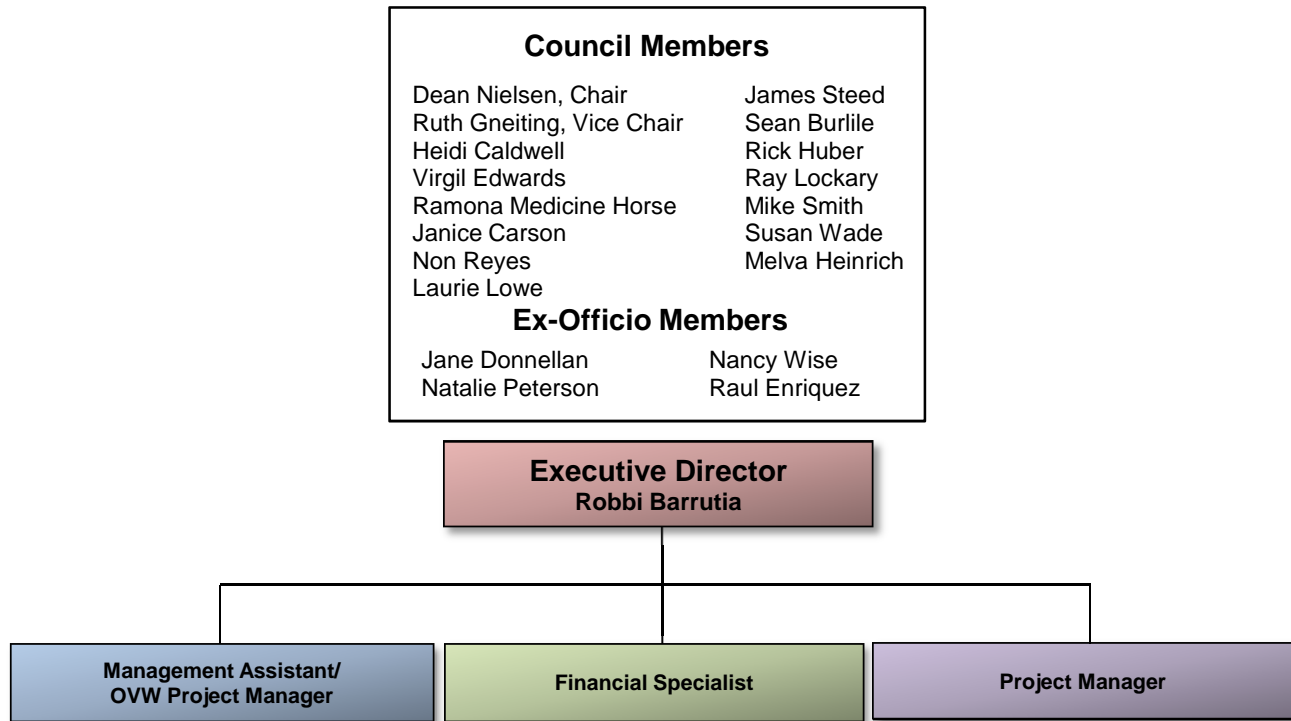
Department Description

The State Independent Living Council (SILC) was created in response to the federal Rehabilitation Act Amendments of 1992 to carry out the powers and duties set forth in 29 U.S.C. Section 796(b) and 34 CFR 364.21. In accordance with Section 56-1204, Idaho Code, the council shall also assess the need for services for Idahoans with disabilities and advocate with decision makers. This program is mandatory if the state wishes to receive federal financial assistance under Title 7 of the federal Rehabilitation Act. This program was transferred from the Division of Vocational Rehabilitation under the Office of the State Board of Education, beginning in FY 2005, to comply with H711 of the 2004 Legislative Session.

SILC is a unique state entity. It is not a single department of state government unto itself, nor is it a part of any of the twenty (20) departments of state government authorized by the Idaho constitution or of the departments prescribed under Idaho Code. As provided in Chapter 12, Title 56, Idaho Code, "It is legislative intent that the Idaho state independent living council operate and be recognized not as a state agency or department, but as a governmental entity whose creation has been authorized by the state, much in the same manner as other single purpose districts."

State Independent Living Council Agency Profile

Analyst: Hoskins



Annual Budget by Fund: Dollar Amount and Percent of Total

Fund	FY 2013 Actual		FY 2014 Actual		FY 2015 Orig. Approp.		FY 2016 Request	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0291-01 (General)*	\$96,700	15.1%	\$0	0.0%	\$0	0.0%	\$0	0.0%
0001-00 (General)*	\$0	0.0%	\$89,400	17.2%	\$98,600	13.6%	\$99,200	16.4%
0291-02 (dedicated)	\$190,700	29.7%	\$183,800	35.4%	\$253,400	34.9%	\$333,200	55.0%
0291-03 (federal)**	\$354,400	55.2%	\$245,600	47.3%	\$0	0.0%	\$0	0.0%
0348-00 (federal)**	\$0	0.0%	\$0	0.0%	\$374,800	51.6%	\$173,400	28.6%
	\$641,800	100.0%	\$518,800	100.0%	\$726,800	100.0%	\$605,800	100.0%

Funding for SILC comes from several sources including the General Fund; federal grants from Health and Human Services, Medicaid Infrastructure Grant (MIG), the Department of Justice, and the Office of Violence Against Women; and pass through dollars from the Idaho Division of Vocational Rehabilitation.

*The agency now receives a direct appropriation from the General Fund, as opposed to receiving a transfer from the General Fund to the Independent Living Council Fund (0291-01).

**The agency now receives a direct appropriation from the federal fund (0348), as opposed to receiving a transfer from the federal fund to the Independent Living Council Fund (0291-03).

State Independent Living Council

Analyst: Hoskins

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	4.00	98,600	726,800	4.00	98,600	726,800
1. Additional VR Funds	0.00	0	55,000	0.00	0	55,000
2. New ADRC Grant	0.00	0	20,000	0.00	0	20,000
FY 2015 Total Appropriation	4.00	98,600	801,800	4.00	98,600	801,800
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	4.00	98,600	801,800	4.00	98,600	801,800
Removal of One-Time Expenditures	0.00	(100)	(2,500)	0.00	(100)	(2,500)
Base Adjustments	0.00	0	(200,300)	0.00	0	(200,300)
FY 2016 Base	4.00	98,500	599,000	4.00	98,500	599,000
Benefit Costs	0.00	300	4,400	0.00	300	3,200
Statewide Cost Allocation	0.00	0	0	0.00	0	0
Change in Employee Compensation	0.00	400	2,300	0.00	1,200	6,900
FY 2016 Total	4.00	99,200	605,700	4.00	100,000	609,100
Change from Original Appropriation	0.00	600	(121,100)	0.00	1,400	(117,700)
% Change from Original Appropriation		0.6%	(16.7%)		1.4%	(16.2%)

State Independent Living Council

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	4.00	98,600	253,400	374,800	726,800

1. Additional VR Funds

SILC is requesting a supplemental appropriation to increase ongoing dedicated fund spending authority in the amount of \$55,000 for personnel costs. No matching General Funds are requested or needed. The dedicated funds would be provided by the Division of Vocational Rehabilitation (VR) and used to fund SILC's project management activities pursuant to its approved State Plan for Independent Living (SPIL). This request also includes an object transfer of \$19,500 in General Funds from operating expenditures to personnel costs. The transfer would have a net-zero effect on appropriation amounts and would be used for ongoing personnel needs associated with SPIL project management.

Agency Request	0.00	0	55,000	0	55,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>55,000</i>	<i>0</i>	<i>55,000</i>

2. New ADRC Grant

This ongoing request for a supplemental appropriation would increase SILC's dedicated fund spending authority by \$20,000. Grant funds are available from the Commission on Aging's Aging & Disability Resource Centers (ADRC) grant and would be used to fund the agency's project manager position, which is currently unfunded. No FTP or matching General Funds are requested or needed. Of the total amount, \$15,000 is for salary and benefits and \$5,000 is for related operating expenditures.

Agency Request	0.00	0	20,000	0	20,000
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The agency requested these funds on a one-time basis for FY 2015, and then again as a one-time line item for FY 2016. The Governor's recommendation matched the agency's request. It is displayed as an ongoing request in this publication.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>20,000</i>	<i>0</i>	<i>20,000</i>
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FY 2015 Total Appropriation					
Agency Request	4.00	98,600	328,400	374,800	801,800
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>98,600</i>	<i>328,400</i>	<i>374,800</i>	<i>801,800</i>

Noncognizable Funds and Transfers

This adjustment transfers 1.30 FTP from the federal fund to the dedicated fund to align the appropriation with agency needs.

Agency Request	0.00	0	0	0	0
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Recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2015 Estimated Expenditures					
Agency Request	4.00	98,600	328,400	374,800	801,800
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>98,600</i>	<i>328,400</i>	<i>374,800</i>	<i>801,800</i>

Removal of One-Time Expenditures

Removes personnel costs for the FY 2015 one-time Change in Employee Compensation (CEC).

Agency Request	0.00	(100)	(1,300)	(1,100)	(2,500)
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(100)</i>	<i>(1,300)</i>	<i>(1,100)</i>	<i>(2,500)</i>
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Base Adjustments

Removes \$200,300 in federal fund spending authority to align the appropriation with available grant funds.

Of the total amount, \$80,300 is from personnel costs and \$120,000 is from trustee & benefit payments.

Agency Request	0.00	0	0	(200,300)	(200,300)
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>(200,300)</i>	<i>(200,300)</i>
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FY 2016 Base					
Agency Request	4.00	98,500	327,100	173,400	599,000
<i>Governor's Recommendation</i>	<i>4.00</i>	<i>98,500</i>	<i>327,100</i>	<i>173,400</i>	<i>599,000</i>

State Independent Living Council

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	300	4,100	0	4,400
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	300	2,900	0	3,200
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$100 decrease in risk management fees and a \$100 increase in State Controller fees for a net-zero effect on appropriation amounts.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	400	1,900	0	2,300
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
Governor's Recommendation	0.00	1,200	5,700	0	6,900
FY 2016 Total					
Agency Request	4.00	99,200	333,100	173,400	605,700
Governor's Recommendation	4.00	100,000	335,700	173,400	609,100
Agency Request					
Change from Original App	0.00	600	79,700	(201,400)	(121,100)
% Change from Original App	0.0%	0.6%	31.5%	(53.7%)	(16.7%)
Governor's Recommendation					
Change from Original App	0.00	1,400	82,300	(201,400)	(117,700)
% Change from Original App	0.0%	1.4%	32.5%	(53.7%)	(16.2%)

Idaho Legislative Budget Book

Public Safety

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Idaho Legislative Budget Book

Department of Correction

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Department of Correction

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Management Services	12,297,300	11,868,300	12,793,900	14,022,300	13,842,100
State Prisons	75,208,200	74,031,800	102,270,100	106,280,700	105,990,300
Private Prisons	29,399,000	29,384,700	2,445,500	0	0
County & Out-of-State Placement	14,071,200	13,233,600	15,233,300	15,233,300	15,233,300
Alternative Placement	9,356,900	9,145,000	9,625,800	9,685,100	9,685,100
Community Corrections	24,641,900	24,616,400	27,676,800	27,933,400	28,000,100
Education & Treatment	12,240,400	11,440,000	13,746,400	12,106,200	12,314,300
Medical Services	28,415,100	28,330,800	41,046,500	42,315,800	41,814,400
Pardons & Parole	2,467,000	2,297,900	2,798,400	2,827,200	2,848,900
Total:	208,097,000	204,348,500	227,636,700	230,404,000	229,728,500
BY FUND CATEGORY					
General	184,045,900	182,508,000	204,240,600	209,164,700	208,952,100
Dedicated	21,176,800	19,977,000	21,647,700	19,981,900	19,513,300
Federal	2,874,300	1,863,500	1,748,400	1,257,400	1,263,100
Total:	208,097,000	204,348,500	227,636,700	230,404,000	229,728,500
Percent Change:		(1.8%)	11.4%	1.2%	0.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	92,835,000	90,969,000	97,352,400	122,168,700	122,537,900
Operating Expenditures	105,198,800	102,357,000	117,824,800	96,602,000	95,973,300
Capital Outlay	3,368,900	4,601,300	4,189,500	5,347,000	4,931,000
Trustee/Benefit	4,835,100	6,421,200	6,410,800	6,286,300	6,286,300
Lump Sum	1,859,200	0	1,859,200	0	0
Total:	208,097,000	204,348,500	227,636,700	230,404,000	229,728,500
Full-Time Positions (FTP)	1,714.93	1,714.93	1,650.85	2,015.35	2,016.35

Department Description

The department is composed of those functions under the constitutionally mandated Board of Correction and the statutorily created Commission for Pardons and Parole. The Governor appoints the three-member Board of Correction, which in turn appoints the director to the Department of Correction. The director oversees the department's nine state prisons, the Correctional Alternative Placement Program, four community work centers and seven district probation and parole offices. The Department of Correction manages more than 21,000 offenders in the state of Idaho.

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

Department of Correction

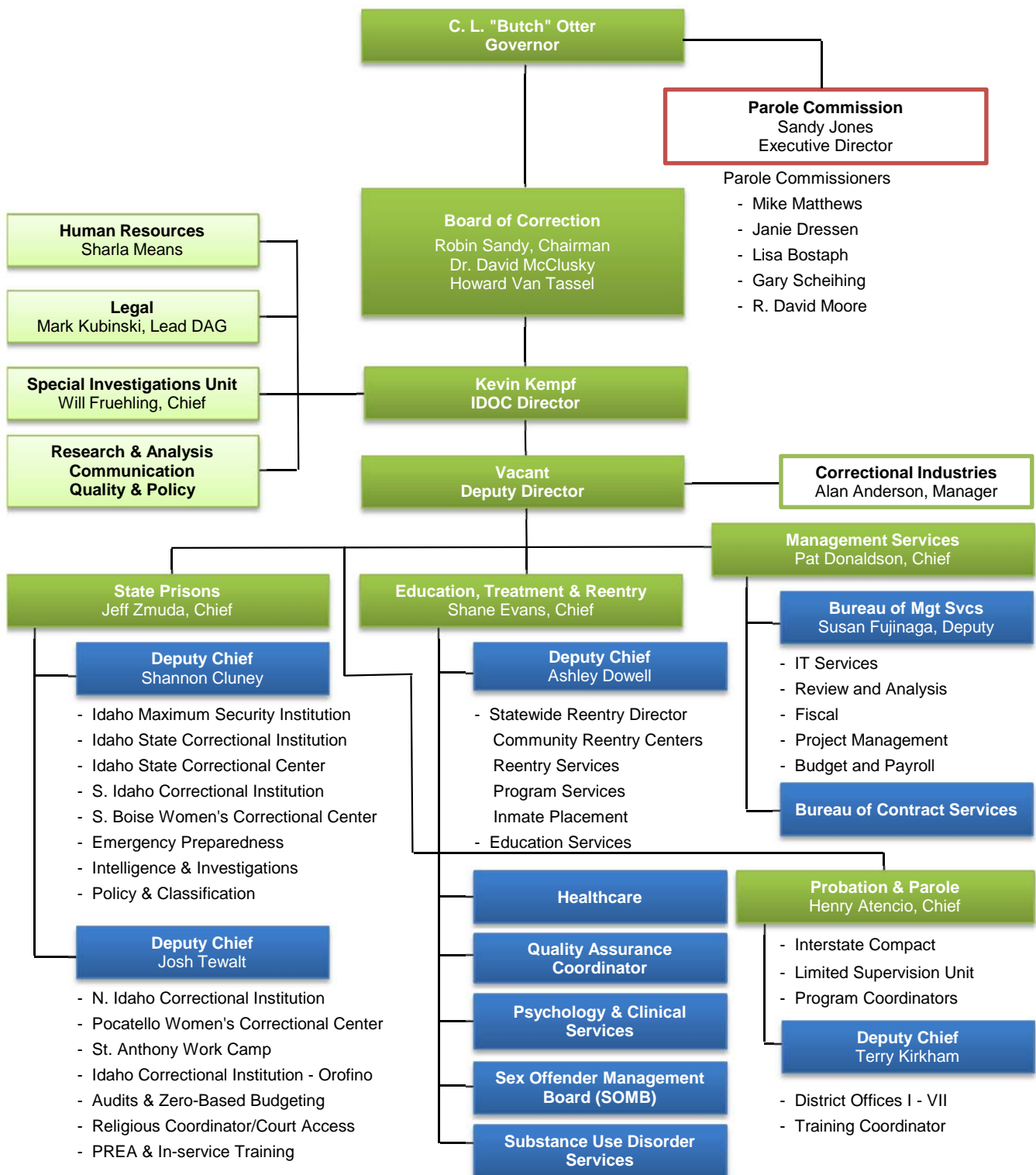
Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	1,650.85	204,240,600	227,636,700	1,650.85	204,240,600	227,636,700
Supplementals						
Management Services						
1. ILETS Fee Increase	0.00	22,500	22,500	0.00	22,500	22,500
2. Balla Legal Fees	0.00	223,100	223,100	0.00	223,100	223,100
State Prisons						
3. ICIO Litigation Settlement	0.00	153,000	153,000	0.00	153,000	153,000
4. SICI Ag Worker Program	2.00	0	156,900	2.00	0	156,900
FY 2015 Total Appropriation	1,652.85	204,639,200	228,192,200	1,652.85	204,639,200	228,192,200
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
Expenditure Adjustments	350.00	0	0	350.00	0	0
FY 2015 Estimated Expenditures	2,002.85	204,639,200	228,192,200	2,002.85	204,639,200	228,192,200
Removal of One-Time Expenditures	0.00	(5,101,100)	(9,099,200)	0.00	(5,101,100)	(9,099,200)
Base Adjustments	0.00	0	(500,000)	0.00	0	(500,000)
FY 2016 Base	2,002.85	199,538,100	218,593,000	2,002.85	199,538,100	218,593,000
Benefit Costs	0.00	1,587,000	1,750,400	0.00	1,053,800	1,162,400
Inflationary Adjustments	0.00	15,300	176,500	0.00	15,300	176,500
Replacement Items	0.00	3,017,300	4,177,600	0.00	2,847,000	3,754,400
Statewide Cost Allocation	0.00	(574,700)	(595,500)	0.00	(574,700)	(595,500)
Change in Employee Compensation	0.00	853,700	947,000	0.00	2,554,800	2,836,200
FY 2016 Program Maintenance	2,002.85	204,436,700	225,049,000	2,002.85	205,434,300	225,927,000
Line Items						
Management Services						
5. Additional IT Staff	3.00	251,300	251,300	0.00	0	0
State Prisons						
1. Correctional Officer Retention Plan	0.00	2,386,800	2,515,500	0.00	1,499,400	1,601,100
2. BHU Correctional Officers	3.00	165,200	165,200	3.00	164,300	164,300
7. Building Cabling & Storage Boxes	0.00	0	65,800	0.00	0	65,800
8. Vehicle for Work Crew Checks	0.00	0	23,400	0.00	0	23,400
9. Balers for Recycle Program	0.00	0	20,000	0.00	0	20,000
Correctional Alternative Placement						
11. CAPP Contract Adjustment	0.00	59,300	59,300	0.00	59,300	59,300
Community Corrections						
1. Correctional Officer Retention Plan	0.00	93,300	105,100	0.00	71,400	77,900
3. Electronic Monitoring	4.50	0	311,000	0.00	0	0
4. Building Leases & Uniforms	0.00	74,100	140,400	0.00	0	66,300
29. Sex Offender Management Initiative	0.00	0	0	4.50	368,900	368,900
Education & Treatment						
6. Psychological Service Contract	0.00	150,000	150,000	0.00	0	0
10. Millennium Fund - SA Treatment	0.00	0	0	0.00	0	0
15. Transfer Medical Contract Monitors	2.00	0	167,700	2.00	0	170,100
29. Sex Offender Management Initiative	0.00	0	0	4.00	308,500	308,500
Medical Services						
12. Contract Increase & Leap Year	0.00	486,800	486,800	0.00	110,700	110,700
13. Expand Clinical Svcs at IMSI	0.00	163,000	163,000	0.00	37,700	37,700
14. Hepatitis C Treatment	0.00	800,000	800,000	0.00	800,000	800,000
15. Transfer Medical Contract Monitors	(2.00)	0	(167,700)	(2.00)	0	(170,100)
Commission for Pardons & Parole						
1. Additional Staff	2.00	98,200	98,200	2.00	97,600	97,600
FY 2016 Total	2,015.35	209,164,700	230,404,000	2,016.35	208,952,100	229,728,500
Chg from FY 2015 Orig Approp.	364.50	4,924,100	2,767,300	365.50	4,711,500	2,091,800
% Chg from FY 2015 Orig Approp.	22.1%	2.4%	1.2%	22.1%	2.3%	0.9%

Department of Correction Agency Profile

Analyst: Burns

Organizational Chart



Department of Correction

Agency Profile

Analyst: Burns

Non-General Fund Cash Flow

Fund/Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Request
<p>1. Inmate Labor Fund: Fees received for inmate work crews under contract with federal, state, and local governmental agencies and nonprofit entities; and 35% of gross wages earned by inmate workers involved in work-release programs (§20-242). Moneys collected are used to cover the administrative and program costs of inmates involved in work-related activities.</p>					
Beginning Balance	1,796,400	1,595,900	1,747,400	1,942,600	926,500
Beginning Encumbrances	294,100	185,100	178,200	216,600	
Fund Transfers					
Cash Receipts	5,134,400	5,665,800	6,086,100	6,545,600	6,545,600
Other Adjustments	(61,800)	58,100	(2,900)		
<i>Total Revenue Available</i>	<i>7,163,100</i>	<i>7,504,900</i>	<i>8,008,800</i>	<i>8,704,800</i>	<i>7,472,100</i>
Prior Year Cash Expenditures	231,000	174,800	142,800	216,600	
Cash Expenditures	5,151,100	5,404,500	5,706,800	7,561,700	7,611,800
Ending Encumbrances	185,100	178,200	216,600		
<i>Total Expenditures</i>	<i>5,567,200</i>	<i>5,757,500</i>	<i>6,066,200</i>	<i>7,778,300</i>	<i>7,611,800</i>
Ending Balance	1,595,900	1,747,400	1,942,600	926,500	(139,700)
<p>2. Parolee Supervision Fund: Receipts collected from individuals on probation or on parole in accordance with §20-225. A person under state probation or parole supervision shall be required to contribute not more than \$75 per month as determined by the Board of Correction. Currently the Board has authorized Community Supervision to collect \$60 per month. Moneys collected as a fee for services are placed in this fund and used to provide client supervision.</p>					
Beginning Balance	679,400	749,700	1,302,300	1,858,000	2,610,500
Encumbrances as of July 1	38,800	51,500	44,700	202,200	
Cash Receipts	6,319,400	6,761,300	7,279,700	7,000,000	6,500,000
Other Adjustments					
<i>Total Revenue Available</i>	<i>7,037,600</i>	<i>7,562,500</i>	<i>8,626,700</i>	<i>9,060,200</i>	<i>9,110,500</i>
Prior Year Cash Expenditures	33,000	49,500	41,400	202,200	
Cash Expenditures	6,203,400	6,166,000	6,525,100	6,247,500	6,396,900
Encumbrances as of June 30	51,500	44,700	202,200		
<i>Total Expenditures</i>	<i>6,287,900</i>	<i>6,260,200</i>	<i>6,768,700</i>	<i>6,449,700</i>	<i>6,396,900</i>
Ending Balance	749,700	1,302,300	1,858,000	2,610,500	2,713,600
<p>3. Drug and Mental Health Court Supervision Fund: The Drug and Mental Health Court Supervision Fund receives moneys from the Liquor Account into which is paid all revenues derived from sales of alcoholic beverages and other merchandise, excise taxes, licenses, permits, fees, profits on sales, sales of equipment and supplies and all other moneys accruing or received under any of the provisions of §23-401. The funds are used for the supervision of offenders sentenced to drug or mental health court.</p>					
Beginning Balance	121,600	161,200	175,900	64,900	54,300
Encumbrances as of July 1	800	2,400	600	3,400	
Fund Transfers	440,000	440,000	440,000	440,000	440,000
Cash Receipts	1,000	600	300		
Other Adjustments					
<i>Total Revenue Available</i>	<i>563,400</i>	<i>604,200</i>	<i>616,800</i>	<i>508,300</i>	<i>494,300</i>
Prior Year Cash Expenditures	700	2,400	600	3,400	
Cash Expenditures	399,100	425,300	547,900	450,600	455,900
Encumbrances as of June 30	2,400	600	3,400		
<i>Total Expenditures</i>	<i>402,200</i>	<i>428,300</i>	<i>551,900</i>	<i>454,000</i>	<i>455,900</i>
Ending Balance	161,200	175,900	64,900	54,300	38,400

Department of Correction

Agency Profile

Analyst: Burns

Non-General Fund Cash Flow

Fund/Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Request
4. Miscellaneous Revenue Fund: Consists of revenue generated by the sale of items to offenders from the prison commissaries, vending machines, recycling, telephone calls, laundry fees, and interest income; the sale of used vehicles and equipment; fees charged for photocopying and refunds; and miscellaneous revenue generated by conducting employee background checks, reimbursement for security provided to Correctional Industries, and receipts from community service projects.					
Beginning Balance	2,089,800	2,170,700	2,534,100	2,447,500	2,097,000
Encumbrances as of July 1	18,900	32,800	76,000	58,800	
Fund Transfers					
Cash Receipts	2,468,500	2,888,200	2,635,100	3,219,400	3,219,800
Other Adjustments	(87,500)	159,300	(25,000)		
<i>Total Revenue Available</i>	<i>4,489,700</i>	<i>5,251,000</i>	<i>5,220,200</i>	<i>5,725,700</i>	<i>5,316,800</i>
Other Adjustments					
Prior Year Cash Expenditures	400	31,700	71,300	58,800	
Cash Expenditures	2,285,800	2,609,200	2,642,600	3,569,900	3,671,300
Encumbrances as of June 30	32,800	76,000	58,800		
<i>Total Expenditures</i>	<i>2,319,000</i>	<i>2,716,900</i>	<i>2,772,700</i>	<i>3,628,700</i>	<i>3,671,300</i>
Ending Balance	2,170,700	2,534,100	2,447,500	2,097,000	1,645,500
5. Penitentiary Endowment Income Fund: Income for this fund is derived from lands granted to the state by Congress and managed by the Idaho Department of Lands. This income includes interest from the sale of land on contract, interest from the sale of timber, and land rentals, cottage site rentals, grazing rentals, and mineral rentals. The money is used for the support and maintenance of all state penitentiaries (§20-103).					
Beginning Balance	193,400	117,300	8,500	160,200	106,800
Encumbrances as of July 1	87,200	112,300	340,200	96,800	
Fund Transfers	1,040,400	1,246,800	1,422,000	1,707,600	1,872,000
Cash Receipts	3,200	1,300			
<i>Total Revenue Available</i>	<i>1,324,200</i>	<i>1,477,700</i>	<i>1,770,700</i>	<i>1,964,600</i>	<i>1,978,800</i>
Prior Year Cash Expenditures	87,200	112,300	253,700	96,800	
Cash Expenditures	1,007,400	1,016,700	1,260,000	1,761,000	1,846,000
Encumbrances as of June 30	112,300	340,200	96,800		
<i>Total Expenditures</i>	<i>1,206,900</i>	<i>1,469,200</i>	<i>1,610,500</i>	<i>1,857,800</i>	<i>1,846,000</i>
Ending Balance	117,300	8,500	160,200	106,800	132,800
6. Federal Grant Fund: Includes moneys received from the federal government for various activities and programs.					
Beginning Balance	203,200	163,600	13,600	39,500	33,600
Encumbrances as of July 1	255,300	121,100	41,500	121,300	
Cash Receipts	1,801,700	1,389,500	1,884,700	2,312,200	1,638,600
<i>Total Revenue Available</i>	<i>2,260,200</i>	<i>1,674,200</i>	<i>1,939,800</i>	<i>2,473,000</i>	<i>1,672,200</i>
Prior Year Cash Expenditures	249,200	103,500	36,700	121,300	
Cash Expenditures	1,726,300	1,515,600	1,742,300	2,318,100	1,257,400
Encumbrances as of June 30	121,100	41,500	121,300		
<i>Total Expenditures</i>	<i>2,096,600</i>	<i>1,660,600</i>	<i>1,900,300</i>	<i>2,439,400</i>	<i>1,257,400</i>
Ending Balance	163,600	13,600	39,500	33,600	414,800

Management Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	11,013,100	10,811,300	11,458,900	13,177,300	12,989,800
Dedicated	870,200	845,800	835,000	845,000	852,300
Federal	414,000	211,200	500,000	0	0
Total:	12,297,300	11,868,300	12,793,900	14,022,300	13,842,100
Percent Change:		(3.5%)	7.8%	9.6%	8.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	7,937,900	7,713,100	8,477,500	9,540,100	9,428,700
Operating Expenditures	3,874,700	3,415,900	3,809,100	3,400,300	3,387,000
Capital Outlay	484,700	739,300	507,300	1,081,900	1,026,400
Total:	12,297,300	11,868,300	12,793,900	14,022,300	13,842,100
Full-Time Positions (FTP)	119.25	119.25	122.00	137.00	134.00

Division Description

Management Services has department-wide oversight of information services, construction, financial services, inmate placement, central records, research & quality assurance, human resources, and the director's office.

Management Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	122.00	11,458,900	12,793,900	122.00	11,458,900	12,793,900
1. ILETS Fee Increase	0.00	22,500	22,500	0.00	22,500	22,500
2. Balla Legal Fees	0.00	223,100	223,100	0.00	223,100	223,100
FY 2015 Total Appropriation	122.00	11,704,500	13,039,500	122.00	11,704,500	13,039,500
Noncognizable Funds and Transfers	3.00	198,200	198,200	3.00	198,200	198,200
FY 2015 Estimated Expenditures	125.00	11,902,700	13,237,700	125.00	11,902,700	13,237,700
Removal of One-Time Expenditures	0.00	(797,900)	(803,100)	0.00	(797,900)	(803,100)
Base Adjustments	9.00	512,500	12,500	9.00	512,500	12,500
FY 2016 Base	134.00	11,617,300	12,447,100	134.00	11,617,300	12,447,100
Benefit Costs	0.00	112,000	121,900	0.00	78,800	85,400
Inflationary Adjustments	0.00	1,400	1,400	0.00	1,400	1,400
Replacement Items	0.00	1,072,600	1,072,600	0.00	1,026,400	1,026,400
Statewide Cost Allocation	0.00	50,800	50,800	0.00	50,800	50,800
Change in Employee Compensation	0.00	71,900	77,200	0.00	215,100	231,000
FY 2016 Program Maintenance	134.00	12,926,000	13,771,000	134.00	12,989,800	13,842,100
5. Additional IT Staff	3.00	251,300	251,300	0.00	0	0
FY 2016 Total	137.00	13,177,300	14,022,300	134.00	12,989,800	13,842,100
Change from Original Appropriation	15.00	1,718,400	1,228,400	12.00	1,530,900	1,048,200
% Change from Original Appropriation		15.0%	9.6%		13.4%	8.2%

Management Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	122.00	11,458,900	835,000	500,000	12,793,900

1. ILETS Fee Increase

Management Services

Ongoing funding is requested to cover an increase in Idaho Law Enforcement Telecommunications System (ILETS) fees that were approved last legislative session. Based on the new rate, the department's fee will increase to an estimated \$33,750, which is an increase of \$22,500 above the FY 2014 fee of \$11,250.

Agency Request	0.00	22,500	0	0	22,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>22,500</i>	<i>0</i>	<i>0</i>	<i>22,500</i>

2. Balla Legal Fees

Management Services

The department is requesting \$223,100 in one-time legal fees associated with the Walter D. Balla et al. v Idaho State Board of Correction court case. Pending before the U.S. District Court is a petition for the award of interim attorney fees and costs. The fees and costs were incurred by attorneys appointed by the court for the specific purpose of monitoring the injunctive relief of the Balla cases. The attorneys have incurred costs in monitoring compliance, bringing motions when there was a need for clarification, and ensuring that injunctive relief was being complied with by the department at the Idaho State Correctional Institution.

Below is a recap of the billings, what has been paid, and what is still outstanding - thus the basis for the department's request.

BALLA EXPENDITURE ESTIMATE:

Beginning Date	Ending Date	Amount
7-3-2012	1-30-2013	\$ 77,065.43
2-1-2013	8-16-2013	\$ 64,115.59
8-1-2013	5-30-2014	\$ 130,853.89
TOTAL BILLING		\$ 272,034.91
Duplicate Billing 8-1 to 8-16-2013		\$ (9,755.40)
Negotiated Adjustments		\$ (13,200.00)
Paid 12-16-2013		\$ (64,115.59)
Encumbered & Paid		\$ (130,853.89)
BALANCE OWED		\$ 54,110.03

Estimated Bill through FY 2015

6-1-2014	6-30-2015	\$ 169,000.00*
*13 Months @ \$13,000		

ESTIMATED FY 2015 TOTAL \$ 223,110.03

Agency Request	0.00	223,100	0	0	223,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>223,100</i>	<i>0</i>	<i>0</i>	<i>223,100</i>

FY 2015 Total Appropriation					
Agency Request	122.00	11,704,500	835,000	500,000	13,039,500
<i>Governor's Recommendation</i>	<i>122.00</i>	<i>11,704,500</i>	<i>835,000</i>	<i>500,000</i>	<i>13,039,500</i>

Noncognizable Funds and Transfers

Transfers one position and \$70,900 from Prisons Administration, and two positions and \$127,300 from Community Supervision to establish a new centralized investigative unit.

Agency Request	3.00	198,200	0	0	198,200
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>198,200</i>	<i>0</i>	<i>0</i>	<i>198,200</i>

Management Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Estimated Expenditures					
Agency Request	125.00	11,902,700	835,000	500,000	13,237,700
<i>Governor's Recommendation</i>	<i>125.00</i>	<i>11,902,700</i>	<i>835,000</i>	<i>500,000</i>	<i>13,237,700</i>

Removal of One-Time Expenditures

Agency Request	0.00	(797,900)	(5,200)	0	(803,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(797,900)</i>	<i>(5,200)</i>	<i>0</i>	<i>(803,100)</i>

Base Adjustments

IDAHO STATE CORRECTIONAL CENTER (ISCC): Nine human resource, information technology, legal, and financial staff, and \$505,300 in personnel costs and \$7,200 in operating expenditures will be transferred from ISCC to this program in FY 2016, after the state takeover of the privately-operated prison on July 1, 2014.

FEDERAL GRANT: Removes \$500,000 in federal funding due to the completion of the National Clinical Outcomes Measurement System grant.

Agency Request	9.00	512,500	0	(500,000)	12,500
<i>Governor's Recommendation</i>	<i>9.00</i>	<i>512,500</i>	<i>0</i>	<i>(500,000)</i>	<i>12,500</i>

FY 2016 Base					
Agency Request	134.00	11,617,300	829,800	0	12,447,100
<i>Governor's Recommendation</i>	<i>134.00</i>	<i>11,617,300</i>	<i>829,800</i>	<i>0</i>	<i>12,447,100</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	112,000	9,900	0	121,900
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>78,800</i>	<i>6,600</i>	<i>0</i>	<i>85,400</i>

Inflationary Adjustments

Provides a 2.5% increase in the department's \$56,600 contract with Relias Learning, LLC, for staff training courses provided through its Elevate Learning Management System.

Agency Request	0.00	1,400	0	0	1,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,400</i>	<i>0</i>	<i>0</i>	<i>1,400</i>

Replacement Items

Includes \$350,800 for replacing the current disaster recovery data center with equipment that matches the newly created data center in the State Controller's Office; \$222,000 for 296 desktop computers; \$228,600 to replace Novell GroupWise with Microsoft Exchange; \$202,500 for other miscellaneous information technology equipment including installation; and \$68,700 for three vehicles with average mileage of 116,040.

Agency Request	0.00	1,072,600	0	0	1,072,600
<i>The Governor recommends replacement of one passenger van at \$22,500 instead of the requested three vehicles at \$68,700.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,026,400</i>	<i>0</i>	<i>0</i>	<i>1,026,400</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This includes an increase of \$60,000 for Attorney General fees, a reduction of \$40,200 for risk management fees, an increase of \$30,600 for State Controller fees, and an increase of \$400 for State Treasurer fees.

Agency Request	0.00	50,800	0	0	50,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>50,800</i>	<i>0</i>	<i>0</i>	<i>50,800</i>

Management Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	71,900	5,300	0	77,200
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	215,100	15,900	0	231,000

FY 2016 Program Maintenance					
Agency Request	134.00	12,926,000	845,000	0	13,771,000
Governor's Recommendation	134.00	12,989,800	852,300	0	13,842,100

5. Additional IT Staff

Management Services

Funding is requested to hire two information technology system integration analysts (\$152,400), and one database analyst (\$76,300), along with associated costs (\$22,600), to develop a new and improved offender management system. This will allow for better reporting and monitoring of offenders, and assist in providing an accurate record from start to finish for those offenders committed to the custody of the department. A new system will allow for more data sharing with other entities such as the courts, the Department of Health and Welfare, and other law enforcement entities.

ANALYST COMMENT: It should be noted that for FY 2015, the Legislature appropriated \$277,900 in Management Services to hire four information technology staff as a result of the Justice Reinvestment Initiative; and with the lump sum appropriation provided for the Idaho State Correctional Center (ISCC), \$179,300 was used to hire three information technology staff. The latter is scheduled to be transferred from ISCC to Management Services in FY 2016, as displayed under base adjustments.

Agency Request	3.00	251,300	0	0	251,300
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

FY 2016 Total					
Agency Request	137.00	13,177,300	845,000	0	14,022,300
Governor's Recommendation	134.00	12,989,800	852,300	0	13,842,100

Agency Request					
Change from Original App	15.00	1,718,400	10,000	(500,000)	1,228,400
% Change from Original App	12.3%	15.0%	1.2%	(100.0%)	9.6%
<i>Governor's Recommendation</i>					
Change from Original App	12.00	1,530,900	17,300	(500,000)	1,048,200
% Change from Original App	9.8%	13.4%	2.1%	(100.0%)	8.2%

State Prisons

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Prisons Administration	972,800	1,063,600	1,505,800	1,442,200	1,453,600
Idaho State Corr Inst - Boise	23,953,700	24,831,300	25,964,900	26,868,700	26,887,200
Idaho Corr Inst - Orofino	9,645,800	8,804,200	10,225,600	10,571,400	10,526,400
N Idaho Corr Inst - Cottonwood	6,022,300	5,935,400	5,591,600	5,830,000	5,843,300
S Idaho Corr Inst - Boise	8,790,700	8,239,100	8,960,800	9,572,100	9,533,300
Idaho Max Sec Inst - Boise	10,585,800	10,034,700	10,827,900	11,431,600	11,457,300
St. Anthony Work Camp	3,709,300	3,634,600	3,830,900	3,969,300	3,954,600
Pocatello Women's Corr Center	6,157,900	6,163,400	6,388,700	6,819,300	6,816,600
S Boise Women's Corr Center	3,438,700	3,405,800	3,561,400	3,632,900	3,641,100
Idaho State Correctional Center	1,931,200	1,919,700	25,412,500	26,143,200	25,876,900
Total:	75,208,200	74,031,800	102,270,100	106,280,700	105,990,300
BY FUND CATEGORY					
General	66,273,900	66,073,000	92,857,300	96,629,900	96,454,300
Dedicated	7,933,200	7,182,400	9,262,400	9,497,600	9,381,500
Federal	1,001,100	776,400	150,400	153,200	154,500
Total:	75,208,200	74,031,800	102,270,100	106,280,700	105,990,300
Percent Change:		(1.6%)	38.1%	3.9%	3.6%
BY OBJECT OF EXPENDITURE					
Personnel Costs	58,529,400	57,205,300	60,311,400	83,338,700	83,276,000
Operating Expenditures	14,978,800	14,363,000	40,069,100	20,314,700	20,314,700
Capital Outlay	1,700,000	2,463,500	1,889,600	2,627,300	2,399,600
Total:	75,208,200	74,031,800	102,270,100	106,280,700	105,990,300
Full-Time Positions (FTP)	1,147.50	1,147.50	1,066.50	1,411.50	1,411.50

Division Description

State Prisons includes Prisons Administration and the eight adult correctional institutions in Idaho. The Idaho State Correctional Institution, South Idaho Correctional Institution, Idaho Maximum Security Institution, and the South Boise Women's Correctional Center are located south of Boise and comprise the single largest complex of institutions.

PRISONS ADMINISTRATION: Prisons Administration ensures compliance with all policies and procedures, and state and federal guidelines. It includes two deputy chiefs to whom the wardens report, an administrative support manager, a corrections manager, three correctional program managers, a management assistant, and one administrative support staff.

IDAHO STATE CORRECTIONAL INSTITUTION (ISCI): ISCI is the department's oldest and largest facility. It is the primary facility for long-term male, medium-custody offenders. It also has special-use beds for infirmary, outpatient mental health, and geriatric offenders.

SOUTH IDAHO CORRECTIONAL INSTITUTION (SICI): SICI is a working facility, which houses male minimum-custody offenders in a dormitory setting. Every offender is assigned a job and is expected to work whether inside or outside the facility compound. Road crews for the Idaho Transportation Department and fire fighting crews for the U.S. Forest Service are located here. SICI also operates the final pre-release program for female offenders paroling from the system.

IDAHO MAXIMUM SECURITY INSTITUTION (IMSI): IMSI opened in November 1989 to confine Idaho's most violent offenders. The compound is located within a double perimeter fence reinforced with razor wire and an electronic detection system. IMSI has restrictive housing beds dedicated to administrative segregation, disciplinary detention, and death row. The remaining beds are allocated for close-custody general population

State Prisons

Analyst: Burns

Historical Summary

offenders. The facility also houses offenders with acute mental health issues to include civil commitments.

SOUTH BOISE WOMEN'S CORRECTIONAL CENTER (SBWCC): The SBWCC opened in March 2002 at the site of a former community work center. This is a program-specific, minimum-custody facility designed for female offenders sentenced to a retained jurisdiction commitment by the court. It provides a sentencing alternative for the courts to target those offenders who might, after a period of programming and evaluation, be viable candidates for probation rather than incarceration.

IDAHO CORRECTIONAL INSTITUTION - OROFINO (ICIO): The Idaho Correctional Institution at Orofino is located on the grounds of State Hospital North. It is a standard prison designed for male offenders of all custody levels. This facility also houses protective custody offenders. Offender work programs, including correctional industries, are coordinated with schooling, counseling and recreational opportunities.

NORTH IDAHO CORRECTIONAL INSTITUTION (NICI): The North Idaho Correctional Institution is a former military radar station north of Cottonwood. This is a program-specific prison designed for male offenders sentenced to a retained jurisdiction commitment by the court. It provides a sentencing alternative for the courts to target those offenders who might, after a period of programming and evaluation, be viable candidates for probation rather than incarceration.

ST. ANTHONY WORK CAMP (SAWC): This work camp, located in St. Anthony, is designed for low-risk, minimum- and community-custody male offenders. The program focus is to provide a work therapy program offering full-time, constructive, paid employment to offenders through contracted work and public service projects with government agencies, non-profit organizations, and private employers. The program helps offenders develop good work habits, a positive work ethic and marketable work skills while providing a financial resource to meet immediate and future needs.

POCATELLO WOMEN'S CORRECTIONAL CENTER (PWCC): PWCC is the department's first facility designed specifically to meet the unique program needs of female offenders. It opened in April 1994 and houses all custody levels. The institution has its own reception and diagnostic center, pre-release program, and work center release.

IDAHO STATE CORRECTIONAL CENTER (ISCC): The ISCC opened in July 2000 as the first state-owned, privately run facility. It was built on state property by the Corrections Corp. of America (CCA) and run by CCA until July 1, 2014, at which time the Department of Correction assumed full management and operation. It houses close custody, medium and minimum male offenders. The safe operating capacity at this facility is 2,060.

State Prisons

Comparative Summary

Analyst: Burns

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	1,066.50	92,857,300	102,270,100	1,066.50	92,857,300	102,270,100
3. ICIO Litigation Settlement	0.00	153,000	153,000	0.00	153,000	153,000
4. SICI Ag Worker Program	2.00	0	156,900	2.00	0	156,900
FY 2015 Total Appropriation	1,068.50	93,010,300	102,580,000	1,068.50	93,010,300	102,580,000
Noncognizable Funds and Transfers	(2.00)	(70,900)	(118,300)	(2.00)	(70,900)	(118,300)
Expenditure Adjustments	350.00	0	0	350.00	0	0
FY 2015 Estimated Expenditures	1,416.50	92,939,400	102,461,700	1,416.50	92,939,400	102,461,700
Removal of One-Time Expenditures	0.00	(1,195,900)	(2,366,100)	0.00	(1,195,900)	(2,366,100)
Base Adjustments	(8.00)	(512,500)	(512,500)	(8.00)	(512,500)	(512,500)
FY 2016 Base	1,408.50	91,231,000	99,583,100	1,408.50	91,231,000	99,583,100
Benefit Costs	0.00	1,167,600	1,230,700	0.00	772,200	814,200
Inflationary Adjustments	0.00	400	152,600	0.00	400	152,600
Replacement Items	0.00	1,578,300	2,388,000	0.00	1,486,800	2,160,300
Statewide Cost Allocation	0.00	(500,100)	(500,100)	0.00	(500,100)	(500,100)
Change in Employee Compensation	0.00	600,700	636,500	0.00	1,800,300	1,905,600
FY 2016 Program Maintenance	1,408.50	94,077,900	103,490,800	1,408.50	94,790,600	104,115,700
1. Correctional Officer Retention Plan	0.00	2,386,800	2,515,500	0.00	1,499,400	1,601,100
2. BHU Correctional Officers	3.00	165,200	165,200	3.00	164,300	164,300
7. Building Cabling & Storage Boxes	0.00	0	65,800	0.00	0	65,800
8. Vehicle for Work Crew Checks	0.00	0	23,400	0.00	0	23,400
9. Balers for Recycle Program	0.00	0	20,000	0.00	0	20,000
FY 2016 Total	1,411.50	96,629,900	106,280,700	1,411.50	96,454,300	105,990,300
Change from Original Appropriation	345.00	3,772,600	4,010,600	345.00	3,597,000	3,720,200
% Change from Original Appropriation		4.1%	3.9%		3.9%	3.6%

State Prisons

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	1,066.50	92,857,300	9,262,400	150,400	102,270,100

3. ICIO Litigation Settlement

Idaho Correctional Institution - Orofino

Former employees of the Idaho Correctional Institution at Orofino filed a class-action lawsuit in the United States District Court for the District of Idaho, entitled Morehouse, et al. vs. Idaho Department of Correction, et al. During the course of the litigants' employment, certain disputes arose between them and the Department of Correction, concerning the circumstances and conditions of their employment. In May, 2014, all parties entered into a settlement agreement "to fully and finally and forever settle any and all claims relating to the terms and conditions of the litigants' employment at the department". While all parties to the settlement did not make any admission of liability or damages, plaintiffs were awarded a monetary settlement payment of \$340,000. Of that amount, Risk Management paid \$190,000 as called for under the terms and conditions of the settlement. One-time funding is now requested to cover the remaining balance due of \$150,000 plus \$3,000 in interest payments.

Agency Request	0.00	153,000	0	0	153,000
Governor's Recommendation	0.00	153,000	0	0	153,000

4. SICI Ag Worker Program

South Idaho Correctional Institution - Boise

S1361, of 2014, authorized the use of inmate labor to work for private employers in the production, harvesting, and processing of perishable Idaho agricultural food products. This legislation did not have a General Fund impact because of deductions to be made from inmate pay that would offset transportation, security, and other costs associated with this new program. In addition, deductions will be made to satisfy court ordered restitution, fines, and other legal judgments such as child support, with remaining funds placed in a reentry fund and in the inmate's personal commissary fund. Funding is requested from the Inmate Labor Fund to hire two correctional officers in support of the Correctional Industries Ag Worker program. Of the amount requested, \$154,700 is ongoing, and \$2,200 is one-time.

Agency Request	2.00	0	156,900	0	156,900
Governor's Recommendation	2.00	0	156,900	0	156,900

FY 2015 Total Appropriation					
Agency Request	1,068.50	93,010,300	9,419,300	150,400	102,580,000
Governor's Recommendation	1,068.50	93,010,300	9,419,300	150,400	102,580,000

Noncognizable Funds and Transfers

PRISONS ADMINISTRATION: Transfers one investigative position and \$70,900 to Management Services to establish a new centralized investigative unit.

IDAHO CORRECTIONAL INSTITUTION - OROFINO: Transfers one correctional officer and \$47,400 to the Community Work Centers and reclassifies that position to a utility craftsman.

Agency Request	(2.00)	(70,900)	(47,400)	0	(118,300)
Governor's Recommendation	(2.00)	(70,900)	(47,400)	0	(118,300)

Expenditure Adjustments

Idaho State Correctional Center

On May 29, 2014, the Governor authorized an increase of 350 full-time positions to staff the Idaho State Correctional Center (ISCC). To fund these new positions, \$19,492,500 was transferred from operating expenditures to personnel costs, pursuant to Section 3 of Senate Bill 1421 that exempted ISCC from object code transfer limitations. Of the 350 full-time positions established, nine human resource, information technology, legal, and financial staff, and \$512,900 were then transferred to Management Services in a base adjustment.

Agency Request	350.00	0	0	0	0
Governor's Recommendation	350.00	0	0	0	0

FY 2015 Estimated Expenditures					
Agency Request	1,416.50	92,939,400	9,371,900	150,400	102,461,700
Governor's Recommendation	1,416.50	92,939,400	9,371,900	150,400	102,461,700

State Prisons

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Removal of One-Time Expenditures					
Agency Request	0.00	(1,195,900)	(1,169,100)	(1,100)	(2,366,100)
<i>Governor's Recommendation</i>	0.00	(1,195,900)	(1,169,100)	(1,100)	(2,366,100)

Base Adjustments

PRISONS ADMINISTRATION: Transfers in one FTP from the Idaho State Correctional Institution in Boise, one FTP from the Pocatello Women's Correctional Center, and one FTP from Offender Programs. The positions received will be used to hire one deputy administrator for prison management and support, and two technical records specialists for offender classification.

IDAHO STATE CORRECTIONAL CENTER: Nine human resource, information technology, legal, and financial staff, and \$505,300 in personnel costs and \$7,200 in operating expenditures were transferred to the Management Services Program for FY 2016, after the state takeover of the privately-operated prison on July 1, 2014.

Agency Request	(8.00)	(512,500)	0	0	(512,500)
<i>Governor's Recommendation</i>	(8.00)	(512,500)	0	0	(512,500)

FY 2016 Base

Agency Request	1,408.50	91,231,000	8,202,800	149,300	99,583,100
<i>Governor's Recommendation</i>	1,408.50	91,231,000	8,202,800	149,300	99,583,100

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	1,167,600	60,300	2,800	1,230,700
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	0.00	772,200	40,100	1,900	814,200
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Inflationary Adjustments

Includes \$147,700 to cover a 2.6% increase in food and dietary costs as projected by the USDA Economic Research Services inflation forecast for all food, and \$4,900 to cover a 1.5% increase in the state's Three Oaks Chaplain contract.

Agency Request	0.00	400	152,200	0	152,600
<i>Governor's Recommendation</i>	0.00	400	152,200	0	152,600

State Prisons

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

IDAHO STATE CORRECTIONAL INSTITUTION: A total of \$457,400 is requested from the General Fund that includes \$184,100 for two HVAC systems, \$118,200 for five vehicles, \$45,000 for one HVAC chiller, \$30,000 for one HVAC evaporative cooler, \$28,500 for eight broken glass panels, \$7,300 for seven SCBA bottles (fire gear), \$4,900 for ten ballistic vests, \$600 for one CATV digital tracker, \$3,400 for eight shotguns, \$9,000 for ten rifles, \$3,700 for one pressurized steam cleaner, \$1,800 for one kitchen security cart, \$1,900 for one drain cleaner, \$1,100 for one button sewer, \$13,000 for four water heaters, \$3,000 for chapel window replacement, and \$1,900 for two printers. A total of \$105,200 is requested from the Penitentiary Endowment Income Fund that includes \$25,000 for one washer extractor, \$13,000 for one commercial clothes dryer, \$13,200 for two ice machines, \$25,500 for two tilt skillets, \$8,300 for one buffalo chopper, \$10,200 for one dough baller, and \$10,000 for one bakery proofer.

IDAHO CORRECTIONAL INSTITUTION - OROFINO: A total of \$97,300 is requested from the General Fund that includes \$66,300 for three vehicles, \$11,000 for 11 printers, \$8,000 for one dryer, \$5,500 for main side and parking lot sign, \$3,600 for eight staff chairs, \$2,100 for three file cabinets, and \$800 for one flat screen TV for staff training. A total of \$129,300 is requested from the Inmate Labor Fund that includes \$121,300 for five vehicles, and \$8,000 for one dryer. A total of \$54,200 is requested from the Penitentiary Endowment Income Fund that includes \$16,000 for two hot carts and two cold carts with trays and lids, \$14,000 for one food table, and \$24,200 for two washers.

NORTH IDAHO CORRECTIONAL INSTITUTION - COTTONWOOD: A total of \$153,300 is requested from the General Fund that includes \$60,000 for one backhoe, \$30,000 for 17 radios, \$4,200 for one bread slicer, \$4,800 for one range that will be used for special diet cooking, \$800 for one instructor's vest, \$2,400 for three projectors, \$2,200 for one smart board, \$4,500 for classroom tables, chairs, and a desk, and \$44,400 for two vehicles. A total of \$50,900 is requested from the Penitentiary Endowment Income Fund that includes \$20,200 for one washer, \$12,700 for one dryer, and \$18,000 for one 60 quart mixer.

SOUTH IDAHO CORRECTIONAL INSTITUTION: A total of \$318,300 is requested from the General Fund that includes \$143,800 for six vehicles, \$8,600 for two steam tables, \$6,600 for 15 camera upgrades, \$14,400 for four, sixteen-channel 500 GIG DVR recorders, \$63,000 for 35 radios, \$4,900 for main dorm ice machine, \$11,000 for three electric carts, \$24,000 for two irrigation wheel lines, \$34,200 for one HVAC unit at Wrights Hall, \$2,200 for one hose on wastewater trailer, and \$5,600 for one wheel balancer. A total of \$74,200 is requested from the Inmate Labor Fund that includes \$28,000 for four tents, and \$46,200 for two vehicles. A total of \$17,900 is requested from the Miscellaneous Revenue Fund that includes \$8,800 for 80 chairs in the chapel, and \$9,100 for carpet replacement in the chapel. A total of \$40,200 is requested from the Endowment Income Fund that includes \$7,900 for one Buffalo Hobart Chopper, \$12,300 for one dough sheeter, \$6,000 for one range, and \$14,000 for four cabinet hot holding box mobile carts.

IDAHO MAXIMUM SECURITY INSTITUTION: A total of \$215,800 is requested from the General Fund that includes \$39,300 for three uninterrupted power systems; \$45,800 for ten Scott air packs with mask and two bottles; \$30,000 for one X-ray screening system; \$3,500 for one ice machine; \$41,400 for 23 digital XTS 1500 radios with batteries, mic, and software; and \$55,800 for two vehicles. A total of \$68,200 is requested from the Endowment Income Fund that includes \$43,100 for four air conditioners, \$15,100 for one outdoor gas-fired kitchen unit, and \$10,000 for replacing a kitchen swamp cooler with an air conditioner.

ST. ANTHONY WORK CAMP: A total of \$30,200 is requested from the General Fund that includes \$18,000 for ten radios, \$6,000 for three printers, \$2,200 for one water heater, and \$4,000 for eight conference room chairs. A total of \$40,500 is requested from the Inmate Labor Fund that includes \$22,500 for one vehicle, and \$18,000 for ten radios.

POCATELLO WOMEN'S CORRECTIONAL CENTER: A total of \$68,300 is requested from the General Fund that includes \$33,000 for 110 facility mattresses, \$2,300 for one cheese cooler, \$10,500 for three ice machines, \$3,000 for one reach-in freezer, \$8,500 for one big boss chair, \$8,000 for four officer station desks, and \$3,000 for ten staff desk chairs and stools. A total of \$39,600 is requested from the Endowment Income Fund that includes \$20,000 for carpet replacement, \$15,000 for one steamer, and \$4,600 for two steam tables.

State Prisons

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<p>SOUTH BOISE WOMEN'S CORRECTIONAL CENTER: A total of \$23,800 is requested from the General Fund that includes \$18,000 for ten radios, \$2,000 for ten office chairs, and \$3,800 for one ice maker. A total of \$28,000 is requested from the Endowment Income Fund that includes \$18,800 for window replacement (25 windows), and \$9,200 for one water heater.</p>					
<p>IDAHO STATE CORRECTIONAL CENTER: A total of \$213,900 is requested from the General Fund that includes \$92,200 for four vehicles, \$56,000 for four new slider doors, \$18,700 for perimeter seal coating, \$35,000 for two gas dryers, \$1,500 for one boiler room fire pump, \$1,500 for one boiler room domestic pump, and \$9,000 for nine pressure reducing valves in each unit of the main building. A total of \$161,500 is requested from the Endowment Income Fund that includes \$24,300 for two tilt skillets, \$11,600 for two gas grills, \$12,900 for one 80 quart mixer, \$2,600 for one electric booster heater, \$44,800 for one dish machine, and \$65,300 for two washers.</p>					
Agency Request	0.00	1,578,300	809,700	0	2,388,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,486,800</i>	<i>673,500</i>	<i>0</i>	<i>2,160,300</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment is a reduction of risk management fees for the State Prisons Division.

Agency Request	0.00	(500,100)	0	0	(500,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(500,100)</i>	<i>0</i>	<i>0</i>	<i>(500,100)</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	600,700	34,700	1,100	636,500
<p><i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i></p>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,800,300</i>	<i>102,000</i>	<i>3,300</i>	<i>1,905,600</i>

FY 2016 Program Maintenance					
Agency Request	1,408.50	94,077,900	9,259,700	153,200	103,490,800
<i>Governor's Recommendation</i>	<i>1,408.50</i>	<i>94,790,600</i>	<i>9,170,600</i>	<i>154,500</i>	<i>104,115,700</i>

State Prisons

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Correctional Officer Retention Plan

State Prisons, Community Work Centers

According to the department, turnover in the security ranks has been alarmingly high. While they have been able to successfully recruit new correctional officers, retaining those individuals has proven difficult. For example, the Idaho Department of Correction (IDOC) employs nearly 800 correctional officers, yet 67% have less than two years experience with the agency. This relative inexperience poses potential security risks. The inability to retain existing staff means more overtime liabilities at 1.5 times the actual hours worked. In addition, the department invests about \$15,000 in training each new correctional officer to prepare them for the challenges they will confront in an institutional setting.

In response to these challenges, IDOC has developed a Correctional Officer Retention Plan to offer pay progression certainty to security staff if they meet performance standards. This plan leaves the starting rate and probationary increase unchanged, but offers subsequent annual increases over five years of their career so long as they meet or exceed performance expectations and remain in a security position in a correctional setting. Security staff covered by this plan will not be eligible for annual Change in Employee Compensation (CEC) increases until they conclude their fifth full year of employment. Prior to that time, their annual increases will be based on merit and fall within the guidelines established under the new retention plan.

The plan also includes a pay equity component to adjust salaries of current correctional security staff. The equity adjustments, implemented over the first two years of the plan, will safeguard against pay compression issues created by the retention plan's implementation with new security employees.

Funding is requested over the next six years to implement the provisions of this plan. Annual estimates are as follows:

FISCAL YEAR	GENERAL FUND	OTHER FUND	TOTAL
2016	\$2,480,100	\$ 140,500	\$2,620,600
2017	\$2,410,600	\$ 108,100	\$2,518,700
2018	\$ 239,200	\$ 12,600	\$ 251,800
2019	\$ 227,900	\$ 12,000	\$ 239,900
2020	\$ 223,000	\$ 11,700	\$ 234,700
2021	\$ 223,300	\$ 11,800	\$ 235,100
TOTAL	\$5,804,100	\$ 296,700	\$6,100,800

Agency Request	0.00	2,386,800	128,700	0	2,515,500
Governor's Recommendation	0.00	1,499,400	101,700	0	1,601,100

2. BHU Correctional Officers

Pocatello Women's Correctional Center

From FY 2009 through FY 2014, the female population increased from 783 to 1,014 for a 29.5% increase. With that rate of growth, more focused and intense treatment is required to meet the demands of the female population. Funding is requested to hire three additional correctional officers for the Behavioral Health Unit (BHU) at the Pocatello Women's Correctional Center. The BHU is more staff intensive because this unit houses offenders with acute mental health conditions, offenders on suicide watch, and offenders who need additional treatment and programming. Of the amount requested, \$159,800 is ongoing and \$5,400 is one-time.

Agency Request	3.00	165,200	0	0	165,200
Governor's Recommendation	3.00	164,300	0	0	164,300

State Prisons

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Building Cabling & Storage Boxes					Pocatello Women's Correctional Center
Funding is requested from the Miscellaneous Revenue Fund to install satellite television cabling at the Pocatello Women's Correctional Center to be consistent with other department facilities and mitigate any potential parity issues. The request also includes a request to purchase storage lockers, or property boxes, for offender property and commissary items. Of the amount requested, \$7,800 is ongoing, and \$58,000 is one-time.					
Agency Request	0.00	0	65,800	0	65,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>65,800</i>	<i>0</i>	<i>65,800</i>
8. Vehicle for Work Crew Checks					Pocatello Women's Correctional Center
Funding is requested from the Inmate Labor Fund to purchase and operate one new vehicle for work crew checks. Of the amount requested, \$1,500 is ongoing and \$21,900 is one-time.					
Agency Request	0.00	0	23,400	0	23,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>23,400</i>	<i>0</i>	<i>23,400</i>
9. Balers for Recycle Program					South Idaho Correctional Institution - Boise
The department's special projects recycling program at the South Boise prison complex does not have sufficient equipment to handle the increased recycling volume from the Idaho State Correctional Center (ISCC). One-time funding from the Inmate Labor Fund is requested to purchase two additional balers.					
Agency Request	0.00	0	20,000	0	20,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>20,000</i>	<i>0</i>	<i>20,000</i>
FY 2016 Total					
Agency Request	1,411.50	96,629,900	9,497,600	153,200	106,280,700
<i>Governor's Recommendation</i>	<i>1,411.50</i>	<i>96,454,300</i>	<i>9,381,500</i>	<i>154,500</i>	<i>105,990,300</i>
Agency Request					
Change from Original App	345.00	3,772,600	235,200	2,800	4,010,600
% Change from Original App	32.3%	4.1%	2.5%	1.9%	3.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>345.00</i>	<i>3,597,000</i>	<i>119,100</i>	<i>4,100</i>	<i>3,720,200</i>
<i>% Change from Original App</i>	<i>32.3%</i>	<i>3.9%</i>	<i>1.3%</i>	<i>2.7%</i>	<i>3.6%</i>

Private Prisons

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	29,399,000	29,384,700	2,445,500	0	0
Percent Change:		0.0%	(91.7%)	(100.0%)	(100.0%)
BY OBJECT OF EXPENDITURE					
Operating Expenditures	29,399,000	29,384,700	2,445,500	0	0

Division Description

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

The occupancy contract with CCA required that the contractor operate the facility in conformance with department policy. CCA was also responsible for hiring and training all staff necessary to operate the facility. The department was responsible for monitoring and enforcing the operational contract. CCA's operational contract was based on a unit cost per inmate for an initial 60-month period with an option for additional two-year renewal periods.

With the original safe operating capacity of the facility at 1,272 beds, the Department of Correction negotiated a contract with CCA to add 242 new beds in FY 2007, so offenders would be housed in Idaho and not out-of-state. Savings from keeping inmates in-state was used to house offenders at the private prison, bringing the total number of beds to 1,514 at the private facility.

In July 2009, a 324 close custody cell block was added, increasing the total number of beds to 1,838. More recently, three hundred-four (304) additional minimum custody beds were added, and an adjustment was made to the number of restrictive housing beds to bring the total capacity to 2,060.

On July 1, 2014, the Department of Correction assumed full management and operation of this facility, which was subsequently renamed the Idaho State Correctional Center, under the State Prisons Division.

Private Prisons

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	2,445,500	2,445,500	0.00	2,445,500	2,445,500
Removal of One-Time Expenditures	0.00	(2,445,500)	(2,445,500)	0.00	(2,445,500)	(2,445,500)
FY 2016 Base	0.00	0	0	0.00	0	0
FY 2016 Total	0.00	0	0	0.00	0	0
Change from Original Appropriation	0.00	(2,445,500)	(2,445,500)	0.00	(2,445,500)	(2,445,500)
% Change from Original Appropriation		(100.0%)	(100.0%)		(100.0%)	(100.0%)

Private Prisons

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	2,445,500	0	0	2,445,500
Removal of One-Time Expenditures					
Removes one-time funding provided to make the final payment in July to Corrections Corporation of America for services rendered in June 2014.					
Agency Request	0.00	(2,445,500)	0	0	(2,445,500)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(2,445,500)</i>	<i>0</i>	<i>0</i>	<i>(2,445,500)</i>
FY 2016 Base					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Total					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Agency Request					
Change from Original App	0.00	(2,445,500)	0	0	(2,445,500)
% Change from Original App		(100.0%)			(100.0%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>(2,445,500)</i>	<i>0</i>	<i>0</i>	<i>(2,445,500)</i>
<i>% Change from Original App</i>		<i>(100.0%)</i>			<i>(100.0%)</i>

County & Out-of-State Placement

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	13,987,500	13,233,600	15,233,300	15,233,300	15,233,300
Federal	83,700	0	0	0	0
Total:	14,071,200	13,233,600	15,233,300	15,233,300	15,233,300
Percent Change:		(6.0%)	15.1%	0.0%	0.0%
BY OBJECT OF EXPENDITURE					
Operating Expenditures	14,071,200	13,233,600	15,233,300	15,233,300	15,233,300

Division Description

The County and Out-of-State Program provides funding to house and provide medical care for offenders placed in county jails and in out-of-state prison facilities. In FY 2009, this program was moved from Prison Administration and established as a separate major program.

County & Out-of-State Placement

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	15,233,300	15,233,300	0.00	15,233,300	15,233,300
FY 2016 Base	0.00	15,233,300	15,233,300	0.00	15,233,300	15,233,300
Inflationary Adjustments	0.00	0	0	0.00	0	0
FY 2016 Total	0.00	15,233,300	15,233,300	0.00	15,233,300	15,233,300
Change from Original Appropriation	0.00	0	0	0.00	0	0
% Change from Original Appropriation		0.0%	0.0%		0.0%	0.0%

County & Out-of-State Placement

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	15,233,300	0	0	15,233,300
FY 2016 Base					
Agency Request	0.00	15,233,300	0	0	15,233,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,233,300</i>	<i>0</i>	<i>0</i>	<i>15,233,300</i>
Inflationary Adjustments					
Based upon offender population estimates at the time of submission, no changes are requested to the FY 2016 budget.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Total					
Agency Request	0.00	15,233,300	0	0	15,233,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,233,300</i>	<i>0</i>	<i>0</i>	<i>15,233,300</i>
Agency Request					
Change from Original App	0.00	0	0	0	0
% Change from Original App		0.0%			0.0%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>% Change from Original App</i>		<i>0.0%</i>			<i>0.0%</i>

Correctional Alternative Placement

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	9,156,900	9,137,200	9,425,800	9,485,100	9,485,100
Dedicated	200,000	7,800	200,000	200,000	200,000
Total:	9,356,900	9,145,000	9,625,800	9,685,100	9,685,100
Percent Change:		(2.3%)	5.3%	0.6%	0.6%
BY OBJECT OF EXPENDITURE					
Operating Expenditures	8,554,600	8,342,800	8,779,400	8,792,100	8,792,100
Capital Outlay	802,300	802,200	846,400	893,000	893,000
Total:	9,356,900	9,145,000	9,625,800	9,685,100	9,685,100

Division Description

The 432-bed Correctional Alternative Placement Program (CAPP) is a privately built, owned and operated treatment facility that provides intensive residential substance abuse and cognitive programming for parole violators, reentry offenders, and retained jurisdiction offenders. This program will help probation and parole officers more effectively manage their offenders and it will help improve the transition of offenders from prison to the community.

Funding for CAPP was approved in 2006, but the change in governors and subsequent changes in directors slowed progress on the request for proposal. The contractor proposed a capital lease that would allow the state to own the building at the end of the contract. According to the department, this lease-purchase saves the state money compared to a straight lease throughout the life of the contract. The main savings will come from federal income tax avoidance in the financing and these savings are being passed through to the state. It should also be noted that, had the state opted to build this facility through municipal bonding, the state's cost would have been even less.

The Legislature opted into the capital lease arrangement with the passage of SCR124 in 2008. This granted the State Board of Correction and the Division of Public Works authority to enter into a lease-purchase agreement for the CAPP facility with Management and Training Corporation and MTC Corrections Holding, LLC, for a maximum cost of \$50,416,857 over the twenty-year period of the lease-purchase agreement. The groundbreaking ceremony was held Friday, July 18, 2008, and held on the sited property at Pleasant Valley and Kuna-Mora Road. This facility was completed and operational in July 2010.

Correctional Alternative Placement

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	9,425,800	9,625,800	0.00	9,425,800	9,625,800
Base Adjustments	0.00	0	0	0.00	0	0
FY 2016 Base	0.00	9,425,800	9,625,800	0.00	9,425,800	9,625,800
11. CAPP Contract Adjustment	0.00	59,300	59,300	0.00	59,300	59,300
FY 2016 Total	0.00	9,485,100	9,685,100	0.00	9,485,100	9,685,100
Change from Original Appropriation	0.00	59,300	59,300	0.00	59,300	59,300
% Change from Original Appropriation		0.6%	0.6%		0.6%	0.6%

Correctional Alternative Placement

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	9,425,800	200,000	0	9,625,800

Base Adjustments

Transfers \$46,600 from operating expenditures to capital outlay to cover facility lease-purchase payments. Interest payments will decrease \$46,600 and the principal bond payment will increase by a like amount.

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

FY 2016 Base					
Agency Request	0.00	9,425,800	200,000	0	9,625,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>9,425,800</i>	<i>200,000</i>	<i>0</i>	<i>9,625,800</i>

11. CAPP Contract Adjustment

Correctional Alternative Placement

The Correctional Alternative Placement Program (CAPP) provides services to Department of Correction (DOC) offenders participating in the program, the Commission for Pardons and Parole, and the courts. The facility provides re-entry and diversionary programming to help offenders with substance abuse or cognitive issues before being released in the communities. This is an intensive programming facility that provides full-time program participation to the offenders housed there. Re-entry offenders move to CAPP from other DOC facilities to receive a 120-day, intensive re-entry program including multiple cognitive and substance abuse programs that are all evidence-based, and proven effective in their outcomes and in the reduction of recidivism. Parole violators receive a 90-day intensive cognitive and substance abuse program to divert them from returning to prison, with successful participants generally reinstated to parole. Retained jurisdiction offenders are those who are failing on probation and receive an intensive 90-day cognitive and substance abuse program. Those court retained jurisdiction offenders that successfully complete the CAPP program are generally placed on probation.

The appropriation for the CAPP facility is \$9,625,800 for housing 420 offenders through FY 2015. The department is requesting an additional \$21,900 to cover a 3% increase in the annual per diem rate, \$18,100 to cover increased building maintenance and property taxes, and \$19,300 for an additional day of per diem for Leap Day for a combined total of \$59,300. Per diem will go from \$46.10 per inmate day to \$47.48 for the first 388 offenders; and from \$26.66 per inmate day to \$27.46 for those offenders housed at the facility in excess of 388. Total capacity at the facility is 432 beds. Funding is requested to cover this added cost.

CALCULATION:

\$9,625,800	FY 2015 APPROPRIATION
\$ 536,600	June 15 Per Diem 388 @ \$46.10 times 30 days
\$ 25,600	June 15 Per Diem 32 @ \$26.66 times 30 days
\$6,171,500	July 15 - May 16 Per Diem 388 @ \$47.48 times 335 days
\$ 294,400	July 15 - May 16 Per Diem 32 @ \$27.46 times 335 days
\$ 18,400	Leap Day 388 @ \$47.48 (One-Time)
\$ 900	Leap Day 32 @ \$27.46 (One-Time)
\$2,437,700	Financing and Service Rent
\$ 200,000	Maintenance Reserve
\$9,685,100	FY 2016 TOTAL REQUEST
\$ 59,300	Variance

Agency Request	0.00	59,300	0	0	59,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>59,300</i>	<i>0</i>	<i>0</i>	<i>59,300</i>

FY 2016 Total					
Agency Request	0.00	9,485,100	200,000	0	9,685,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>9,485,100</i>	<i>200,000</i>	<i>0</i>	<i>9,685,100</i>

Correctional Alternative Placement

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	59,300	0	0	59,300
% Change from Original App		0.6%	0.0%		0.6%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	59,300	0	0	59,300
% Change from Original App		0.6%	0.0%		0.6%

Community Corrections

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Community Supervision	20,360,800	20,179,700	22,644,900	22,850,300	23,016,900
Community Work Centers	4,281,100	4,436,700	5,031,900	5,083,100	4,983,200
Total:	24,641,900	24,616,400	27,676,800	27,933,400	28,000,100
BY FUND CATEGORY					
General	15,648,100	15,793,600	18,921,100	19,109,000	19,540,400
Dedicated	8,869,200	8,775,100	8,695,600	8,763,400	8,398,000
Federal	124,600	47,700	60,100	61,000	61,700
Total:	24,641,900	24,616,400	27,676,800	27,933,400	28,000,100
Percent Change:		(0.1%)	12.4%	0.9%	1.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	20,827,500	20,695,800	22,510,000	23,068,100	23,298,600
Operating Expenditures	3,432,500	3,386,500	4,284,500	4,124,700	4,105,700
Capital Outlay	381,900	534,100	882,300	740,600	595,800
Total:	24,641,900	24,616,400	27,676,800	27,933,400	28,000,100
Full-Time Positions (FTP)	364.18	364.18	375.35	378.85	378.85

Division Description

Community Corrections includes the supervision of probationers and parolees and the operation of community work centers throughout the state. Parole and probation officers and pre-sentence investigators work out of regional offices located in each of the seven judicial districts. Officers are mandated with the responsibility of supervising all probationers and parolees. Probationers are persons with a court sentence that does not involve confinement but does impose conditions, and parolees are offenders who have served a portion of their sentence in an institution and are selected for release by the Parole Commission while under the continued custody of the state. In addition, statutorily mandated pre-sentence reports are prepared to provide relevant information to the courts to assist the judge during sentencing, and are used in after-care by the Department of Correction. Residents of the community work centers in Boise, Nampa, and Idaho Falls are required to maintain employment. The program provides community services, employment counseling, and individual and family counseling.

Community Corrections

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	375.35	18,921,100	27,676,800	375.35	18,921,100	27,676,800
Noncognizable Funds and Transfers	(1.00)	(127,300)	(79,900)	(1.00)	(127,300)	(79,900)
FY 2015 Estimated Expenditures	374.35	18,793,800	27,596,900	374.35	18,793,800	27,596,900
Removal of One-Time Expenditures	0.00	(504,900)	(1,338,400)	0.00	(504,900)	(1,338,400)
FY 2016 Base	374.35	18,288,900	26,258,500	374.35	18,288,900	26,258,500
Benefit Costs	0.00	241,200	322,800	0.00	159,100	213,300
Inflationary Adjustments	0.00	13,500	22,500	0.00	13,500	22,500
Replacement Items	0.00	366,400	717,000	0.00	333,800	567,700
Statewide Cost Allocation	0.00	(105,600)	(126,400)	0.00	(105,600)	(126,400)
Change in Employee Compensation	0.00	137,200	182,500	0.00	410,400	551,400
FY 2016 Program Maintenance	374.35	18,941,600	27,376,900	374.35	19,100,100	27,487,000
1. Correctional Officer Retention Plan	0.00	93,300	105,100	0.00	71,400	77,900
3. Electronic Monitoring	4.50	0	311,000	0.00	0	0
4. Building Leases & Uniforms	0.00	74,100	140,400	0.00	0	66,300
29. Sex Offender Management Initiative	0.00	0	0	4.50	368,900	368,900
FY 2016 Total	378.85	19,109,000	27,933,400	378.85	19,540,400	28,000,100
Change from Original Appropriation	3.50	187,900	256,600	3.50	619,300	323,300
% Change from Original Appropriation		1.0%	0.9%		3.3%	1.2%

Community Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	375.35	18,921,100	8,695,600	60,100	27,676,800

Noncognizable Funds and Transfers

Transferred out two investigators and \$127,300 to the central office to establish a new centralized Investigative Unit. The department, with Division of Financial Management approval, also transferred in one correctional officer and \$47,400 from the Idaho Correctional Institution at Orofino that has been reclassified to a utility craftsman in support of Community Work Centers.

Agency Request	(1.00)	(127,300)	47,400	0	(79,900)
<i>Governor's Recommendation</i>	<i>(1.00)</i>	<i>(127,300)</i>	<i>47,400</i>	<i>0</i>	<i>(79,900)</i>

FY 2015 Estimated Expenditures					
Agency Request	374.35	18,793,800	8,743,000	60,100	27,596,900
<i>Governor's Recommendation</i>	<i>374.35</i>	<i>18,793,800</i>	<i>8,743,000</i>	<i>60,100</i>	<i>27,596,900</i>

Removal of One-Time Expenditures

Agency Request	0.00	(504,900)	(833,000)	(500)	(1,338,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(504,900)</i>	<i>(833,000)</i>	<i>(500)</i>	<i>(1,338,400)</i>

FY 2016 Base					
Agency Request	374.35	18,288,900	7,910,000	59,600	26,258,500
<i>Governor's Recommendation</i>	<i>374.35</i>	<i>18,288,900</i>	<i>7,910,000</i>	<i>59,600</i>	<i>26,258,500</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	241,200	80,700	900	322,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>159,100</i>	<i>53,600</i>	<i>600</i>	<i>213,300</i>

Inflationary Adjustments

Includes \$9,000 from the Inmate Labor Fund to cover a 2.6% increase in food and dietary costs as projected by the USDA Economic Research Services inflation forecast for all food, and \$13,500 for office rent increases in some district and satellite offices.

Agency Request	0.00	13,500	9,000	0	22,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>13,500</i>	<i>9,000</i>	<i>0</i>	<i>22,500</i>

Community Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

COMMUNITY SUPERVISION: A total of \$366,400 is requested from the General Fund that includes \$298,700 for 13 vehicles, \$9,500 for ten printers, \$500 for Burley office alarm system, \$39,900 for 119 chairs, \$14,200 for ten desks, \$2,000 for exterior signage, \$300 for one television and DVD player, and \$1,300 for four file cabinets. A total of \$41,700 is requested from the Parolee Supervision Fund for 55 ballistic vests.

COMMUNITY WORK CENTERS (CWC) - A total of \$308,900 is requested from the Inmate Labor Fund for the following programs:

CWC ADMINISTRATION: A total of \$17,000 that includes \$10,000 for 100 offender mattresses, and \$7,000 for 70 folding chairs.

EAST BOISE CWC: A total of \$90,000 that includes \$75,900 for three vehicles, \$500 for 5 tables, \$4,000 for hot water storage tank, \$2,400 for six dryers, \$2,400 for six washers, \$1,500 for three office chairs, \$300 for one lawn mower, and \$3,000 for two vehicle radios.

SOUTH IDAHO CORRECTIONAL INSTITUTION - CWC: A total of \$34,600 that includes \$500 for five tables, \$2,400 for four dryers, \$1,600 for four washers, \$1,500 for three office chairs, \$3,000 for two vehicle radios, \$300 for one lawn mower, and \$25,300 for one vehicle.

IDAHO FALLS CWC: A total of \$86,800 that includes \$500 for five tables, \$1,600 for four dryers, \$1,600 for four washers, \$5,000 for one radio base station, \$1,700 for one floor buffer, \$2,500 for one lawn mower, \$2,500 for one snow blower attachment, \$600 for one John Deere bagging system, \$4,500 for three office chairs, \$3,000 for two vehicle radios, and \$63,300 for three vehicles.

NAMPA CWC: A total of \$80,500 that includes \$16,500 for one dishwasher, \$500 for five tables, \$1,600 for four dryers, \$1,600 for four washers, \$1,500 for three office chairs, \$300 for one lawn mower, \$3,000 for two vehicle radios, \$4,900 for one door alarm system, and \$50,600 for two vehicles.

Agency Request	0.00	366,400	350,600	0	717,000
Governor's Recommendation	0.00	333,800	233,900	0	567,700

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment is a reduction of risk management fees for the Community Corrections Division.

Agency Request	0.00	(105,600)	(20,800)	0	(126,400)
Governor's Recommendation	0.00	(105,600)	(20,800)	0	(126,400)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	137,200	44,800	500	182,500
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	410,400	139,500	1,500	551,400
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FY 2016 Program Maintenance

Agency Request	374.35	18,941,600	8,374,300	61,000	27,376,900
Governor's Recommendation	374.35	19,100,100	8,325,200	61,700	27,487,000

Community Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Correctional Officer Retention Plan **State Prisons, Community Work Centers**

According to the department, turnover in the security ranks has been alarmingly high. While they have been able to successfully recruit new correctional officers, retaining those individuals has proven difficult. For example, the Idaho Department of Correction (IDOC) employs nearly 800 correctional officers, yet 67% have less than two years experience with the agency. This relative inexperience poses potential security risks. The inability to retain existing staff means more overtime liabilities at 1.5 times the actual hours worked. In addition, the department invests about \$15,000 in training each new correctional officer to prepare them for the challenges they will confront in an institutional setting.

In response to these challenges, IDOC has developed a Correctional Officer Retention Plan to offer pay progression certainty to security staff if they meet performance standards. This plan leaves the starting rate and probationary increase unchanged, but offers subsequent annual increases over five years of their career so long as they meet or exceed performance expectations and remain in a security position in a correctional setting. Security staff covered by this plan will not be eligible for annual Change in Employee Compensation (CEC) increases until they conclude their fifth full year of employment. Prior to that time, their annual increases will be based on merit and fall within the guidelines established under the new retention plan.

The plan also includes a pay equity component to adjust salaries of current correctional security staff. The equity adjustments, implemented over the first two years of the plan, will safeguard against pay compression issues created by the retention plan's implementation with new security employees.

Funding is requested over the next six years to implement the provisions of this plan. Annual estimates are as follows:

FISCAL YEAR	GENERAL FUND	OTHER FUND	TOTAL
2016	\$2,480,100	\$ 140,500	\$2,620,600
2017	\$2,410,600	\$ 108,100	\$2,518,700
2018	\$ 239,200	\$ 12,600	\$ 251,800
2019	\$ 227,900	\$ 12,000	\$ 239,900
2020	\$ 223,000	\$ 11,700	\$ 234,700
2021	\$ 223,300	\$ 11,800	\$ 235,100
TOTAL	\$5,804,100	\$ 296,700	\$6,100,800

Agency Request	0.00	93,300	11,800	0	105,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>71,400</i>	<i>6,500</i>	<i>0</i>	<i>77,900</i>

3. Electronic Monitoring **Community Supervision**

The Department of Correction is requesting funding for one full-time and seven half-time technical records specialists to expand its electronic monitoring efforts. Probation and Parole will be restructuring their violation matrix to define specific sanctions for offenders who violate the conditions of their probation and parole. The one full-time position will be located in the central office to serve as the main point of contact for equipment returns, program reporting, and training; and one half-time position will be assigned to each of the department's seven districts. Of the amount requested, \$287,400 is ongoing and \$23,600 is one-time.

Agency Request	4.50	0	311,000	0	311,000
<i>Not 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>

4. Building Leases & Uniforms **Community Supervision**

Ongoing funding of \$74,100 is requested for building lease increases, and \$66,300 for annual uniform replacement.

Agency Request	0.00	74,100	66,300	0	140,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>66,300</i>	<i>0</i>	<i>66,300</i>

Community Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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29. Sex Offender Management Initiative

Community Supervision

Agency Request	0.00	0	0	0	0
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In 1998, Idaho modified its sexual offender registration procedures to include the identification of offenders who were assessed as being potentially high risk to reoffend sexually, by the "Violent Sexual Predator" (VSP) designation. The VSP designation procedures were discontinued in 2009 following an Idaho Supreme Court ruling and procedural language related to the VSP designation was removed from Idaho code in 2011. It was recommended at that time that the newly created Sexual Offender Management Board develop procedures for a risk-based sexual offender registration level process to fill the potential sexual predator identification void left by elimination of the VSP designation process.

Legislation is being proposed that calls for a 5-level registration and notification system, with varying registration requirements and registration duration terms depending upon the assigned level. The system incorporates consideration of a sexual offender's crime of conviction combined with a measurement of applicable risk variables, which have been identified in literature and best practices as contributors to re-offense risk, to result in a risk-based registration level designation. The Sexual Offender Management Board will oversee the level designation review process. The Idaho State Police will continue to maintain oversight of the sexual offender registration procedures and the Central Sex Offender Registry, as outlined in Section 18-8305, Idaho Code.

For Community Corrections, the Governor recommends 4.5 FTP and \$368,900 from the General Fund to utilize electronic monitoring technology for the highest risk level offenders as provided by the Sexual Offender Management Board legislation. Specifically, the recommendation includes \$205,000 in personnel costs to hire one full-time and seven part-time positions (technical records specialists) to monitor the electronic monitoring units; \$135,800 in operating expenditures to cover rental costs of the electronic monitoring equipment; and \$28,100 in one-time capital outlay for office expenses related to these additional positions.

Governor's Recommendation	4.50	368,900	0	0	368,900
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FY 2016 Total					
Agency Request	378.85	19,109,000	8,763,400	61,000	27,933,400
Governor's Recommendation	378.85	19,540,400	8,398,000	61,700	28,000,100

Agency Request					
Change from Original App	3.50	187,900	67,800	900	256,600
% Change from Original App	0.9%	1.0%	0.8%	1.5%	0.9%
Governor's Recommendation					
Change from Original App	3.50	619,300	(297,600)	1,600	323,300
% Change from Original App	0.9%	3.3%	(3.4%)	2.7%	1.2%

Education & Treatment

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Offender Programs	4,013,100	3,436,500	3,828,800	4,153,000	4,342,300
Community-Based Substance Abuse	8,227,300	8,003,500	9,917,600	7,953,200	7,972,000
Total:	12,240,400	11,440,000	13,746,400	12,106,200	12,314,300
BY FUND CATEGORY					
General	7,987,000	7,716,300	10,424,000	10,592,800	10,791,600
Dedicated	3,002,500	2,895,500	2,284,500	470,200	475,800
Federal	1,250,900	828,200	1,037,900	1,043,200	1,046,900
Total:	12,240,400	11,440,000	13,746,400	12,106,200	12,314,300
Percent Change:		(6.5%)	20.2%	(11.9%)	(10.4%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,612,900	3,539,600	3,778,700	3,990,000	4,281,100
Operating Expenditures	1,933,200	1,417,000	1,697,700	1,829,900	1,734,900
Capital Outlay	0	62,200	0	0	12,000
Trustee/Benefit	4,835,100	6,421,200	6,410,800	6,286,300	6,286,300
Lump Sum	1,859,200	0	1,859,200	0	0
Total:	12,240,400	11,440,000	13,746,400	12,106,200	12,314,300
Full-Time Positions (FTP)	52.00	52.00	52.00	53.00	57.00

Division Description

It is the policy of the Idaho Department of Correction to provide treatment and education to offenders who fall within its jurisdiction. All offenders are assessed to determine their medical condition, programmatic needs, education level, and mental health. The information from these assessments is used to format a rehabilitation program to address each offender's identified risk and needs.

Upon commitment to the custody of the Department of Correction, all inmates are assessed at Reception and Diagnostic Units (RDU), which are located at two sites in the state. Male offenders are processed at the Idaho State Correctional Institution (ISCI) and female offenders are processed at the Pocatello Woman's Correctional Center (PWCC).

The ultimate goal of correctional programming is to reduce recidivism. Providing opportunities for offenders to live a crime-free and drug-free lifestyle through programming accomplishes this goal and provides for safer communities.

The basis of quality treatment and education is twofold: assessments and case plans. Case plans prioritize offender needs and create a plan for accountability that can lead to successful reintegration into Idaho communities. A continuum of core programs is identified and implemented throughout the correctional system and in the community.

Education & Treatment

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	52.00	10,424,000	13,746,400	52.00	10,424,000	13,746,400
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	52.00	10,424,000	13,746,400	52.00	10,424,000	13,746,400
Removal of One-Time Expenditures	0.00	(26,700)	(2,015,900)	0.00	(26,700)	(2,015,900)
Base Adjustments	(1.00)	0	0	(1.00)	0	0
FY 2016 Base	51.00	10,397,300	11,730,500	51.00	10,397,300	11,730,500
Benefit Costs	0.00	36,700	43,800	0.00	24,100	28,800
Statewide Cost Allocation	0.00	(17,800)	(17,800)	0.00	(17,800)	(17,800)
Change in Employee Compensation	0.00	26,600	32,000	0.00	79,500	94,200
FY 2016 Program Maintenance	51.00	10,442,800	11,788,500	51.00	10,483,100	11,835,700
6. Psychological Service Contract	0.00	150,000	150,000	0.00	0	0
10. Millennium Fund - SA Treatment	0.00	0	0	0.00	0	0
15. Transfer Medical Contract Monitors	2.00	0	167,700	2.00	0	170,100
29. Sex Offender Management Initiative	0.00	0	0	4.00	308,500	308,500
FY 2016 Total	53.00	10,592,800	12,106,200	57.00	10,791,600	12,314,300
Change from Original Appropriation	1.00	168,800	(1,640,200)	5.00	367,600	(1,432,100)
% Change from Original Appropriation		1.6%	(11.9%)		3.5%	(10.4%)

Education & Treatment

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	52.00	10,424,000	2,284,500	1,037,900	13,746,400
Noncognizable Funds and Transfers					
Reflects Millennium Fund lump sum allocation that nets to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2015 Estimated Expenditures					
Agency Request	52.00	10,424,000	2,284,500	1,037,900	13,746,400
Governor's Recommendation	52.00	10,424,000	2,284,500	1,037,900	13,746,400
Removal of One-Time Expenditures					
Agency Request	0.00	(26,700)	(1,985,300)	(3,900)	(2,015,900)
Governor's Recommendation	0.00	(26,700)	(1,985,300)	(3,900)	(2,015,900)
Base Adjustments					
Transferred out one position to Prisons Administration for a deputy administrator to support and manage prison facilities.					
Agency Request	(1.00)	0	0	0	0
Governor's Recommendation	(1.00)	0	0	0	0
FY 2016 Base					
Agency Request	51.00	10,397,300	299,200	1,034,000	11,730,500
Governor's Recommendation	51.00	10,397,300	299,200	1,034,000	11,730,500
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	36,700	1,700	5,400	43,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	24,100	1,100	3,600	28,800
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.					
Agency Request	0.00	(17,800)	0	0	(17,800)
Governor's Recommendation	0.00	(17,800)	0	0	(17,800)
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	26,600	1,600	3,800	32,000
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	79,500	5,400	9,300	94,200
FY 2016 Program Maintenance					
Agency Request	51.00	10,442,800	302,500	1,043,200	11,788,500
Governor's Recommendation	51.00	10,483,100	305,700	1,046,900	11,835,700

Education & Treatment

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. Psychological Service Contract					Offender Programs
Ongoing funding is requested to enter into a professional services contract in support of the Sex Offender Treatment Program. The contractor will provide consultation to treatment staff, and perform more than one-hundred psychosexual evaluations of moderate and high risk sex offenders. The approach will ensure enhanced program engagement and completion and readiness for community placement with the primary goal of increased public safety through effective correctional interventions.					
Agency Request	0.00	150,000	0	0	150,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
10. Millennium Fund - SA Treatment					Community-Based Substance Abuse Treatment
The department is requesting \$1,859,200 for continued support of the Community-Based Substance Abuse Treatment Services Program for felony offenders. The grant serves felony offenders who benefit from delivery of substance use disorder treatment in the community, rather than through incarceration and service delivery in a state facility. By delivering evidence-based treatment via private community providers, offenders accessing services are at a reduced risk to reoffend with a corresponding cost avoidance to the state in reduced incarceration rates. Because this request will be handled in the Millennium Fund budget, the dollar amount is not shown here [One-Time].					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
15. Transfer Medical Contract Monitors					
The department requests to transfer medical contract monitors from the Medical Services Program to the Offender Programs for FY 2016. Two additional full-time registered nurses were requested and approved in FY 2015. With the exception of limited inmate co-pays, the medical services contract is funded entirely from the General Fund. Currently factored into the daily per diem rate is funding used to support four regional nurse managers that monitor the contract. These positions are departmental employees located in the Education and Treatment Division. The department first pays Corizon from the General Fund, then Corizon is billed for the cost of these four positions, and then returns the money back to the department. The reimbursement is deposited into the Miscellaneous Revenue Fund for appropriation and expenditure. In addition, \$75,900 from the General Fund is appropriated to Management Services Program to cover the cost of a registered nurse that is also involved in monitoring this contract.					
Agency Request	2.00	0	167,700	0	167,700
Governor's Recommendation	2.00	0	170,100	0	170,100
29. Sex Offender Management Initiative					Offender Programs
Agency Request	0.00	0	0	0	0
<i>The Governor recommends ongoing General Fund of \$296,500 and four full-time positions for the Sexual Offender Management Board to implement a risk-based sexual offender registration level system. The four positions include one technical records specialist, one hearing officer, and two clinicians. Additionally, the Governor recommends \$12,000 one-time General Fund for office set-up expenses.</i>					
Governor's Recommendation	4.00	308,500	0	0	308,500
FY 2016 Total					
Agency Request	53.00	10,592,800	470,200	1,043,200	12,106,200
Governor's Recommendation	57.00	10,791,600	475,800	1,046,900	12,314,300
Agency Request					
Change from Original App	1.00	168,800	(1,814,300)	5,300	(1,640,200)
% Change from Original App	1.9%	1.6%	(79.4%)	0.5%	(11.9%)
Governor's Recommendation					
Change from Original App	5.00	367,600	(1,808,700)	9,000	(1,432,100)
% Change from Original App	9.6%	3.5%	(79.2%)	0.9%	(10.4%)

Medical Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	28,184,100	28,099,800	40,747,000	42,180,800	41,679,400
Dedicated	231,000	231,000	299,500	135,000	135,000
Total:	28,415,100	28,330,800	41,046,500	42,315,800	41,814,400
Percent Change:		(0.3%)	44.9%	3.1%	1.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	164,500	0	0
Operating Expenditures	28,415,100	28,330,800	40,866,000	42,315,800	41,814,400
Capital Outlay	0	0	16,000	0	0
Total:	28,415,100	28,330,800	41,046,500	42,315,800	41,814,400
Full-Time Positions (FTP)	0.00	0.00	2.00	0.00	0.00

Division Description

The Medical Services Contract Program includes costs paid to a medical service provider for Idaho offenders housed in state prisons and community work centers. Should an offender who is housed in a county jail or in an out-of-state facility develop medical issues, that offender will be transferred to a state facility and receive treatment under the medical services contract. If the offender cannot be transferred to a state facility, the state will then pay the cost of catastrophic medical services. It should be noted that medical services for offenders housed at the Idaho Correctional Center (privately-operated, state-owned facility) is covered under the normal medical services contract, effective July 1, 2014.

Medical Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	2.00	40,747,000	41,046,500	2.00	40,747,000	41,046,500
Removal of One-Time Expenditures	0.00	(16,000)	(16,000)	0.00	(16,000)	(16,000)
FY 2016 Base	2.00	40,731,000	41,030,500	2.00	40,731,000	41,030,500
Benefit Costs	0.00	0	1,700	0.00	0	1,100
Change in Employee Compensation	0.00	0	1,500	0.00	0	4,500
FY 2016 Program Maintenance	2.00	40,731,000	41,033,700	2.00	40,731,000	41,036,100
12. Contract Increase & Leap Year	0.00	486,800	486,800	0.00	110,700	110,700
13. Expand Clinical Svcs at IMSI	0.00	163,000	163,000	0.00	37,700	37,700
14. Hepatitis C Treatment	0.00	800,000	800,000	0.00	800,000	800,000
15. Transfer Medical Contract Monitors	(2.00)	0	(167,700)	(2.00)	0	(170,100)
FY 2016 Total	0.00	42,180,800	42,315,800	0.00	41,679,400	41,814,400
Change from Original Appropriation	(2.00)	1,433,800	1,269,300	(2.00)	932,400	767,900
% Change from Original Appropriation		3.5%	3.1%		2.3%	1.9%

Medical Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	2.00	40,747,000	299,500	0	41,046,500

Removal of One-Time Expenditures

Agency Request	0.00	(16,000)	0	0	(16,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(16,000)</i>	<i>0</i>	<i>0</i>	<i>(16,000)</i>

FY 2016 Base					
Agency Request	2.00	40,731,000	299,500	0	41,030,500
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>40,731,000</i>	<i>299,500</i>	<i>0</i>	<i>41,030,500</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	1,700	0	1,700
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,100</i>	<i>0</i>	<i>1,100</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	1,500	0	1,500
<i>The Governor recommends a 3% increase in 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>4,500</i>	<i>0</i>	<i>4,500</i>

FY 2016 Program Maintenance					
Agency Request	2.00	40,731,000	302,700	0	41,033,700
<i>Governor's Recommendation</i>	<i>2.00</i>	<i>40,731,000</i>	<i>305,100</i>	<i>0</i>	<i>41,036,100</i>

12. Contract Increase & Leap Year

Medical Services

Ongoing funding is requested to pay for contract medical services provided to offenders housed in state-operated prison facilities, and the privately-operated Correctional Alternative Placement Program (CAPP). Beginning January 16, 2016, the contract calls for a 3% increase in the per diem rate if certain performance standards are met, and will require additional resources to cover the obligation. The per diem will increase from \$15.10 per inmate day to \$15.55 per inmate day.

FY 2015 APPROPRIATION = \$40,524,600

Anticipated FY 2016 Costs:

Jun 15 - Dec 15	7,330 times \$15.10 times 214 days =	\$23,686,200
Jan 16 - May 16	7,330 times \$15.55 times 151 days =	\$17,211,200
Leap Day:	7,330 times \$15.55 time 1 day =	\$ 114,000

FY 2016 ESTIMATE = \$41,011,400

VARIANCE \$ 486,800

Agency Request	0.00	486,800	0	0	486,800
<i>The Governor does not recommend an inflationary adjustment in the contract with Corizon, but does recommend funding for Leap Day at the current rate of \$15.10.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>110,700</i>	<i>0</i>	<i>0</i>	<i>110,700</i>

Medical Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
13. Expand Clinical Svcs at IMSI					Medical Services
<p>The department is requesting an increase in the health care services contract to add two clinicians for the Idaho Maximum Security Institution (IMSI). Currently, the department has 412 offenders, in addition to the offenders managed in the mental health unit, that have significant mental health needs. Due to the nature of the facility security dynamics at IMSI, offenders who require a treatment plan and regular clinical contact must be escorted to a secure area to meet with their clinician, requiring additional clinical time to meet these requirements. In addition, IMSI houses most male offenders who have been administratively segregated. These 292 offenders require weekly contact by a mental health clinician to meet national standards for segregated offenders. In addition many of these offenders are seriously mentally ill and require a high level of care, despite their placement in administrative segregation for safety and security reasons. The department currently has two clinicians on staff to provide care for the additional 412 offenders and they are not able to provide services that are consistent with national standards or as required by agency policies. Ongoing funding is requested to add two clinicians to the existing health care services contract.</p>					
Agency Request	0.00	163,000	0	0	163,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>37,700</i>	<i>0</i>	<i>0</i>	<i>37,700</i>
14. Hepatitis C Treatment					Medical Services
<p>The department's medical services provider, Corizon, has estimated that eight to ten incarcerated offenders will require Hepatitis C treatment each year. Under the current medical contract structure, Corizon is able to treat two offenders per year. If Corizon treats more than two offenders each year, they will charge the department for the cost of additional treatments. Due to the recent and anticipated changes in drugs used in Hepatitis C treatment, Corizon recommends a pass-through arrangement instead of a per diem adjustment to compensate for the additional treatment costs. The new Hepatitis C treatment costs an average \$100,000 per patient. Patients will be treated either at the Idaho State Correctional Institution, Idaho State Correctional Center, Idaho Maximum Security Institution, or the Pocatello Women's Correctional Center. These facilities have infirmary beds in the event a patient experiences complications and requires additional nursing and medical care. The regional medical director will work with the site medical directors to identify patients that will be treated. Once a patient has been identified for treatment, the Hepatitis C checklist will be completed, a plan developed, and the patient counseled and educated. Current treatment options for Hepatitis C are based on the Federal Bureau of Prisons guidelines. Ongoing funding is requested for this purpose.</p>					
Agency Request	0.00	800,000	0	0	800,000
<i>The Governor recommends one-time funding for Hepatitis C treatment.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>800,000</i>	<i>0</i>	<i>0</i>	<i>800,000</i>
15. Transfer Medical Contract Monitors					Medical Services
<p>The department requests to transfer medical contract monitors from the Medical Services Program to the Offender Programs for FY 2016. Two additional full-time registered nurses were requested and approved in FY 2015. With the exception of limited inmate co-pays, the medical services contract is funded entirely from the General Fund. Currently factored into the daily per diem rate is funding used to support four regional nurse managers that monitor the contract. These positions are departmental employees located in the Education and Treatment Division. The department first pays Corizon from the General Fund, then Corizon is billed for the cost of these four positions, who then returns the money back to the department. The reimbursement is deposited into the Miscellaneous Revenue Fund for appropriation and expenditure. In addition, \$75,900 from the General Fund is appropriated to the Management Services Program to cover the cost of a registered nurse that is also involved in monitoring this contract.</p>					
Agency Request	(2.00)	0	(167,700)	0	(167,700)
<i>The Governor's recommendation includes adjustments made in health insurance and change in employee compensation.</i>					
<i>Governor's Recommendation</i>	<i>(2.00)</i>	<i>0</i>	<i>(170,100)</i>	<i>0</i>	<i>(170,100)</i>
FY 2016 Total					
Agency Request	0.00	42,180,800	135,000	0	42,315,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>41,679,400</i>	<i>135,000</i>	<i>0</i>	<i>41,814,400</i>

Medical Services

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	(2.00)	1,433,800	(164,500)	0	1,269,300
% Change from Original App	(100.0%)	3.5%	(54.9%)		3.1%
<i>Governor's Recommendation</i>					
Change from Original App	(2.00)	932,400	(164,500)	0	767,900
% Change from Original App	(100.0%)	2.3%	(54.9%)		1.9%

Commission for Pardons & Parole

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	2,396,300	2,258,500	2,727,700	2,756,500	2,778,200
Dedicated	70,700	39,400	70,700	70,700	70,700
Total:	2,467,000	2,297,900	2,798,400	2,827,200	2,848,900
Percent Change:		(6.9%)	21.8%	1.0%	1.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,927,300	1,815,200	2,110,300	2,231,800	2,253,500
Operating Expenditures	539,700	482,700	640,200	591,200	591,200
Capital Outlay	0	0	47,900	4,200	4,200
Total:	2,467,000	2,297,900	2,798,400	2,827,200	2,848,900
Full-Time Positions (FTP)	32.00	32.00	33.00	35.00	35.00

Division Description

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

Commission for Pardons & Parole

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	33.00	2,727,700	2,798,400	33.00	2,727,700	2,798,400
Removal of One-Time Expenditures	0.00	(114,200)	(114,200)	0.00	(114,200)	(114,200)
FY 2016 Base	33.00	2,613,500	2,684,200	33.00	2,613,500	2,684,200
Benefit Costs	0.00	29,500	29,500	0.00	19,600	19,600
Statewide Cost Allocation	0.00	(2,000)	(2,000)	0.00	(2,000)	(2,000)
Change in Employee Compensation	0.00	17,300	17,300	0.00	49,500	49,500
FY 2016 Program Maintenance	33.00	2,658,300	2,729,000	33.00	2,680,600	2,751,300
1. Additional Staff	2.00	98,200	98,200	2.00	97,600	97,600
FY 2016 Total	35.00	2,756,500	2,827,200	35.00	2,778,200	2,848,900
Change from Original Appropriation	2.00	28,800	28,800	2.00	50,500	50,500
% Change from Original Appropriation		1.1%	1.0%		1.9%	1.8%

Commission for Pardons & Parole

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	33.00	2,727,700	70,700	0	2,798,400

Removal of One-Time Expenditures

Removes \$75,000 for Justice Reinvestment, \$22,900 for replacement items, and \$16,300 for one-time CEC.

Agency Request	0.00	(114,200)	0	0	(114,200)
Governor's Recommendation	0.00	(114,200)	0	0	(114,200)

FY 2016 Base					
Agency Request	33.00	2,613,500	70,700	0	2,684,200
Governor's Recommendation	33.00	2,613,500	70,700	0	2,684,200

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	29,500	0	0	29,500
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	19,600	0	0	19,600

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. It includes a reduction of \$2,400 in risk management fees, and a \$400 increase in State Controller fees.

Agency Request	0.00	(2,000)	0	0	(2,000)
Governor's Recommendation	0.00	(2,000)	0	0	(2,000)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	17,300	0	0	17,300
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	49,500	0	0	49,500

FY 2016 Program Maintenance					
Agency Request	33.00	2,658,300	70,700	0	2,729,000
Governor's Recommendation	33.00	2,680,600	70,700	0	2,751,300

1. Additional Staff

Commission for Pardons & Parole

Funding is requested to hire an administrative assistant 1 for the Violation Division to assist in tracking non-technical violations through the adjudication process, tracking extraditions from out of state, ensuring violators are available for transport, and maintaining the parolee database for tracking and administrative purposes. In addition, funding is also requested to hire one technical records specialist 1 to assist with the processing of incarcerated offenders for release and maintaining release data. Of the amount requested, \$92,000 is ongoing and \$6,200 is one-time.

Agency Request	2.00	98,200	0	0	98,200
<i>The Governor removes \$600 to account for health insurance costs.</i>					
Governor's Recommendation	2.00	97,600	0	0	97,600

FY 2016 Total					
Agency Request	35.00	2,756,500	70,700	0	2,827,200
Governor's Recommendation	35.00	2,778,200	70,700	0	2,848,900

Commission for Pardons & Parole

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	2.00	28,800	0	0	28,800
% Change from Original App	6.1%	1.1%	0.0%		1.0%
<i>Governor's Recommendation</i>					
Change from Original App	2.00	50,500	0	0	50,500
% Change from Original App	6.1%	1.9%	0.0%		1.8%

Judicial Branch

Analyst: Burns

Historical Summary

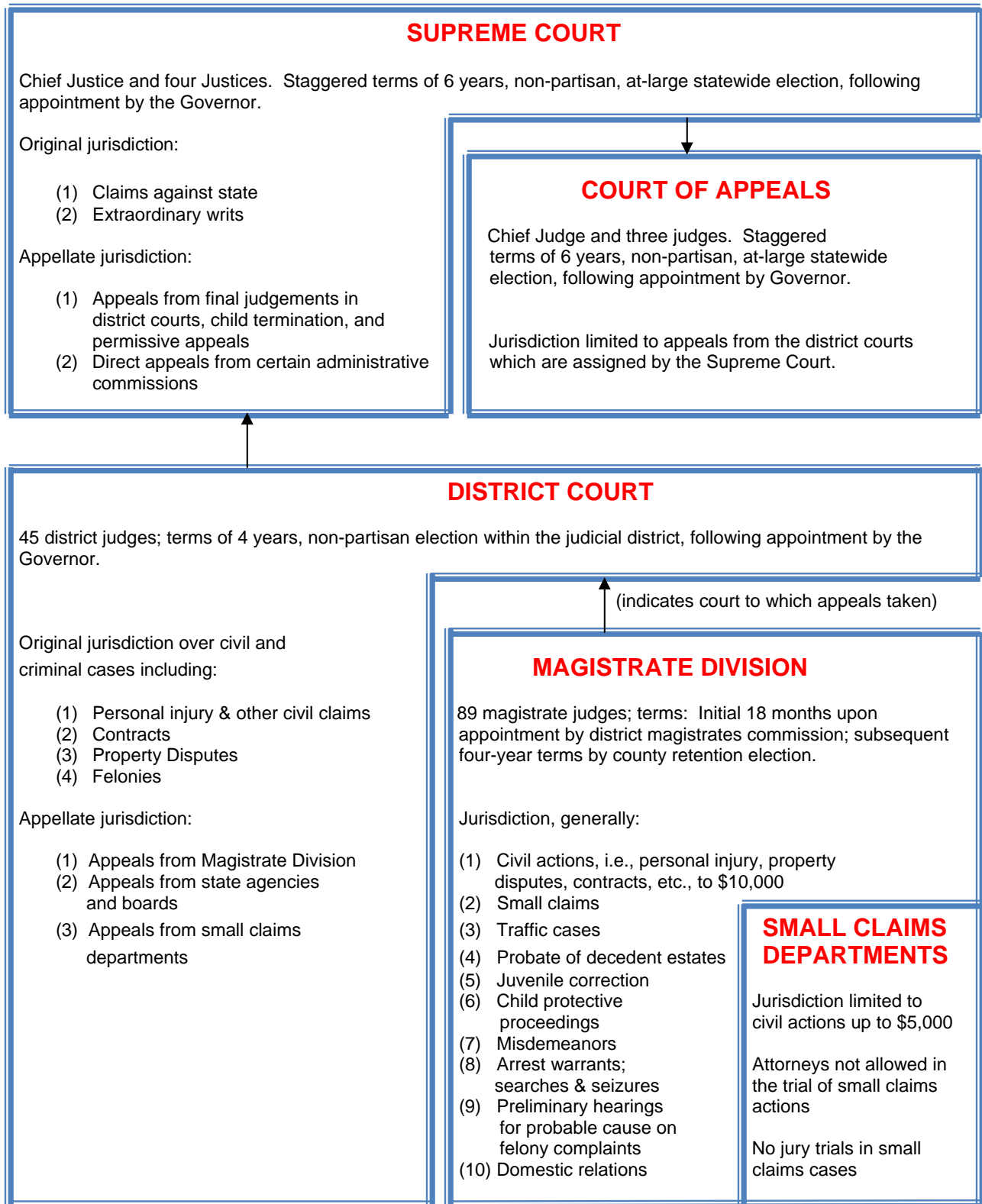
OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Supreme Court	6,357,400	5,755,900	6,468,600	7,594,400	7,630,700
Law Library	340,300	344,800	0	0	0
District Courts	20,034,400	19,689,500	34,780,700	32,271,700	32,370,900
Magistrates Division	16,702,400	15,712,100	16,333,500	16,717,000	16,705,000
Judicial Council	139,400	107,800	139,400	130,800	130,800
Court of Appeals	1,604,700	1,655,200	2,041,000	2,059,400	2,075,000
Guardian Ad Litem Program	605,400	604,900	641,700	681,900	681,700
Water Adjudication	890,900	769,300	809,400	816,300	825,800
Community-Based Substance Abuse	5,103,600	5,097,800	5,109,700	5,112,000	5,114,500
Total:	51,778,500	49,737,300	66,324,000	65,383,500	65,534,400
BY FUND CATEGORY					
General	31,320,300	31,288,700	40,930,400	39,900,200	39,959,300
Dedicated	18,385,300	17,062,700	23,536,700	23,623,800	23,712,200
Federal	2,072,900	1,385,900	1,856,900	1,859,500	1,862,900
Total:	51,778,500	49,737,300	66,324,000	65,383,500	65,534,400
Percent Change:		(3.9%)	33.3%	(1.4%)	(1.2%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	32,090,800	33,357,100	38,121,200	41,260,800	41,411,700
Operating Expenditures	12,149,200	8,973,700	10,955,300	9,554,700	9,554,700
Capital Outlay	1,156,200	1,755,500	11,472,200	8,804,100	8,804,100
Trustee/Benefit	5,932,300	5,651,000	5,775,300	5,763,900	5,763,900
Lump Sum	450,000	0	0	0	0
Total:	51,778,500	49,737,300	66,324,000	65,383,500	65,534,400
Full-Time Positions (FTP)	289.00	289.00	289.00	312.00	312.00

Department Description

The Judicial Branch is made up of the following programs:

- 1) The Supreme Court is the state's court of last resort. The Court hears appeals from final decisions of the District Court, as well as from orders of the Public Utilities Commission and the Industrial Commission. In addition, its law library is the state repository for official publications received from other states and the federal government.
- 2) The District Courts have original jurisdiction over all civil and criminal cases, and appeals from the Magistrate Division, state agencies, and county boards.
- 3) The Magistrate Division has jurisdiction over cases involving domestic violence, domestic relations, probate, juvenile cases, civil cases under \$10,000, felony preliminary hearings, criminal misdemeanors, and infractions.
- 4) The Idaho Judicial Council is empowered by statute to nominate persons to the Governor for appointment to vacancies on the Supreme Court, Court of Appeals, and District Courts and make recommendations to the Supreme Court for the removal, discipline, and retirement of judicial officers.
- 5) The Court of Appeals is assigned cases from the Idaho Supreme Court. The court has jurisdiction to hear and decide all cases assigned to it by the Supreme Court; except cases invoking the Supreme Court's original jurisdiction, appeals from the Industrial Commission, PUC, tax appeals, and death penalty cases.
- 6) Guardian Ad Litem grants are awarded to Court Appointed Special Advocate (CASA) programs to recruit, train, and coordinate volunteers to act as court appointed special advocates for abused, neglected, or abandoned children under the Child Protective Act.
- 7) Water Adjudication is a court process established to inventory all surface and ground water rights in the Snake River Basin and now in Northern Idaho.
- 8) Community-Based Substance Abuse funds are appropriated to the Supreme Court for problem-solving courts statewide.

IDAHO'S UNIFIED COURT STRUCTURE



Judicial Branch

Comparative Summary

Analyst: Burns

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	289.00	40,930,400	66,324,000	289.00	40,930,400	66,324,000
Noncognizable Funds and Transfers	21.00	0	0	21.00	0	0
FY 2015 Estimated Expenditures	310.00	40,930,400	66,324,000	310.00	40,930,400	66,324,000
Removal of One-Time Expenditures	0.00	(4,912,100)	(4,965,400)	0.00	(4,912,100)	(4,965,400)
FY 2016 Base	310.00	36,018,300	61,358,600	310.00	36,018,300	61,358,600
Benefit Costs	0.00	228,300	294,500	0.00	156,900	202,400
Statewide Cost Allocation	0.00	12,800	12,800	0.00	12,800	12,800
Change in Employee Compensation	0.00	65,700	142,500	0.00	196,500	385,800
FY 2016 Program Maintenance	310.00	36,325,100	61,808,400	310.00	36,384,500	61,959,600
1. Court Technology: Phase 2 of 5	0.00	2,180,000	2,180,000	0.00	2,180,000	2,180,000
2. Move Law Library to Law Center	0.00	151,300	151,300	0.00	151,300	151,300
3. Supreme Court Building Upgrade	0.00	549,000	549,000	0.00	549,000	549,000
4. Magistrate Judge	1.00	117,700	117,700	1.00	117,700	117,700
5. Additional Senior Judge Days	0.00	163,100	163,100	0.00	163,100	163,100
6. Judicial Excellence & Education Prog	1.00	374,000	374,000	1.00	373,700	373,700
7. Guardian Ad Litem Expansion	0.00	40,000	40,000	0.00	40,000	40,000
FY 2016 Total	312.00	39,900,200	65,383,500	312.00	39,959,300	65,534,400
Change from Original Appropriation	23.00	(1,030,200)	(940,500)	23.00	(971,100)	(789,600)
% Change from Original Appropriation		(2.5%)	(1.4%)		(2.4%)	(1.2%)

Judicial Branch

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	289.00	40,930,400	23,536,700	1,856,900	66,324,000

Noncognizable Funds and Transfers

Supreme Court: Removes 7.00 FTP from the General Fund and transfers in \$8,600 from the Judicial Council to allow oversight by the Supreme Court of the Judicial Excellence and Education Program.

District Courts:

1) Adds 11.00 FTP in the Court Technology Fund and transfers \$1,080,400 from operating expenditures into personnel costs.

2) Adds 12.00 FTP in the Drug Court, Mental Health and family Court Services Fund and transfers \$654,800 from operating expenditures into personnel costs.

Magistrate Division:

1) Adds 6.00 FTP in the Drug Court, Mental Health and Family Court Services Fund and transfers \$510,300 from operating expenditures into personnel costs to support the positions.

2) Adds 2.00 FTP in the Guardianship Pilot Project Fund and transfers \$130,100 from operating expenditures into personnel costs to support the positions.

Judicial Council: Transfers \$8,600 in operating expenditures from the General Fund to the Supreme Court. In FY 2014 the Judicial Council requested and received an additional \$34,000 from the General Fund to cover increasing operating expenditures.

Water Adjudication: Removes 3.00 FTP from the General Fund and transfers \$60,900 from personnel costs into operating expenditures from the General Fund.

Analyst Comment: The Judicial Branch does not have an FTP cap as part of its appropriation.

Agency Request	21.00	0	0	0	0
Governor's Recommendation	21.00	0	0	0	0

FY 2015 Estimated Expenditures					
Agency Request	310.00	40,930,400	23,536,700	1,856,900	66,324,000
Governor's Recommendation	310.00	40,930,400	23,536,700	1,856,900	66,324,000

Removal of One-Time Expenditures

Agency Request	0.00	(4,912,100)	(50,800)	(2,500)	(4,965,400)
Governor's Recommendation	0.00	(4,912,100)	(50,800)	(2,500)	(4,965,400)

FY 2016 Base					
Agency Request	310.00	36,018,300	23,485,900	1,854,400	61,358,600
Governor's Recommendation	310.00	36,018,300	23,485,900	1,854,400	61,358,600

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	228,300	63,800	2,400	294,500
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	156,900	43,900	1,600	202,400
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management fees are reduced by \$8,700, State Controller fees are increasing by \$20,700 and State Treasurer fees are increasing by \$800.

Agency Request	0.00	12,800	0	0	12,800
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Governor's Recommendation	0.00	12,800	0	0	12,800
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Judicial Branch

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. The CEC calculation is for non-judicial salaries only.					
Agency Request	0.00	65,700	74,100	2,700	142,500
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	196,500	182,400	6,900	385,800
FY 2016 Program Maintenance					
Agency Request	310.00	36,325,100	23,623,800	1,859,500	61,808,400
Governor's Recommendation	310.00	36,384,500	23,712,200	1,862,900	61,959,600
1. Court Technology: Phase 2 of 5			District Courts		
During the 2014 legislative session, the court presented a comprehensive five-year business plan that included timelines, deliverables, and budgets to replace an aging 25-year old statewide computerized case management system (ISTARS), that the vendor had declared to be at "end of life". The proposed transition was a move to a modern 24/7 web-based case management system together with electronic financial payment capabilities, electronic filing, and service of court case documents by parties and lawyers; electronic records access by the public and court personnel; video conferencing; and new equipment. To fund this project, two different revenue streams were tapped including multi-year one-time appropriations from the General Fund; and an increase in revenues flowing to the Technology Fund (Section 1-1623, Idaho Code), which was accomplished by the passage of H509, of 2014.					
The Supreme Court is requesting one-time funding from the General Fund to implement the second year phase of a five-year project to support the process of replacing the antiquated ISTARS system. In FY 2015, the District Courts Program received \$4,850,000 in a one-time appropriation from the General Fund.					
Agency Request	0.00	2,180,000	0	0	2,180,000
<i>Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
Governor's Recommendation	0.00	2,180,000	0	0	2,180,000
2. Move Law Library to Law Center			Supreme Court		
The approximate seven year and \$6.2 million renovation of the Capital Annex is nearing completion and is scheduled to be occupied in the summer of 2015. The Department of Administration has designated the new facility as the Idaho Law and Justice Learning Center (ILJLC). The University of Idaho, College of Law will be the primary tenant of this building. The Supreme Court will occupy a portion of the building as a permanent home for the State Law Library, a fully functional telepresence classroom for continuing judicial education, a distinctive venue for law-related public education and outreach, a conference room and offices. Funding is requested to make tenant improvements, and to purchase equipment and furniture that is associated with this occupancy.					
Agency Request	0.00	151,300	0	0	151,300
<i>Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
Governor's Recommendation	0.00	151,300	0	0	151,300
3. Supreme Court Building Upgrade			Supreme Court		
Funding is requested to upgrade space in the Supreme Court building. The elevators in the building are currently being replaced and the building is scheduled for an air-handler replacement requiring significant renovation of the basement, beginning in the spring of FY 2015. The court is working with Facility Services to capitalize on the already scheduled alterations and repairs in order to provide usable space in the basement for its Technology Division. This space has been used as book and file storage for 44 years. This work will also coincide with the law library being re-located at the ILJLC.					
Agency Request	0.00	549,000	0	0	549,000
<i>Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i>					
Governor's Recommendation	0.00	549,000	0	0	549,000

Judicial Branch

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
4. Magistrate Judge					Magistrates Division
<p>Funding is requested to hire one new magistrate judge to be chambered in Kootenai County. The anticipated hire date is October 1, 2015, to correspond with the respective county fiscal year. The request is for 9 months, and will need to be annualized the following fiscal year. Of the amount requested \$115,800 is ongoing and \$1,900 is one-time.</p>					
Agency Request	1.00	117,700	0	0	117,700
<p><i>Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i></p>					
Governor's Recommendation	1.00	117,700	0	0	117,700
5. Additional Senior Judge Days					Magistrates Division
<p>Senior judges are defined in Sections 1-2221 and 1-2005, Idaho Code. A senior judge is a retired judge who has applied to the Supreme Court to be a designated senior judge. The Supreme Court utilizes senior judge days to cover workload increases, court case backlogs, and leave schedules. A senior judge is paid 85% of the daily salary of an active judge. Ongoing funding is requested to add an additional 400 senior judge days to cover workload within the Idaho Supreme Court's time standards.</p>					
Agency Request	0.00	163,100	0	0	163,100
<p><i>Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.</i></p>					
Governor's Recommendation	0.00	163,100	0	0	163,100
6. Judicial Excellence & Education Prog					Supreme Court
<p>The Supreme Court's Performance Evaluation Committee proposes a Judicial Excellence and Education Program be established to enhance judicial excellence, education, and wellness throughout a judge's service by administering self-improvement surveys on a regular basis and then providing appropriate education, in part by trained facilitator judges. The evaluation process is expected to utilize court observation, video-taping, education, and mentoring. The Judicial Performance Evaluation Committee has been working toward the design of both the overall program, as well as the survey to be administered with the benefit of grant funding. The court maintains that this is a significant judicial improvement initiative and is requesting \$293,700 in ongoing funding to implement this new program. In addition, the court is requesting \$80,300 in ongoing funding to support three major education conferences throughout the year, one specific to Idaho's 45 district judges, one specific to Idaho's 89 magistrate judges, and the annual judicial conference for all appellate and trial judges, as well as trial court administrators and others.</p>					
Agency Request	1.00	374,000	0	0	374,000
<p><i>Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments. The recommendation is reduced by \$300 in personnel costs due to the reduced amount necessary for health insurance.</i></p>					
Governor's Recommendation	1.00	373,700	0	0	373,700

Judicial Branch

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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7. Guardian Ad Litem Expansion

Guardian Ad Litem Program

Guardian ad Litem (GAL) volunteers, also known as Court Appointed Special Advocates (CASA), speak for the most vulnerable children in our society - victims of child abuse and neglect. Once a child is the subject of a child protection proceeding, Section 16-1633, Idaho Code, sets forth the guardian ad litem duties and requires the advocate to investigate the facts and circumstances of the child's case; report to the court on his or her findings and provide recommendations; advocate on behalf of the best interests of the child; ensure all court-ordered services are provided to the child; and report to the judge if services fail. Outside of the courtroom, the volunteer keeps in contact with the child and acts as a resource broker to establish and ensure a strong support network for the child. Generally GAL/CASA volunteers are assigned only a few cases and are involved for the duration of the case from initial proceedings to final permanency.

In FY 2014, the court estimates that 427 abused and neglected children were not served by a trained volunteer, which is best practice. Because of this, ongoing funding is requested to increase financial support for this program from \$641,700 to \$681,900 to help close this gap by providing for the recruitment and training of additional GAL/CASA volunteers.

Agency Request	0.00	40,000	0	0	40,000
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Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Governor's Recommendation	0.00	40,000	0	0	40,000
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FY 2016 Total					
Agency Request	312.00	39,900,200	23,623,800	1,859,500	65,383,500
Governor's Recommendation	312.00	39,959,300	23,712,200	1,862,900	65,534,400

Agency Request

Change from Original App	23.00	(1,030,200)	87,100	2,600	(940,500)
% Change from Original App	8.0%	(2.5%)	0.4%	0.1%	(1.4%)

Governor's Recommendation

Change from Original App	23.00	(971,100)	175,500	6,000	(789,600)
% Change from Original App	8.0%	(2.4%)	0.7%	0.3%	(1.2%)

Department of Juvenile Corrections

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Administration	3,017,500	2,924,200	3,727,600	3,937,600	3,970,800
COPS	13,300,300	11,471,800	13,943,300	12,870,300	12,885,000
Institutions	28,590,500	28,752,100	29,965,700	30,540,600	30,706,000
Community-Based Substance Abuse	4,033,500	2,970,800	4,039,000	4,040,700	4,042,500
Total:	48,941,800	46,118,900	51,675,600	51,389,200	51,604,300
BY FUND CATEGORY					
General	37,452,900	36,387,400	39,027,400	39,800,900	40,011,500
Dedicated	7,650,900	6,639,300	8,798,400	7,734,700	7,735,200
Federal	3,838,000	3,092,200	3,849,800	3,853,600	3,857,600
Total:	48,941,800	46,118,900	51,675,600	51,389,200	51,604,300
Percent Change:		(5.8%)	12.0%	(0.6%)	(0.1%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,357,700	22,032,400	23,539,300	24,314,000	24,530,500
Operating Expenditures	5,068,500	4,527,100	5,320,900	5,459,700	5,609,300
Capital Outlay	137,100	336,200	539,300	418,000	418,000
Trustee/Benefit	21,378,500	19,223,200	21,187,500	21,197,500	21,046,500
Lump Sum	0	0	1,088,600	0	0
Total:	48,941,800	46,118,900	51,675,600	51,389,200	51,604,300
Full-Time Positions (FTP)	401.00	401.00	404.00	411.00	410.00

Department Description

I. **ADMINISTRATION:** The Administration program provides day-to-day administrative services and support for the Idaho Department of Juvenile Corrections (IDJC). Services include the director's office, fiscal, human resources, information technology, purchasing, inventory, facility and vehicle management, and interstate compact administration. This division also includes a Quality Improvement Services Bureau to promote evidence-based juvenile correctional practices using a performance-based standards process.

II. **COPS:** Community, Operations, and Program Services (COPS) addresses the needs of communities, offenders, and families throughout the continuum of care, from prevention through aftercare. District liaisons connect to a wide range of community stakeholders to ensure that the department is responsive to the needs of partners. The program distributes Juvenile Corrections Act and Cigarette/Tobacco Tax funds to counties. It coordinates POST Certified Probation/Detention and IDJC Academies, oversees delivery of religious activities in the department's three facilities, and supports pre-screening and reintegration services. The Juvenile Justice Commission and Grants Management Unit administers federal programs, and also manages state funds through the Community Incentive Project, Mental Health Program and Detention Clinician Project. COPS is responsible for certification of detention facilities for state and federal standards compliance, and collaborative planning through seven district councils and one tribal council.

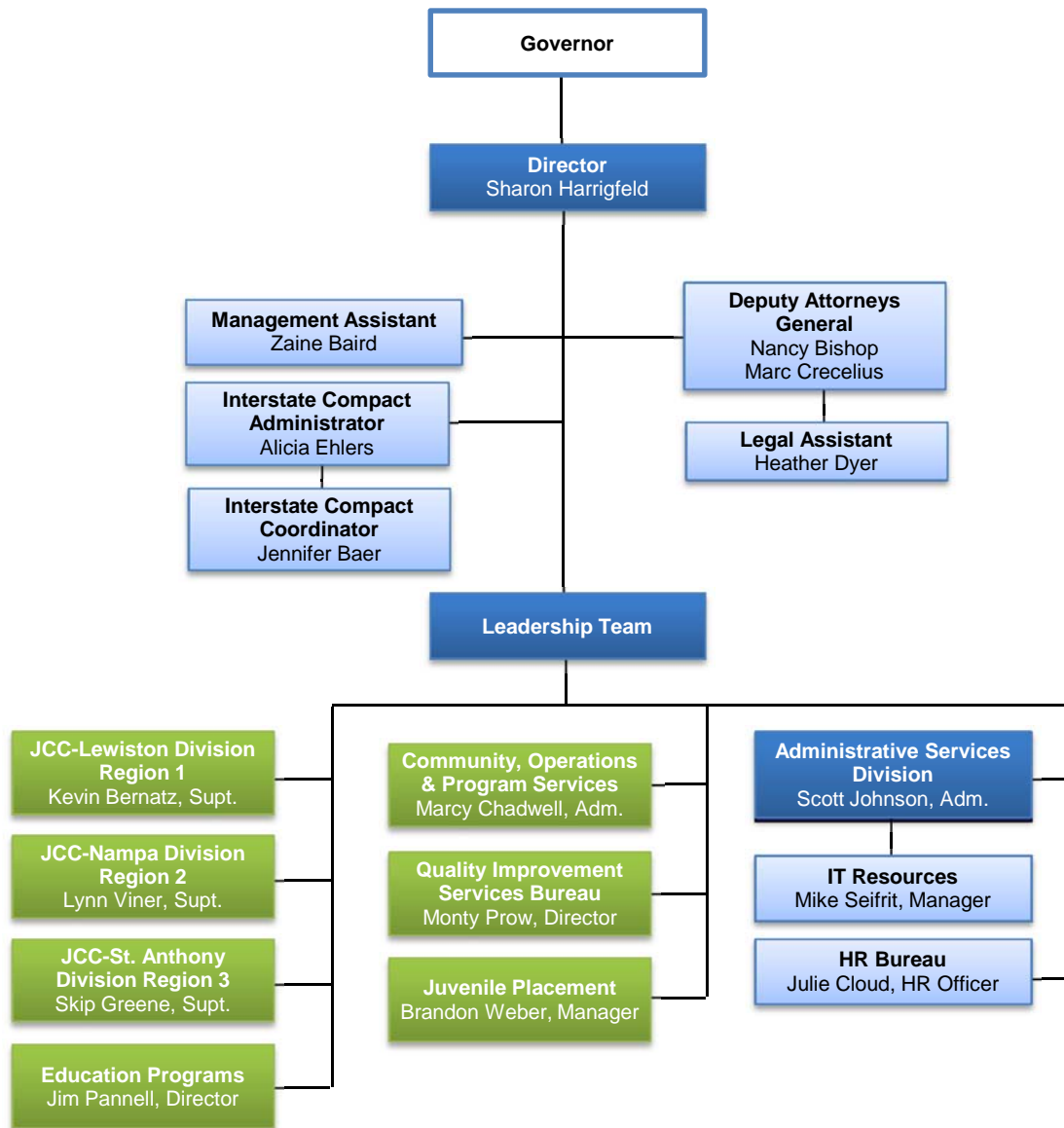
III. **INSTITUTIONS:** Juvenile Corrections operates three facilities for juvenile offenders and contracts with private residential providers for additional juvenile placements. Department programming is based on a balanced approach, and includes components of victim and community restoration, work projects, social skills development, and education. Youth presenting the highest risk to the community are placed in the Juvenile Corrections Center-St. Anthony (128 beds), the Juvenile Corrections Center-Nampa (84 beds) or the Juvenile Corrections Center-Lewiston (36 beds). JCC-Nampa provides specialized services to juveniles with co-occurring mental health and substance abuse disorders. JCC-St. Anthony operates specialized units for young women and for juvenile sex offenders. Programs at JCC-Nampa and JCC-Lewiston focus on substance abuse treatment strategies. The department's contract provider programs serve juveniles with moderate to low assessed risk.

IV. **SUBSTANCE ABUSE SERVICES:** The department received a direct appropriation, beginning in FY 2012, to provide community-based substance abuse services for juveniles with serious chemical dependency issues.

Department of Juvenile Corrections Agency Profile

Analyst: Burns

Organizational Chart



Department of Juvenile Corrections

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	404.00	39,027,400	51,675,600	404.00	39,027,400	51,675,600
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	404.00	39,027,400	51,675,600	404.00	39,027,400	51,675,600
Removal of One-Time Expenditures	0.00	(407,600)	(1,895,800)	0.00	(407,600)	(1,895,800)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2016 Base	404.00	38,619,800	49,779,800	404.00	38,619,800	49,779,800
Benefit Costs	0.00	356,200	361,800	0.00	237,400	241,200
Inflationary Adjustments	0.00	10,000	187,900	0.00	10,000	187,900
Replacement Items	0.00	159,700	401,200	0.00	159,700	401,200
Statewide Cost Allocation	0.00	17,900	17,900	0.00	17,900	17,900
Change in Employee Compensation	0.00	187,400	190,700	0.00	561,000	570,600
FY 2016 Program Maintenance	404.00	39,351,000	50,939,300	404.00	39,605,800	51,198,600
1. Juvenile Services Coordinators	2.00	135,800	135,800	2.00	135,200	135,200
2. Instructor Specialists	4.00	271,700	271,700	4.00	270,500	270,500
3. JCCL Maintenance Craftsman	1.00	42,400	42,400	0.00	0	0
4. Millennium Fund - Juvenile Intervention	0.00	0	0	0.00	0	0
5. Transfer Treatment Funds to Operating	0.00	0	0	0.00	0	0
FY 2016 Total	411.00	39,800,900	51,389,200	410.00	40,011,500	51,604,300
Change from Original Appropriation	7.00	773,500	(286,400)	6.00	984,100	(71,300)
% Change from Original Appropriation		2.0%	(0.6%)		2.5%	(0.1%)

Department of Juvenile Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	404.00	39,027,400	8,798,400	3,849,800	51,675,600

Noncognizable Funds and Transfers

Reflects Millennium Fund lump sum allocation, and transfers \$20,000 in the Miscellaneous Revenue Fund from Institutions to Administration, all of which net to zero.

Agency Request	0.00	0	0	0	0
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In addition to the adjustments described above, the Governor's recommendation includes a transfer, in the Community-Based Substance Abuse Treatment Services Program, of \$144,000 from treatment dollars appropriated in trustee & benefit payments to operating expenditures. The stated reason is "to reflect the departmental allocation." While this adjustment is recommended as ongoing, it is reversed prior to the FY 2016 Base, and then shown again as a line item for consideration by the Legislature.

Governor's Recommendation	0.00	0	0	0	0
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FY 2015 Estimated Expenditures					
Agency Request	404.00	39,027,400	8,798,400	3,849,800	51,675,600
Governor's Recommendation	404.00	39,027,400	8,798,400	3,849,800	51,675,600

Removal of One-Time Expenditures

Agency Request	0.00	(407,600)	(1,485,600)	(2,600)	(1,895,800)
Governor's Recommendation	0.00	(407,600)	(1,485,600)	(2,600)	(1,895,800)

Base Adjustments

Agency Request	0.00	0	0	0	0
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Reverses the expenditure transfer of \$144,000 from operating expenditures back into trustee & benefit payments in the Community-Based Substance Abuse Treatment Program.

Governor's Recommendation	0.00	0	0	0	0
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FY 2016 Base					
Agency Request	404.00	38,619,800	7,312,800	3,847,200	49,779,800
Governor's Recommendation	404.00	38,619,800	7,312,800	3,847,200	49,779,800

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	356,200	1,800	3,800	361,800
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	237,400	1,200	2,600	241,200
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Inflationary Adjustments

Inflationary adjustments include \$10,000 from the General Fund to cover the cost of providing treatment services to juveniles covered under the Interstate Compact; and \$177,900 in spending authority from the State Juvenile Corrections Center Endowment Income Fund to cover increased costs at the state's three juvenile corrections centers.

Agency Request	0.00	10,000	177,900	0	187,900
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Governor's Recommendation	0.00	10,000	177,900	0	187,900
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Department of Juvenile Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

ADMINISTRATION: State Juvenile Corrections Center Endowment Income Fund replacement includes \$99,600 for six vehicles with average mileage of 98,600; \$91,000 for 1,000 desktop computers; and \$40,000 for 40 security cameras. General Fund replacement includes \$61,500 for three vehicles with average mileage of 97,200; \$31,500 for 60 chairs; \$2,400 for eight meeting room tables; and \$4,000 for exterior fencing.

INSTITUTIONS: State Juvenile Corrections Center Endowment Income Fund replacement includes \$8,000 for ten security radios, \$1,400 for one steamer filter system, and \$1,500 for one floor burnisher. General Fund replacement includes \$12,800 for two commercial gas dryers, \$21,000 for 15 lunch tables, \$3,000 for one floor scrubber, \$1,500 for one automated electronic defibrillator, \$8,000 for a concrete sidewalk at the Lewiston facility, and \$14,000 for the St. Anthony education building flooring.

Agency Request	0.00	159,700	241,500	0	401,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>159,700</i>	<i>241,500</i>	<i>0</i>	<i>401,200</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Agency Request	0.00	17,900	0	0	17,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>17,900</i>	<i>0</i>	<i>0</i>	<i>17,900</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	187,400	700	2,600	190,700
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The Governor recommends a 3% increase in 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>561,000</i>	<i>1,800</i>	<i>7,800</i>	<i>570,600</i>
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FY 2016 Program Maintenance

Agency Request	404.00	39,351,000	7,734,700	3,853,600	50,939,300
<i>Governor's Recommendation</i>	<i>404.00</i>	<i>39,605,800</i>	<i>7,735,200</i>	<i>3,857,600</i>	<i>51,198,600</i>

1. Juvenile Services Coordinators

Institutions

The recent Office of Performance Evaluations Report on the Confinement of Juvenile Offenders identified reintegration of juvenile offenders as an area of the juvenile justice system that should be improved. The report noted that, despite the limited re-entry funding available to counties, reintegration is fraught with difficulties. Examples included locating a provider that offers the needed services or finding a healthy living arrangement for a juvenile. As a result, many juveniles return to the same environment where they originally got into trouble. For those juveniles who are minors at the time of release and returning to live with their family, efforts to support and educate the family should be a priority to enhance parent effectiveness and involvement to optimize the juvenile's chance for success.

Funding is requested to hire two additional juvenile services coordinators (JSC) to manage cases in the Fourth and Fifth Judicial Districts. These positions would provide case management services for juvenile offenders committed to the custody of the department and placed in either state or contract facilities. They would collaborate with facility case managers and other members of the treatment and community team to provide these services. The treatment team includes the family or guardians, the juvenile probation officer and other treatment providers that have been identified as critical to the juvenile's successful return to the community. Of the amount requested \$130,200 is ongoing and \$5,600 is one-time.

Agency Request	2.00	135,800	0	0	135,800
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The recommendation has been reduced by \$600, due to the amount necessary for health insurance.

<i>Governor's Recommendation</i>	<i>2.00</i>	<i>135,200</i>	<i>0</i>	<i>0</i>	<i>135,200</i>
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Department of Juvenile Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Instructor Specialists					Institutions
<p>Idaho Department of Juvenile Corrections' (IDJC) accredited education program has a total of 42 teaching positions. These positions include six special education teachers, eight vocational teachers, one library teacher, and 27 academic teachers throughout the three IDJC correctional facilities. In addition to teaching grades six through post secondary and preparing some students for GED testing, they must also collaborate together to develop curriculum, maintain school accreditation, evaluate student performance, administer academic testing, develop individual learning plans, and help transition students to school, college, or work. Teachers also function as full members of the rehabilitation treatment team at each facility. Teachers also report educational progress to students, parents, and other interested parties such as juvenile probation officers and judges.</p> <p>Funding is requested to hire four additional instructor specialists to fully support best practices while providing instruction to students by certified teaching staff. An accredited school is inside each IDJC facility. Research and best practice indicate that students do best when taught by highly qualified staff. Public schools have funds in their budgets to obtain substitute teachers when their employees are on leave or in training. IDJC does not have the ability to obtain substitute teachers due to specific training requirements for direct care staff and there are no funds allocated to pay substitute staff at IDJC facilities. This request will allow the department to provide time for teacher training and provide substitute teachers for the classrooms when necessary. Personnel costs for each instructor specialist are \$40,600 for salary, \$11,500 for health insurance benefits, and \$9,500 for PERSI and other variable benefits. The agency also requests \$14,000 for operating expenditures and \$11,200 for office equipment and computers for the four positions.</p>					
Agency Request	4.00	271,700	0	0	271,700
<i>The recommendation has been reduced by \$1,200, due to the amount necessary for health insurance</i>					
Governor's Recommendation	4.00	270,500	0	0	270,500
3. JCCL Maintenance Craftsman					Institutions
<p>For the Juvenile Corrections Center at Lewiston (JCCL), ongoing funding is requested to hire one additional maintenance craftsman. The department has concerns over safety that need to be addressed and other preventive maintenance tasks that need to be performed, such as plumbing, electrical, carpentry, and roofing repairs that cannot be handled with existing staff. [Ongoing]</p>					
Agency Request	1.00	42,400	0	0	42,400
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
4. Millennium Fund - Juvenile Intervention					Community, Operations, and Program Services
<p>One-time funding is requested from the Millennium Fund that will be used to prevent and reduce the use of tobacco and other substances by youth, through the engagement and leadership of judges and local juvenile justice councils. The councils and courts will collaborate to identify and implement evidence-based interventions for juveniles committing tobacco, substance abuse, and status offenses (offenses due to age, for instance; truancy, runaway, etc.). Because this request will be handled in the Millennium Fund budget, the dollar amount is not shown here [One-Time].</p>					
Agency Request	0.00	0	0	0	0
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
5. Transfer Treatment Funds to Operating					Community-Based Substance Abuse Treatment Services
Agency Request	0.00	0	0	0	0
<i>The Governor is recommending a transfer of \$151,000 in treatment dollars from trustee & benefit payments to operating expenditures for a net effect of zero. No further explanation has been provided.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2016 Total					
Agency Request	411.00	39,800,900	7,734,700	3,853,600	51,389,200
Governor's Recommendation	410.00	40,011,500	7,735,200	3,857,600	51,604,300

Department of Juvenile Corrections

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	7.00	773,500	(1,063,700)	3,800	(286,400)
% Change from Original App	1.7%	2.0%	(12.1%)	0.1%	(0.6%)
<i>Governor's Recommendation</i>					
Change from Original App	6.00	984,100	(1,063,200)	7,800	(71,300)
% Change from Original App	1.5%	2.5%	(12.1%)	0.2%	(0.1%)

Idaho Legislative Budget Book

Idaho State Police

2015 Legislative Session

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Racing Commission	3 - 103

Idaho State Police

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Brand Inspection	2,614,900	2,506,900	2,707,000	2,742,700	2,761,000
Police, Division of Idaho State	58,838,100	56,335,000	60,479,400	65,628,900	63,321,900
POST Academy	4,982,100	3,984,700	4,515,400	4,484,200	4,507,700
Racing Commission	702,900	481,100	738,600	740,100	741,300
Total:	67,138,000	63,307,700	68,440,400	73,595,900	71,331,900
BY FUND CATEGORY					
General	22,491,300	22,628,700	23,799,900	28,755,700	26,366,700
Dedicated	36,010,800	33,537,700	36,533,700	36,727,000	36,805,900
Federal	8,635,900	7,141,300	8,106,800	8,113,200	8,159,300
Total:	67,138,000	63,307,700	68,440,400	73,595,900	71,331,900
Percent Change:		(5.7%)	8.1%	7.5%	4.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	43,553,000	40,678,300	46,424,100	49,670,100	48,708,000
Operating Expenditures	14,690,800	13,447,800	15,244,600	15,820,100	15,943,200
Capital Outlay	5,671,300	6,716,600	3,865,100	5,293,100	3,838,100
Trustee/Benefit	3,128,900	2,465,000	2,812,600	2,812,600	2,842,600
Lump Sum	94,000	0	94,000	0	0
Total:	67,138,000	63,307,700	68,440,400	73,595,900	71,331,900
Full-Time Positions (FTP)	535.07	535.07	548.07	575.50	564.50

Department Description

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

Idaho State Police

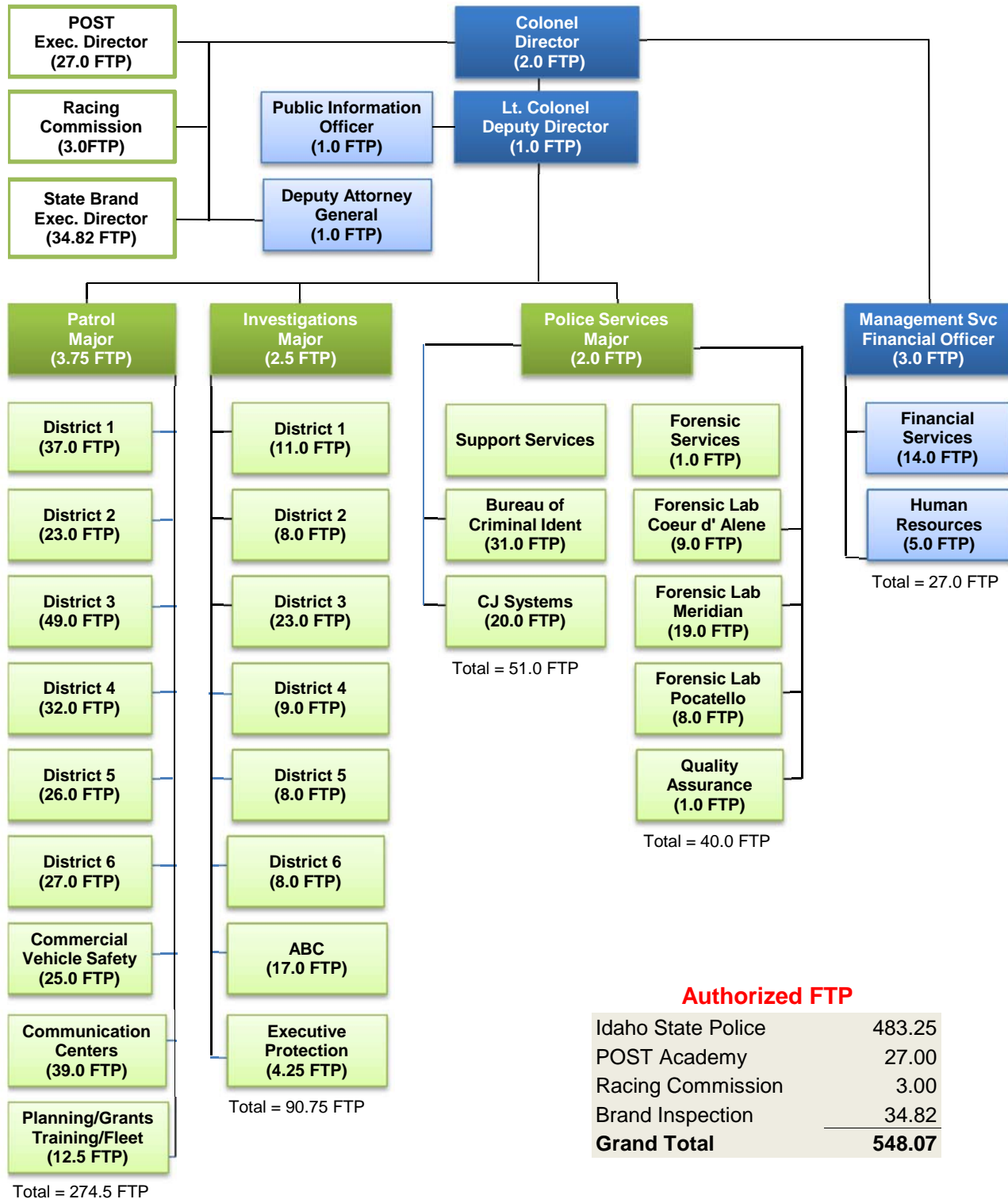
Comparative Summary

Decision Unit	Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	548.07	23,799,900	68,440,400	548.07	23,799,900	68,440,400
Reappropriation	0.00	0	312,200	0.00	0	312,200
FY 2015 Total Appropriation	548.07	23,799,900	68,752,600	548.07	23,799,900	68,752,600
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	251,100
FY 2015 Estimated Expenditures	548.07	23,799,900	68,752,600	548.07	23,799,900	69,003,700
Removal of One-Time Expenditures	0.00	(3,555,800)	(5,113,500)	0.00	(3,555,800)	(5,364,600)
Base Adjustments	0.00	0	(200)	0.00	0	(200)
FY 2016 Base	548.07	20,244,100	63,638,900	548.07	20,244,100	63,638,900
Benefit Costs	0.00	196,500	537,900	0.00	136,400	366,700
Replacement Items	0.00	3,816,500	4,350,500	0.00	3,108,200	3,642,200
Statewide Cost Allocation	0.00	(83,300)	35,600	0.00	(83,300)	35,600
Change in Employee Compensation	0.00	139,400	363,100	0.00	417,600	1,065,600
FY 2016 Program Maintenance	548.07	24,313,200	68,926,000	548.07	23,823,000	68,749,000
Line Items						
Brand Inspection						
1. Convert Brand Inspector to Full-Time	0.68	0	0	0.68	0	0
Division of Idaho State Police						
1. ILEF Fund Shift to General Fund	0.00	275,900	0	0.00	463,500	0
2. Project CHOICE	0.00	512,500	512,500	0.00	0	0
3. Patrol Officers	15.00	2,354,500	2,354,500	6.00	939,900	939,900
4. Investigation Officers	6.00	933,100	933,100	0.00	0	0
5. ILETS Control Center Personnel	2.00	0	112,700	2.00	0	112,100
6. Executive Protection Overtime	0.00	29,400	31,000	0.00	29,400	31,000
7. Investigations Overtime	0.00	75,300	75,300	0.00	75,300	75,300
8. ABC Overtime	0.00	0	40,800	0.00	0	40,800
9. Warehouse Storekeeper to Full-Time	0.75	32,700	32,700	0.75	32,400	32,400
10. Fusion Center Analysts	2.00	177,600	177,600	2.00	177,000	177,000
11. S1379 New Drugs Analysis	0.00	36,000	36,000	0.00	36,000	36,000
12. Mobile Forensic Analysis Units	0.00	0	76,000	0.00	0	76,000
13. Building Maintenance	0.00	15,500	28,700	0.00	0	13,200
14. UCR NIBRS Consultant	0.00	0	75,000	0.00	0	75,000
15. ABC Position Upgrades	0.00	0	22,900	0.00	0	22,900
16. Mill Fund/Minors' Access to Tobacco	0.00	0	0	0.00	0	0
17. ISAC Federal Grant	0.00	0	160,000	0.00	0	160,000
29. Sex Offender Management Initiative	0.00	0	0	4.00	790,200	790,200
POST Academy						
1. Building Maintenance	0.00	0	1,100	0.00	0	1,100
2. POST Videographer	1.00	0	0	1.00	0	0
FY 2016 Total	575.50	28,755,700	73,595,900	564.50	26,366,700	71,331,900
Chg from FY 2015 Orig Approp.	27.43	4,955,800	5,155,500	16.43	2,566,800	2,891,500
% Chg from FY 2015 Orig Approp.	5.0%	20.8%	7.5%	3.0%	10.8%	4.2%

Idaho State Police Agency Profile

Analyst: Burns

Organizational Chart



Idaho State Police

Agency Profile

Analyst: Burns

Non-General Fund Cash Flow

Fund/Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Request
<p>1. Idaho Law Enforcement Fund: Five percent of moneys from the Highway Distribution Fund are transferred and deposited into the Idaho Law Enforcement Fund to pay expenses incurred in maintaining and operating the Idaho State Police Division in accordance with §67-2908, Idaho Code.</p>					
Beginning Balance	1,277,200	999,500	481,200	512,900	365,800
Encumbrances as of July 1	560,900	233,300	398,300	540,300	
Other Adjustments	361,400	474,300	519,000	476,600	569,000
Cash Receipts	15,586,200	15,801,100	15,845,400	16,000,000	16,100,000
Miscellaneous Receipts	200,200	172,900	212,200	239,700	329,000
<i>Total Revenue Available</i>	<i>17,985,900</i>	<i>17,681,100</i>	<i>17,456,100</i>	<i>17,769,500</i>	<i>17,363,800</i>
Other Adjustments	14,000	5,500			
Prior Year Cash Expenditures	546,000	186,200	256,900	540,300	
Cash Expenditures	16,193,100	16,609,900	16,146,000	16,863,400	16,863,600
Prior Year Encumbrances	11,100	47,000	135,500		
Encumbrances as of June 30	222,200	351,300	404,800		
<i>Total Expenditures</i>	<i>16,986,400</i>	<i>17,199,900</i>	<i>16,943,200</i>	<i>17,403,700</i>	<i>16,863,600</i>
Ending Balance	999,500	481,200	512,900	365,800	500,200
<p>2. Idaho Law Enforcement (Project Choice) Fund: Beginning in calendar year 2007 and thereafter, vehicle registration fees were increased by \$3.00 and dedicated to the implementation of the Creating Hope, Opportunity, and Incentives for Career Employment (Project CHOICE) plan, pursuant to §49-454, and deposited into the Idaho Law Enforcement Fund (§67-2914).</p>					
Beginning Balance	835,300	1,053,800	1,145,900	1,638,300	1,621,300
Encumbrances as of July 1					
Cash Receipts	4,663,600	4,758,900	4,786,900	4,786,900	4,786,900
Miscellaneous Receipts					
<i>Total Revenue Available</i>	<i>5,498,900</i>	<i>5,812,700</i>	<i>5,932,800</i>	<i>6,425,200</i>	<i>6,408,200</i>
Other Adjustments					
Cash Expenditures	4,445,100	4,666,800	4,294,500	4,803,900	4,862,900
Encumbrances as of June 30					
<i>Total Expenditures</i>	<i>4,445,100</i>	<i>4,666,800</i>	<i>4,294,500</i>	<i>4,803,900</i>	<i>4,862,900</i>
Ending Balance	1,053,800	1,145,900	1,638,300	1,621,300	1,545,300
<p>3. Idaho Law Enforcement Telecommunications Fund: The annual access and usage fees charged to each department or agency participating in the law enforcement telecommunications network are set by the telecommunications board. All access and usage fees collected are paid into the fund (§19-5202).</p>					
Beginning Balance	807,900	790,200	647,700	596,500	445,000
Encumbrances as of July 1	3,000	105,500	26,400	28,100	
Fund Transfers					
Cash Receipts	865,000	945,600	898,400	1,472,200	1,663,400
Miscellaneous Receipts					
<i>Total Revenue Available</i>	<i>1,675,900</i>	<i>1,841,300</i>	<i>1,572,500</i>	<i>2,096,800</i>	<i>2,108,400</i>
Other Adjustments			2,300		
Prior Year Cash Expenditures	2,900	105,300			
Cash Expenditures	777,300	1,061,900	945,600	1,623,700	1,376,400
Prior Year Encumbrances			26,400	28,100	
Encumbrances as of June 30	105,500	26,400	1,700		
<i>Total Expenditures</i>	<i>885,700</i>	<i>1,193,600</i>	<i>976,000</i>	<i>1,651,800</i>	<i>1,376,400</i>
Ending Balance	790,200	647,700	596,500	445,000	732,000

Idaho State Police

Agency Profile

Analyst: Burns

Non-General Fund Cash Flow

Fund/Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Request
4. Alcohol Beverage Control Fund: Moneys that are collected by the Idaho State Police Alcohol Beverage Control from liquor, beer, and wine license and transfer fees are deposited in accordance with §23-940, §23-1025, and §23-1324, Idaho Code.					
Beginning Balance	0	0	705,100	1,273,300	1,664,800
Encumbrances as of July 1			56,000	24,100	
Cash Receipts		1,721,200	1,643,500	1,600,000	1,600,000
Miscellaneous Receipts			1,900		
<i>Total Revenue Available</i>	<i>0</i>	<i>1,721,200</i>	<i>2,406,500</i>	<i>2,897,400</i>	<i>3,264,800</i>
Other Adjustments			1,500	2,000	
Prior Year Cash Expenditures			55,300	24,100	
Cash Expenditures		960,100	1,052,300	1,206,500	1,438,500
Prior Year Encumbrances					
Encumbrances as of June 30		56,000	24,100		
<i>Total Expenditures</i>	<i>0</i>	<i>1,016,100</i>	<i>1,133,200</i>	<i>1,232,600</i>	<i>1,438,500</i>
Ending Balance	0	705,100	1,273,300	1,664,800	1,826,300
5. Drug & DWUI Enforcement Donation Fund: Includes asset forfeitures and restitution for the reasonable costs incurred by Idaho State Police (ISP) to draw blood samples, perform laboratory analysis, transport and preserve evidence, preserve evidentiary test results, and for testimony relating to the analysis in judicial proceedings including travel costs associated with the testimony. Moneys paid to the ISP are deposited into this fund (§57-816).					
Beginning Balance	978,800	1,400,200	1,477,400	1,549,300	1,440,200
Encumbrances as of July 1	116,500	133,000	60,700	67,700	
Cash Receipts	927,900	768,600	868,000	864,600	864,600
Other Adjustments		300			
<i>Total Revenue Available</i>	<i>2,023,200</i>	<i>2,302,100</i>	<i>2,406,100</i>	<i>2,481,600</i>	<i>2,304,800</i>
Other Adjustments	116,300		100		
Prior Year Cash Expenditures		84,000	39,300	67,700	
Cash Expenditures	373,700	680,000	749,700	973,700	1,097,300
Prior Year Encumbrances		48,100	5,400		
Encumbrances as of June 30	133,000	12,600	62,300		
<i>Total Expenditures</i>	<i>623,000</i>	<i>824,700</i>	<i>856,800</i>	<i>1,041,400</i>	<i>1,097,300</i>
Ending Balance	1,400,200	1,477,400	1,549,300	1,440,200	1,207,500
6. Hazardous Material/Hazardous Waste Transportation Enforcement Fund: Moneys in this fund are derived from permits issued on the transportation of hazardous waste and annual vehicle registration fees required for the endorsement of transporting hazardous materials.					
Beginning Balance	462,300	514,300	625,800	697,200	706,100
Encumbrances as of July 1		22,600	11,300		
Other Adjustments					
Cash Receipts	563,000	557,900	537,100	537,100	537,100
Miscellaneous Receipts	2,800	2,200	11,600	2,400	2,400
<i>Total Revenue Available</i>	<i>1,028,100</i>	<i>1,097,000</i>	<i>1,185,800</i>	<i>1,236,700</i>	<i>1,245,600</i>
Prior Year Cash Expenditures		22,600	11,300		
Cash Expenditures	491,200	437,300	477,300	530,600	641,400
Prior Year Encumbrances					
Encumbrances as of June 30	22,600	11,300			
<i>Total Expenditures</i>	<i>513,800</i>	<i>471,200</i>	<i>488,600</i>	<i>530,600</i>	<i>641,400</i>
Ending Balance	514,300	625,800	697,200	706,100	604,200

Idaho State Police

Agency Profile

Analyst: Burns

Non-General Fund Cash Flow

Fund/Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Request
7. Peace Officers Training Fund: Moneys in this fund include a court fee of \$15.00 for peace officer standards and training purposes to be paid by each person found guilty of any felony or misdemeanor or found to have committed an infraction, or any minor traffic, conservation, or ordinance violation; a portion of all civil fees and court fees on traffic infractions collected by the courts on behalf of the state; misdemeanor probation fees; and dormitory fees, tuition from self-sponsored students, nonrefundable processing fees, and refunds from officers that quit law enforcement prior to the end of their agreement.					
Beginning Balance	886,900	744,600	897,800	859,900	551,400
Encumbrances as of July 1	74,200	244,400	218,200	175,100	
Other Adjustments	14,600	200	(1,100)		
Cash Receipts	3,219,600	3,816,800	3,818,100	3,831,000	3,831,000
Miscellaneous Receipts					
<i>Total Revenue Available</i>	<i>4,195,300</i>	<i>4,806,000</i>	<i>4,933,000</i>	<i>4,866,000</i>	<i>4,382,400</i>
Prior Year Cash Expenditures	71,500	243,900	161,600	175,100	
Cash Expenditures	3,134,800	3,446,100	3,736,400	4,139,500	4,014,700
Prior Year Encumbrances			56,500		
Encumbrances as of June 30	241,800	218,200	118,600		
<i>Total Expenditures</i>	<i>3,450,700</i>	<i>3,908,200</i>	<i>4,073,100</i>	<i>4,314,600</i>	<i>4,014,700</i>
Ending Balance	744,600	897,800	859,900	551,400	367,700
8. Miscellaneous Revenue Fund: Includes a 5% tax on the wholesale price of tobacco products, payment for capitol mall security, receipts from trainees at POST, fingerprint fees, and wine shippers registration and renewal fees.					
Beginning Balance	767,300	667,500	1,462,200	2,826,300	3,293,800
Encumbrances as of July 1	11,500	39,700	10,600	19,800	
Other Adjustments		1,400	548,600		
Cash Receipts	2,503,900	3,157,200	3,259,300	3,428,000	3,429,700
Miscellaneous Receipts			5,600		
<i>Total Revenue Available</i>	<i>3,282,700</i>	<i>3,865,800</i>	<i>5,286,300</i>	<i>6,274,100</i>	<i>6,723,500</i>
Other Adjustments	35,500				
Prior Year Cash Expenditures	11,500	39,700	10,600	19,800	
Cash Expenditures	2,528,500	2,353,300	2,429,600	2,960,500	3,048,400
Prior Year Encumbrances					
Encumbrances as of June 30	39,700	10,600	19,800		
<i>Total Expenditures</i>	<i>2,615,200</i>	<i>2,403,600</i>	<i>2,460,000</i>	<i>2,980,300</i>	<i>3,048,400</i>
Ending Balance	667,500	1,462,200	2,826,300	3,293,800	3,675,100
9. State Brand Board Fund: Moneys in this fund are derived from a variety of fees charged for annual brand inspections; livestock ownership and transportation certificates and brand renewals; sale, assignment, or transfer of livestock; brand inspection services at livestock auctions; and other reimbursements for services rendered.					
Beginning Balance	10,700	12,900	29,400	22,600	21,200
Encumbrances as of July 1					
Fund Transfers	262,000	251,000	132,000	461,500	501,500
Cash Receipts	2,103,900	2,243,900	2,368,100	2,244,100	2,244,100
<i>Total Revenue Available</i>	<i>2,376,600</i>	<i>2,507,800</i>	<i>2,529,500</i>	<i>2,728,200</i>	<i>2,766,800</i>
Other Adjustments					
Cash Expenditures	2,363,700	2,478,400	2,506,900	2,707,000	2,742,700
Planned Reversion					
Encumbrances as of June 30					
<i>Total Expenditures</i>	<i>2,363,700</i>	<i>2,478,400</i>	<i>2,506,900</i>	<i>2,707,000</i>	<i>2,742,700</i>
Ending Balance	12,900	29,400	22,600	21,200	24,100

Idaho State Police

Agency Profile

Analyst: Burns

Non-General Fund Cash Flow

Fund/Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Request
10. Idaho State Racing Commission Fund: Each licensee conducting the pari-mutuel system for live or simulcast horse races shall distribute 1.25% of gross daily receipts to the racing commission fund and .75% of any exotic wagers. In addition, each individual participating at any race meet must secure a license from the commission.					
Beginning Balance	125,700	278,500	370,100	281,900	171,100
Encumbrances as of July 1				21,800	
Fund Transfers					
Cash Receipts	417,100	403,400	353,900	487,800	487,800
Miscellaneous Receipts			35,800		
<i>Total Revenue Available</i>	<i>542,800</i>	<i>681,900</i>	<i>759,800</i>	<i>791,500</i>	<i>658,900</i>
Other Adjustments			10,300		
Prior Year Cash Expenditures				21,800	
Cash Expenditures	264,300	311,800	445,800	598,600	600,100
Planned Reversion					
Prior Year Encumbrances					
Encumbrances as of June 30			21,800		
<i>Total Expenditures</i>	<i>264,300</i>	<i>311,800</i>	<i>477,900</i>	<i>620,400</i>	<i>600,100</i>
Ending Balance	278,500	370,100	281,900	171,100	58,800
11. Federal Grant Fund: Includes moneys received from the federal government for various activities and programs.					
Beginning Balance	122,300	(631,500)	1,147,300	1,961,600	2,365,700
Encumbrances as of July 1	2,395,600	702,400	338,400	627,100	
Other Adjustments	160,200				
Cash Receipts	6,887,300	9,651,800	7,959,300	8,510,900	6,713,300
Miscellaneous Receipts					
<i>Total Revenue Available</i>	<i>9,565,400</i>	<i>9,722,700</i>	<i>9,445,000</i>	<i>11,099,600</i>	<i>9,079,000</i>
Other Adjustments		248,200	3,800		
Prior Year Cash Expenditures	2,055,900	512,600	338,400	627,100	
Cash Expenditures	7,438,600	7,476,200	6,514,100	8,106,800	8,113,200
Prior Year Encumbrances	338,300	185,000			
Encumbrances as of June 30	364,100	153,400	627,100		
<i>Total Expenditures</i>	<i>10,196,900</i>	<i>8,575,400</i>	<i>7,483,400</i>	<i>8,733,900</i>	<i>8,113,200</i>
Ending Balance	(631,500)	1,147,300	1,961,600	2,365,700	965,800

Brand Inspection

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	2,614,900	2,506,900	2,707,000	2,742,700	2,761,000
Percent Change:		(4.1%)	8.0%	1.3%	2.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,145,700	2,042,800	2,236,300	2,268,300	2,286,600
Operating Expenditures	384,700	355,600	386,200	374,900	374,900
Capital Outlay	84,500	108,500	84,500	99,500	99,500
Total:	2,614,900	2,506,900	2,707,000	2,742,700	2,761,000
Full-Time Positions (FTP)	34.82	34.82	34.82	35.50	35.50

Division Description

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

Brand Inspection

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	34.82	0	2,707,000	34.82	0	2,707,000
Removal of One-Time Expenditures	0.00	0	(102,700)	0.00	0	(102,700)
FY 2016 Base	34.82	0	2,604,300	34.82	0	2,604,300
Benefit Costs	0.00	0	32,200	0.00	0	21,400
Replacement Items	0.00	0	99,500	0.00	0	99,500
Statewide Cost Allocation	0.00	0	(11,300)	0.00	0	(11,300)
Change in Employee Compensation	0.00	0	18,000	0.00	0	47,100
FY 2016 Program Maintenance	34.82	0	2,742,700	34.82	0	2,761,000
1. Convert Brand Inspector to Full-Time	0.68	0	0	0.68	0	0
FY 2016 Total	35.50	0	2,742,700	35.50	0	2,761,000
Change from Original Appropriation	0.68	0	35,700	0.68	0	54,000
% Change from Original Appropriation			1.3%			2.0%

Brand Inspection

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	34.82	0	2,707,000	0	2,707,000
Removal of One-Time Expenditures					
Agency Request	0.00	0	(102,700)	0	(102,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(102,700)</i>	<i>0</i>	<i>(102,700)</i>
FY 2016 Base					
Agency Request	34.82	0	2,604,300	0	2,604,300
<i>Governor's Recommendation</i>	<i>34.82</i>	<i>0</i>	<i>2,604,300</i>	<i>0</i>	<i>2,604,300</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	32,200	0	32,200
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>21,400</i>	<i>0</i>	<i>21,400</i>
Replacement Items					
From the State Brand Board Fund, replacement items include \$97,500 for five vehicles and \$2,000 for two computers.					
Agency Request	0.00	0	99,500	0	99,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>99,500</i>	<i>0</i>	<i>99,500</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.					
Agency Request	0.00	0	(11,300)	0	(11,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(11,300)</i>	<i>0</i>	<i>(11,300)</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	18,000	0	18,000
<i>The Governor recommends a 3% increase in 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>47,100</i>	<i>0</i>	<i>47,100</i>
FY 2016 Program Maintenance					
Agency Request	34.82	0	2,742,700	0	2,742,700
<i>Governor's Recommendation</i>	<i>34.82</i>	<i>0</i>	<i>2,761,000</i>	<i>0</i>	<i>2,761,000</i>
1. Convert Brand Inspector to Full-Time					
Brand Inspection					
Converts a part-time brand inspector to full-time to cover the Burley/Cassia County area of operation due to the opening of a new cattle slaughtering plant. This plant increases brand inspection services equating to at least three visits to the plant per day. The cost of increasing this position from part-time to full-time can be handled within the existing appropriation.					
Agency Request	0.68	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.68</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Total					
Agency Request	35.50	0	2,742,700	0	2,742,700
<i>Governor's Recommendation</i>	<i>35.50</i>	<i>0</i>	<i>2,761,000</i>	<i>0</i>	<i>2,761,000</i>

Brand Inspection

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.68	0	35,700	0	35,700
% Change from Original App	2.0%		1.3%		1.3%
<i>Governor's Recommendation</i>					
Change from Original App	0.68	0	54,000	0	54,000
% Change from Original App	2.0%		2.0%		2.0%

Division of Idaho State Police

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Director's Office	2,566,400	2,509,200	2,627,900	2,483,100	2,509,400
Executive Protection	590,600	550,900	547,500	535,200	540,700
Investigations	8,420,100	7,890,900	8,556,000	9,940,600	8,909,900
Patrol	34,856,600	33,233,100	34,675,600	38,238,400	36,114,700
Law Enforcement Programs	2,052,600	1,863,600	1,995,600	2,148,000	2,162,600
Support Services	6,044,000	5,764,800	7,154,900	7,188,500	8,015,100
Forensic Services	4,307,800	4,522,500	4,921,900	5,095,100	5,069,500
Total:	58,838,100	56,335,000	60,479,400	65,628,900	63,321,900
BY FUND CATEGORY					
General	22,491,300	22,628,700	23,799,900	28,755,700	26,366,700
Dedicated	27,967,100	26,600,200	28,829,400	29,017,600	29,053,300
Federal	8,379,700	7,106,100	7,850,100	7,855,600	7,901,900
Total:	58,838,100	56,335,000	60,479,400	65,628,900	63,321,900
Percent Change:		(4.3%)	7.4%	8.5%	4.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	38,925,200	36,607,400	41,638,300	44,781,600	43,776,800
Operating Expenditures	11,923,500	11,223,500	12,369,700	13,037,400	13,160,200
Capital Outlay	4,891,900	6,148,000	3,700,700	5,133,200	3,678,200
Trustee/Benefit	3,003,500	2,356,100	2,676,700	2,676,700	2,706,700
Lump Sum	94,000	0	94,000	0	0
Total:	58,838,100	56,335,000	60,479,400	65,628,900	63,321,900
Full-Time Positions (FTP)	470.25	470.25	483.25	509.00	498.00

Division Description

Director's Office: Provides administrative and policy support to the entire department. Included within this program are the director's office, legal services, human resources, financial services, and procurement.

Executive Protection: Provides protection for Idaho's Governor and First Lady. Currently, two officers are assigned to escort and protect them at all events, while they are representing Idaho. It also provides protection to the Legislature during session, Supreme Court security, and officer support for capitol mall security.

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

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

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

Support Services: Includes the criminal identification section which provides wanted persons and stolen property information to law enforcement in the field; maintains sex offender and other registries; and supports information systems.

Forensic Services: Assists law enforcement agencies through evidence gathering, laboratory examinations, analysis and training; performs DNA analysis; and maintains the Combined DNA Index System (CODIS) database.

Division of Idaho State Police

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	483.25	23,799,900	60,479,400	483.25	23,799,900	60,479,400
Noncognizable Funds and Transfers	0.00	0	6,000	0.00	0	257,100
FY 2015 Estimated Expenditures	483.25	23,799,900	60,485,400	483.25	23,799,900	60,736,500
Removal of One-Time Expenditures	0.00	(3,555,800)	(4,596,400)	0.00	(3,555,800)	(4,847,500)
Base Adjustments	0.00	0	(200)	0.00	0	(200)
FY 2016 Base	483.25	20,244,100	55,888,800	483.25	20,244,100	55,888,800
Benefit Costs	0.00	196,500	475,600	0.00	136,400	324,200
Replacement Items	0.00	3,816,500	4,189,400	0.00	3,108,200	3,481,100
Statewide Cost Allocation	0.00	(83,300)	82,400	0.00	(83,300)	82,400
Change in Employee Compensation	0.00	139,400	323,900	0.00	417,600	963,600
FY 2016 Program Maintenance	483.25	24,313,200	60,960,100	483.25	23,823,000	60,740,100
1. ILEF Fund Shift to General Fund	0.00	275,900	0	0.00	463,500	0
2. Project CHOICE	0.00	512,500	512,500	0.00	0	0
3. Patrol Officers	15.00	2,354,500	2,354,500	6.00	939,900	939,900
4. Investigation Officers	6.00	933,100	933,100	0.00	0	0
5. ILETS Control Center Personnel	2.00	0	112,700	2.00	0	112,100
6. Executive Protection Overtime	0.00	29,400	31,000	0.00	29,400	31,000
7. Investigations Overtime	0.00	75,300	75,300	0.00	75,300	75,300
8. ABC Overtime	0.00	0	40,800	0.00	0	40,800
9. Warehouse Storekeeper to Full-Time	0.75	32,700	32,700	0.75	32,400	32,400
10. Fusion Center Analysts	2.00	177,600	177,600	2.00	177,000	177,000
11. S1379 New Drugs Analysis	0.00	36,000	36,000	0.00	36,000	36,000
12. Mobile Forensic Analysis Units	0.00	0	76,000	0.00	0	76,000
13. Building Maintenance	0.00	15,500	28,700	0.00	0	13,200
14. UCR NIBRS Consultant	0.00	0	75,000	0.00	0	75,000
15. ABC Position Upgrades	0.00	0	22,900	0.00	0	22,900
16. Mill Fund/Minors' Access to Tobacco	0.00	0	0	0.00	0	0
17. ISAC Federal Grant	0.00	0	160,000	0.00	0	160,000
29. Sex Offender Management Initiative	0.00	0	0	4.00	790,200	790,200
FY 2016 Total	509.00	28,755,700	65,628,900	498.00	26,366,700	63,321,900
Change from Original Appropriation	25.75	4,955,800	5,149,500	14.75	2,566,800	2,842,500
% Change from Original Appropriation		20.8%	8.5%		10.8%	4.7%

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	483.25	23,799,900	28,829,400	7,850,100	60,479,400

Noncognizable Funds and Transfers

Reflects Millennium Fund lump sum allocation, FTP adjustments, transfers between ISP programs, expenditure class transfers, and reallocation of Project CHOICE funding across programs within the department for a net effect of zero, department-wide.

Agency Request	0.00	0	6,000	0	6,000
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The Governor's recommendation also includes \$251,100 in noncognizable federal spending authority granted by the Division of Financial Management for FY 2015 in the Support Services Program.

Governor's Recommendation	0.00	0	6,000	251,100	257,100
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FY 2015 Estimated Expenditures					
Agency Request	483.25	23,799,900	28,835,400	7,850,100	60,485,400
Governor's Recommendation	483.25	23,799,900	28,835,400	8,101,200	60,736,500

Removal of One-Time Expenditures

Agency Request	0.00	(3,555,800)	(723,000)	(317,600)	(4,596,400)
Governor's Recommendation	0.00	(3,555,800)	(723,000)	(568,700)	(4,847,500)

Base Adjustments

Reflects transfers between programs for a net effect of zero, and eliminates remaining federal dollars in the Law Enforcement Program.

Agency Request	0.00	0	0	(200)	(200)
Governor's Recommendation	0.00	0	0	(200)	(200)

FY 2016 Base					
Agency Request	483.25	20,244,100	28,112,400	7,532,300	55,888,800
Governor's Recommendation	483.25	20,244,100	28,112,400	7,532,300	55,888,800

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	196,500	259,800	19,300	475,600
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	136,400	174,400	13,400	324,200
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Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

DIRECTOR'S OFFICE: General Fund replacement includes \$2,000 for one printer.
INVESTIGATIONS: General Fund replacement includes \$97,300 for 54 RAID vests, \$237,300 for nine vehicles, and \$16,200 for vehicle equipment and installation.
PATROL: General Fund replacement includes \$30,000 for 30 ballistic vests, \$2,049,500 for 50 sedans, \$197,000 for four 4x4 vehicles, \$46,200 for two unmarked vehicles, \$150,000 for ten dispatch consoles furniture, \$48,000 for 12 car mounted reconstruction instruments, and \$253,900 in operating for vehicle equipment and installation. Law Enforcement Fund-Unified Carrier Registration replacement includes \$98,500 for two vehicles and \$7,400 in operating for vehicle equipment and installation. Hazardous Materials/Hazardous Waste Fund replacement includes \$98,500 for two vehicles and \$7,400 in operating for vehicle equipment and installation. Federal Grant Fund replacement includes \$98,500 for two vehicles, \$5,000 for two laptops, and \$7,400 in operating for vehicle equipment and installation.
LAW ENFORCEMENT PROGRAMS: Alcohol Beverage Fund replacement includes \$23,100 for one vehicle and \$1,800 for vehicle equipment and installation.
SUPPORT SERVICES: General Fund replacement includes \$201,600 for 28 network switches, \$15,300 for network integrated service routers, \$40,000 for two network storage, \$30,000 for two virtual host servers, \$90,000 for three large servers, \$40,000 for four mid-size servers, and \$4,000 for one security coded access/identification card printer. Idaho Law Enforcement Telecommunications Fund replacement includes \$25,300 for one vehicle.
FORENSIC SERVICES: General Fund replacement includes \$75,400 for one digital imaging software suite update, \$135,000 for one gas chromatograph/mass spectrometer, and \$57,800 for two vehicles.

Agency Request	0.00	3,816,500	262,000	110,900	4,189,400
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DIRECTOR'S OFFICE: Same as request.
INVESTIGATIONS: Recommends \$97,300 for vests, and \$84,900 for three vehicles.
PATROL: Recommends \$30,000 for 30 ballistic vests, \$2,155,200 for 51 vehicles, \$227,200 for vehicle equipment and installation, \$150,000 for ten dispatch consoles, \$48,000 for 12 car-mounted reconstruction instruments, and \$5,000 for two laptops.
LAW ENFORCEMENT PROGRAMS: Same as request.
SUPPORT SERVICES: Same as request.
FORENSICS: Recommends \$75,400 for imaging software, and \$135,000 for one spectrometer.

Governor's Recommendation	0.00	3,108,200	262,000	110,900	3,481,100
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Agency Request	0.00	(83,300)	162,000	3,700	82,400
Governor's Recommendation	0.00	(83,300)	162,000	3,700	82,400

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	139,400	156,600	27,900	323,900
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	417,600	465,900	80,100	963,600
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FY 2016 Program Maintenance					
Agency Request	483.25	24,313,200	28,952,800	7,694,100	60,960,100
Governor's Recommendation	483.25	23,823,000	29,176,700	7,740,400	60,740,100

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. ILEF Fund Shift to General Fund					Patrol
<p>Five percent of moneys from the Highway Distribution Account (HDA) are transferred and deposited into the Idaho Law Enforcement Fund (ILEF) to pay expenses incurred in maintaining and operating the Idaho State Police Division in accordance with Section 67-2908, Idaho Code. For FY 2016 and after, excluding revenue received from the Uniform Carrier Registration Program, the Idaho Transportation Department's (ITD) Economic and Research Section estimates that the ILEF will receive a \$16.1 million distribution from the HDA. This level of revenue is insufficient to support the Idaho State Police at the requested level and still retain a balance sufficient enough to cover the first payroll in FY 2017. A fund shift from the ILEF to the General Fund is therefore requested.</p>					
Agency Request	0.00	275,900	(275,900)	0	0
<p><i>The Governor recommends a fund shift of \$108,600 for benefit cost increases, and \$354,900 for Change in Employee Compensation from the Law Enforcement Fund to the General Fund due to insufficient revenue.</i></p>					
Governor's Recommendation	0.00	463,500	(463,500)	0	0

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Project CHOICE

Patrol

The 2006 Idaho Legislature passed H602a, which created a dedicated funding source specifically for Project CHOICE (Creating Hope, Opportunity and Incentives for Career Employment). Project CHOICE is an ongoing pay plan complete with career ladders for Idaho State Police (ISP) commissioned officers, dispatch personnel, and forensics personnel; and is funded with a three dollar vehicle registration fee. CHOICE is performance-based, attaching enhanced pay to training, certification, specialties or skills for the period during which the skills are actively used.

In FY 2010, ISP experienced a shortfall of \$2,806,600 in the Idaho Law Enforcement Fund (ILEF) that was shifted to the Idaho Law Enforcement (Project CHOICE) Fund. In FY 2011, another \$1,098,800 was shifted from the Law Enforcement Fund, and \$2,169,000 shifted from the General Fund to the Project CHOICE Fund to help cover certain shortfalls in those two accounts. In FY 2012, \$1,431,100 was shifted back to the General Fund, and \$3,488,400 was shifted back to the Law Enforcement Fund. Then in FY 2014, another \$544,500 was shifted back to the General Fund, and in FY 2015, the remaining \$193,400 was shifted from the Project CHOICE Fund to the General Fund.

Since the 5% distribution from the Highway Distribution Account to the Idaho Law Enforcement Fund remains flat, ISP is requesting that the General Fund cover the remaining balance due Project Choice. This will allow the department to implement the fifth and final year of Project CHOICE awards.

TABLE VIEW:

YEAR	GENERAL	ILEF	CHOICE
2010		(\$2,806,600)	\$2,806,600
2011	(\$2,169,000)	(\$1,098,800)	(\$3,267,800)
2012	\$1,431,100	\$3,488,400	(\$4,919,500)
2013			
2014	\$544,500		(\$544,500)
2015	\$193,400		(\$193,400)
SUB	0	(\$417,000)	\$417,000
2013 Ben/CEC			\$ 47,200
2014 Benefits			\$ 17,200
2015 Ben/CEC			\$ 20,700
2016 Ben/CEC			\$ 10,400
GENERAL FUND REQUEST			\$512,500

Agency Request	0.00	512,500	0	0	512,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. Patrol Officers

Patrol

A recent Idaho State Police Allocation Model (PAM) study, identified a need for 94 additional troopers to adequately provide public safety across the state. Over the years as Idaho's population and number of registered vehicles have increased, so has the demand for increased service from the Idaho State Police (ISP). According to the department, there are many times and locations throughout Idaho, where at any particular time there are no troopers available to respond to emergencies in a timely manner. Five of six districts are not able to provide 24-hour patrol coverage. In order to provide for enhanced quality traffic safety enforcement on state and interstate highways and to ensure safe roadways for all of the motoring public, funding for 15.00 patrol officers is requested in FY 2016 with the remaining need to be built upon in future years. Of the amount requested, \$1,266,500 is ongoing, and \$1,088,000 is one-time.

CALCULATION (May not add due to rounding):

PERSONNEL

\$ 46,300 Salary @ 80% of Policy (\$22.26 per hour)
 \$ 11,500 Health Benefits
 \$ 11,000 Variable Benefits
 \$ 68,800 SUBTOTAL SALARY & BENEFITS @ 80% of Policy
 \$ 4,600 Overtime Pay
 \$ 1,100 Overtime Variable Benefits
 \$ 74,500 PERSONNEL COST TOTAL PER PATROL OFFICER

OPERATING EXPENDITURES

\$ 9,900 Ongoing
 \$ 12,700 One-Time
 \$ 22,600 OPERATING EXPENDURE TOTAL PER PATROL OFFICER

\$ 59,800 CAPITAL OUTLAY TOTAL PER PATROL OFFICER

\$156,900 GRAND TOTAL PER PATROL OFFICER

Agency Request	15.00	2,354,500	0	0	2,354,500
<i>The Governor recommends funding for six additional troopers.</i>					
<i>Governor's Recommendation</i>	<i>6.00</i>	<i>939,900</i>	<i>0</i>	<i>0</i>	<i>939,900</i>

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Investigation Officers

Investigations

The Idaho State Police Investigations Program supports every law enforcement agency within the state in working complex, large scale drug trafficking cases and complex or high profile criminal cases. Many cases take significant resources, time, and manpower to fully investigate and ultimately prosecute. As technology has become integrated within the criminal culture, cases have become even more complex and require additional time and resources. A recent Idaho State Police Allocation Model (PAM) study determined that 12 detectives are needed to maintain current caseloads. This requested funding level is to hire six. Of the amount requested, \$600,500 is ongoing and \$332,600 is one-time.

CALCULATION:

PERSONNEL

\$ 52,300 Salary @ 80% of Policy (\$25.17 per hour)
 \$ 11,500 Health Benefits
 \$ 12,400 Variable Benefits
 \$ 76,200 SUBTOTAL SALARY & BENEFITS @ 80% of Policy
 \$ 1,100 Requested Increase of Salary above Policy to \$25.70 per hour
 \$ 300 Variable Benefits @ \$25.70 per hour
 \$ 77,600 SUBTOTAL SALARY & BENEFITS @ \$25.70
 \$ 3,400 Overtime Pay
 \$ 800 Overtime Variable Benefits
 \$ 81,800 PERSONNEL COST TOTAL

OPERATING EXPENDITURES

\$ 18,300 Ongoing
 \$ 8,100 One-Time
 \$ 26,400 OPERATING EXPEND TOTAL

\$ 47,300 CAPITAL OUTLAY TOTAL

\$155,500 GRAND TOTAL PER FTP

Agency Request	6.00	933,100	0	0	933,100
<i>Not 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>

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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5. ILETS Control Center Personnel

Support Services

Ongoing funding from the Idaho Law Enforcement Telecommunications Fund (ILETS) is requested to hire two IT systems operators. The Idaho Public Safety and Security Information System is mandated by statute Title 19 Chapter 52 to provide an efficient law enforcement information system available to all state and local agencies. Currently a staff of five, working a 12-hour shift schedule, operates 24/7 to maintain/operate equipment and provide live technical and operational support to the users of the system. Due to the current staffing level, as employees use vacation, sick, holiday leave, or compensatory time off, other employees are accruing overtime to maintain shift coverage. Two additional positions will provide the department with the ability to change from 12-hour to 10-hour shifts allowing for vacation, sick time, and employee training coverage. This request is in addition to the \$1,144,400 and two positions provided in FY 2015.

CALCULATION:

PERSONNEL

\$ 32,500 Salary @ 80% of Policy (\$15.62 per hour)
 \$ 11,500 Health Benefits
 \$ 7,600 Variable Benefits
 \$ 51,600 SUBTOTAL SALARY & BENEFITS @ 80% of Policy
 \$ 200 Requested Increase of Salary above Policy to \$15.72 per hour
 \$ 0 Variable Benefits @ \$25.70 per hour
 \$ 51,800 SUBTOTAL SALARY & BENEFITS @ \$25.70
 \$ 1,600 Shift Differential @ 5%
 \$ 400 Shift Differential Variable Benefits
 \$ 53,800 PERSONNEL COST TOTAL

\$ 2,500 OPERATING EXPENDITURES: Employee Development

\$ 56,300 TOTAL COST PER FTP REQUESTED

Agency Request	2.00	0	112,700	0	112,700
<i>The recommendation has been reduced by \$600, due to the amount necessary for health insurance.</i>					
Governor's Recommendation	2.00	0	112,100	0	112,100

6. Executive Protection Overtime

Executive Protection

Ongoing funding is requested to pay for overtime generated by four full-time positions, and by other ISP commissioned personnel temporarily assigned to assist with executive protection duties. The mission of the program is to protect the Governor and immediate family, Lt. Governor and immediate family, Supreme Court, Court of Appeals, both houses of the Legislature while in session, and to provide Capitol Mall security support. Because this program is minimally staffed, it must operate with a great deal of flexibility and adaptability concerning scheduling and shift lengths. Given the nature of responsibilities and the minimal resources that can be utilized, officers frequently work long shifts with limited ability to take time off.

Agency Request	0.00	29,400	1,600	0	31,000
Governor's Recommendation	0.00	29,400	1,600	0	31,000

7. Investigations Overtime

Investigations

Currently, the Idaho State Police pays up to 30 hours of overtime at the end of every 160 hour cycle to ensure criminal cases are completed in a timely manner for successful prosecution. Detectives are required to take time off in order not to exceed the agency imposed 30 hour cap, disrupting critical investigations and the ability to safely conduct operations. Ongoing funding is requested to help cover accrued overtime.

Agency Request	0.00	75,300	0	0	75,300
Governor's Recommendation	0.00	75,300	0	0	75,300

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
8. ABC Overtime					Law Enforcement Programs
<p>Alcohol Beverage Control (ABC) is responsible for enforcement and regulation of over 5,000 alcohol beverage control licenses statewide. In FY 2013, ABC added ten commissioned officers. ABC detectives provide education, support, and enforcement to ensure compliance with Idaho Code and rules pertaining to alcohol sales, distribution, and manufacturing. As ABC detectives have been hired and placed throughout the state, they have identified and dealt with various issues resulting from the lack of a regulatory presence and enforcement over the years. As a result, detectives have generated overtime in performing their duties. Due to the lack of paying overtime, they have been forced to flex their time and take time-off to maintain their comp time below a 30-hour cap. Ongoing funding is requested to remedy this situation.</p>					
Agency Request	0.00	0	40,800	0	40,800
Governor's Recommendation	0.00	0	40,800	0	40,800

9. Warehouse Storekeeper to Full-Time **Director's Office**

Currently, a staff of one full-time and one part-time employee perform the ISP warehouse storekeeper function. Based on a time study conducted by the department, the weekly workload of these positions is 112 hours, but with available resources can only provide 59 hours of coverage. They claim that this lack of time leads to increased errors, reduced opportunities for performing substantial and or meaningful market analysis and price comparisons, and reduced return on sale of surplus inventory. Ongoing funding is requested to upgrade a part-time storekeeper to full-time.

CALCULATION:
 PERSONNEL
 \$ 27,800 Salary @ 80% of Policy (\$13.36 per hour)
 \$ 11,500 Health Benefits
 \$ 6,500 Variable Benefits
 \$ 45,800 SUBTOTAL SALARY & BENEFITS @ 80% of Policy
 \$(12,100) Salary Funded as 0.25 FTP @ \$12.28 per hour
 \$ (1,300) Variable Benefits @ \$12.28 per hour
 \$ 32,400 PERSONNEL COST TOTAL

\$ 300 OPERATING EXPENDITURES: Training

\$ 32,700 GRAND TOTAL

Agency Request	0.75	32,700	0	0	32,700
<i>The recommendation has been reduced by \$300, due to the amount necessary for health insurance.</i>					
Governor's Recommendation	0.75	32,400	0	0	32,400

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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10. Fusion Center Analysts

Investigations

The Idaho Criminal Intelligence Center (ICIC), Idaho's designated Fusion Center, provides criminal case support to state, local and federal law enforcement agencies through the timely analysis of evidence involved in criminal cases. A central criminal information-sharing location benefits the entire state by having a "one stop shop" for case support and Idaho homeland security protection. Since 2008, ICIC has been funded by various federal grants with primary support from the Idaho Bureau of Homeland Security (BHS). BHS federal funding changes year-to-year with no guarantee ISP will receive funds to continue operation. Funding is requested to hire two full-time ISP investigative assistants at ICIC headquarters in Meridian. Unless ongoing funding is identified, ICIC may either cease operations or severely limit what services it provides. Of the amount requested \$174,900 is ongoing and \$2,700 is one-time.

CALCULATION:

PERSONNEL

\$ 36,600 Salary @ 80% of Policy (\$17.61 per hour)
 \$ 11,500 Health Benefits
 \$ 8,600 Variable Benefits
 \$ 56,700 SUBTOTAL SALARY & BENEFITS @ 80% of Policy
 \$ 11,200 Requested Increase of Salary above Policy to \$23.00 per hour
 \$ 2,600 Variable Benefits @ \$23.00 per hour
 \$ 70,500 SUBTOTAL SALARY & BENEFITS @ \$23.00
 \$ 2,500 Overtime Pay
 \$ 600 Overtime Variable Benefits
 \$ 73,600 PERSONNEL COST TOTAL

\$ 11,100 OPERATING EXPEND TOTAL

\$ 900 CAPITAL OUTLAY TOTAL

\$ 85,500 TOTAL PER FTP

\$ 6,600 Pen Link Annual System License

Agency Request	2.00	177,600	0	0	177,600
<i>The recommendation has been reduced by \$600, due to the amount necessary for health insurance.</i>					
Governor's Recommendation	2.00	177,000	0	0	177,000

11. S1379 New Drugs Analysis

Forensic Services

S1379 amended existing law to revise certain controlled substances as listed in Schedule I of the Uniform Controlled Substances Act of 2014. At the time this legislation passed, the fiscal note indicated that it would cost between \$14,400 and \$36,000 annually for the Idaho State Police to purchase analytical laboratory standards, process cases at the laboratory, and provide court testimony related to analytical laboratory findings. Due to the late passage of this legislation, a trailer bill was not provided to cover this added cost and is the reason for this request.

Agency Request	0.00	36,000	0	0	36,000
Governor's Recommendation	0.00	36,000	0	0	36,000

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
12. Mobile Forensic Analysis Units					Investigations
<p>A mobile forensic analysis unit connects to a mobile electronic device and allows data to be downloaded to a digital storage medium such as a disc, flash drive, or computer to preserve the data integrity for later use in court if needed. Probable cause search warrants are obtained in about 99% of cases prior to searching a device for digital evidence. In the other 1%, evidence is recovered based on voluntary consent of the device owner. Retrieval of digital evidence has been used in solving cases such as drug trafficking; drug interdiction, drug conspiracies; violent crimes; and fatal or serious crash investigations where texting or cell phone use is alleged to have been a factor. The request is funded from drug hotline fees deposited into the Drug & DWUI Enforcement Donation Fund and includes:</p> <ol style="list-style-type: none"> \$21,000 in ongoing funding for software maintenance fees at \$3,000 per unit X 7 districts (includes two existing units in District 3). \$55,000 in one-time capital outlay to purchase five units at \$11,000 for the remaining five districts. 					
Agency Request	0.00	0	76,000	0	76,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>76,000</i>	<i>0</i>	<i>76,000</i>
13. Building Maintenance					Investigations, Patrol, Forensic Services
<p>Ongoing funding is requested to adequately maintain state-owned buildings and parking areas in ISP's Coeur d'Alene and Jerome District Offices. Completed in 2010, the Coeur d'Alene district facility is 35,000 square feet and occupied by Investigation, Patrol, Regional Communications Center North, Commercial Vehicle Safety, POST, and Forensics. Completed in 2005, the Jerome district facility is 14,687 square feet and occupied by Investigations and Patrol. According to the department, these state-owned buildings are aging and require scheduled maintenance such as painting, seal coat of parking areas, and chiller repairs. The total amount is \$29,800 and is being requested from multiple funds across multiple programs. Distributing the requested increase across all programs based upon their occupancy allows the various programs and funding sources to bear their fair share of the cost. Of the amount requested, \$28,700 is allocated to programs within the Idaho State Police, and \$1,100 to the POST Academy.</p>					
Agency Request	0.00	15,500	11,700	1,500	28,700
<i>The Governor does not recommend ongoing General Fund for building maintenance.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>11,700</i>	<i>1,500</i>	<i>13,200</i>
14. UCR NIBRS Consultant					Support Services
<p>One-time funding is requested from fingerprint fees deposited into the Miscellaneous Revenue Fund to contract with a consultant to prepare a national request for proposal (RFP) for the Uniform Crime Reporting (UCR)/National Incident-Based Reporting System (NIBRS) system replacement. According to ISP, staff resources are not available to prepare an RFP of this caliber. The current vendor for Idaho's UCR/NIBRS system has informed the state they will no longer support the current system after 2018. This will require a capital replacement of the system which includes the state repository and local agency software to upload incident data. ISP will do this via a national release of a comprehensive RFP. There are a handful of vendors who do state NIBRS repositories and ISP will need the RFP package to be detailed and complete. ISP's FY 2017 budget will include a request for the capital replacement of the system.</p>					
Agency Request	0.00	0	75,000	0	75,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>75,000</i>	<i>0</i>	<i>75,000</i>
15. ABC Position Upgrades					Law Enforcement Programs
<p>Ongoing funding is requested to reclassify an Alcohol Beverage Control (ABC) lieutenant to a captain, and a sergeant to a lieutenant. Duties of the current lieutenant include: draft legislation, testify before the Legislature, monitor the budget, author and monitor grants, author rules, determine administrative sanctions for licensees, and be the hearing officer for administrative violation settlement conferences. ABC frequently has administrative cases go to litigation. The proposed Lieutenant will work with licensing staff and detective staff representing ABC needs in discussions with the assigned Deputy Attorney General; and provide oversight and direction to ABC officers in outlying districts. This proposal will create a career path for ABC trained officers to promote through the ABC structure. There is insufficient appropriation available for these reclassifications.</p>					
Agency Request	0.00	0	22,900	0	22,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>22,900</i>	<i>0</i>	<i>22,900</i>

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
16. Mill Fund/Minors' Access to Tobacco				Law Enforcement Programs	
<p>One-time funding is requested from the Millennium Fund for continued Minors' Access to Tobacco compliance checks. The program is defined and regulated in Title 39, Chapter 57, Idaho Code, Prevention of Minors' Access to Tobacco. Responsibility for operating the program rests with the Department of Health & Welfare (DHW). DHW must conduct a certain number of compliance inspections of tobacco vendor permittees each year in order to retain federal funds for a variety of substance abuse programs. In 2001, Section 39-5710, Idaho Code, was amended to require one compliance check per permittee per year. In FY 2003, the Legislature appropriated \$225,800 from the General Fund and \$94,000 from the Millennium Fund for the cost of contracting the services with Health & Welfare. DHW contracts for the inspections and bills ISP for the total cost of the program. Each budget cycle, ISP requests to continue one-time funding of \$94,000 from the Millennium Fund to pay DHW for its Prevention of Minors' Access to Tobacco activities. Because this request will be handled in the Millennium Fund budget, the dollar amount is not shown here.</p>					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
17. ISAC Federal Grant					Patrol
<p>The Idaho State Police (ISP) has been awarded two federal grants for the Idaho Statistical Analysis Center (ISAC) totaling \$210,000 for two projects, starting January 1, 2015. Of that amount, \$60,000 is for core capacity building and \$150,000 is for a special emphasis project. The annual award for core capacity building has increased from \$50,000 to \$60,000 and focuses on the effectiveness of school resource officers in Idaho. The new special emphasis project is a data sharing initiative to create the infrastructure necessary for several state agencies to share data. ISP plans to contract with the Idaho Department of Juvenile Corrections for \$90,000 to provide a project and integration subject matter expert, along with licenses, maintenance, support, equipment, and training as needed. The remaining \$60,000 is for ISAC personnel for their role in the project, which includes conducting research projects based on the shared data. One-time spending authority of \$160,000 is requested for these two grants.</p>					
Agency Request	0.00	0	0	160,000	160,000
Governor's Recommendation	0.00	0	0	160,000	160,000
29. Sex Offender Management Initiative					Support Services
Agency Request	0.00	0	0	0	0
<p><i>In 1998, Idaho modified its sexual offender registration procedures to include the identification of offenders who were assessed as being potentially high risk to reoffend sexually, by the "Violent Sexual Predator" (VSP) designation. The VSP designation procedures were discontinued in 2009 following an Idaho Supreme Court ruling and procedural language related to the VSP designation was removed from Idaho code in 2011. It was recommended at that time that the newly created Sexual Offender Management Board develop procedures for a risk-based sexual offender registration level process to fill the potential sexual predator identification void left by elimination of the VSP designation process.</i></p> <p><i>Legislation is being proposed that calls for a 5-level registration and notification system, with varying registration requirements and registration duration terms depending upon the assigned level. The system incorporates consideration of a sexual offender's crime of conviction combined with a measurement of applicable risk variables, which have been identified in literature and best practices as contributors to re-offense risk, to result in a risk-based registration level designation. The Sexual Offender Management Board will oversee the level designation review process. The Idaho State Police will continue to maintain oversight of the sexual offender registration procedures and the Central Sex Offender Registry, as outlined in Section 18-8305, Idaho Code.</i></p> <p><i>For the Idaho State Police, the Governor recommends additional resources for the Bureau of Criminal Identification to maintain the central sex offender registry in a manner consistent with a five-level registration and notification system. Funding includes \$184,200 in personnel costs to hire one office specialist in the applicant unit and three technical specialists in the sex offender registry unit to maintain accurate and complete records on all registered sex offenders in the state, track registered offenders, and conduct background checks. It also includes \$60,000 in operating expenditures and \$30,000 for legal services, and \$516,000 in one-time funding for computer programming, software, and staff equipment.</i></p>					
Governor's Recommendation	4.00	790,200	0	0	790,200

Division of Idaho State Police

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Total					
Agency Request	509.00	28,755,700	29,017,600	7,855,600	65,628,900
<i>Governor's Recommendation</i>	498.00	26,366,700	29,053,300	7,901,900	63,321,900
Agency Request					
Change from Original App	25.75	4,955,800	188,200	5,500	5,149,500
% Change from Original App	5.3%	20.8%	0.7%	0.1%	8.5%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	14.75	2,566,800	223,900	51,800	2,842,500
<i>% Change from Original App</i>	3.1%	10.8%	0.8%	0.7%	4.7%

POST Academy

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	4,725,900	3,949,500	4,258,700	4,226,600	4,250,300
Federal	256,200	35,200	256,700	257,600	257,400
Total:	4,982,100	3,984,700	4,515,400	4,484,200	4,507,700
Percent Change:		(20.0%)	13.3%	(0.7%)	(0.2%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,081,200	1,805,300	2,135,700	2,204,400	2,227,600
Operating Expenditures	2,113,400	1,666,000	2,214,800	2,113,500	2,113,800
Capital Outlay	692,100	418,000	59,000	60,400	60,400
Trustee/Benefit	95,400	95,400	105,900	105,900	105,900
Total:	4,982,100	3,984,700	4,515,400	4,484,200	4,507,700
Full-Time Positions (FTP)	27.00	27.00	27.00	28.00	28.00

Division Description

Peace Officers Standards and Training Academy (POST) delivers training and technical assistance to all levels of law enforcement throughout the state, by providing both basic and specialized training programs for all commissioned peace officers, adult and juvenile corrections officers, and dispatchers.

POST Academy

Comparative Summary

Analyst: Burns

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	27.00	0	4,515,400	27.00	0	4,515,400
Reappropriation	0.00	0	312,200	0.00	0	312,200
FY 2015 Total Appropriation	27.00	0	4,827,600	27.00	0	4,827,600
Noncognizable Funds and Transfers	0.00	0	(6,000)	0.00	0	(6,000)
FY 2015 Estimated Expenditures	27.00	0	4,821,600	27.00	0	4,821,600
Removal of One-Time Expenditures	0.00	0	(389,700)	0.00	0	(389,700)
FY 2016 Base	27.00	0	4,431,900	27.00	0	4,431,900
Benefit Costs	0.00	0	28,200	0.00	0	20,100
Replacement Items	0.00	0	61,600	0.00	0	61,600
Statewide Cost Allocation	0.00	0	(55,900)	0.00	0	(55,900)
Change in Employee Compensation	0.00	0	17,300	0.00	0	48,900
FY 2016 Program Maintenance	27.00	0	4,483,100	27.00	0	4,506,600
1. Building Maintenance	0.00	0	1,100	0.00	0	1,100
2. POST Videographer	1.00	0	0	1.00	0	0
FY 2016 Total	28.00	0	4,484,200	28.00	0	4,507,700
Change from Original Appropriation	1.00	0	(31,200)	1.00	0	(7,700)
% Change from Original Appropriation			(0.7%)			(0.2%)

POST Academy

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	27.00	0	4,258,700	256,700	4,515,400

Reappropriation

Reappropriated any unexpended and unencumbered balance of moneys that was appropriated from the Peace Officers Training Fund in FY 2014 to purchase the adjoining lots on the north side of the Idaho State Police Meridian complex.

Agency Request	0.00	0	312,200	0	312,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>312,200</i>	<i>0</i>	<i>312,200</i>

FY 2015 Total Appropriation					
Agency Request	27.00	0	4,570,900	256,700	4,827,600
<i>Governor's Recommendation</i>	<i>27.00</i>	<i>0</i>	<i>4,570,900</i>	<i>256,700</i>	<i>4,827,600</i>

Noncognizable Funds and Transfers

Reflects Millennium Fund lump sum allocation, FTP adjustments, transfers between ISP programs, expenditure class transfers, and reallocation of Project CHOICE funding across programs within the department for a net effect of zero.

Agency Request	0.00	0	(6,000)	0	(6,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(6,000)</i>	<i>0</i>	<i>(6,000)</i>

FY 2015 Estimated Expenditures					
Agency Request	27.00	0	4,564,900	256,700	4,821,600
<i>Governor's Recommendation</i>	<i>27.00</i>	<i>0</i>	<i>4,564,900</i>	<i>256,700</i>	<i>4,821,600</i>

Removal of One-Time Expenditures

Agency Request	0.00	0	(389,500)	(200)	(389,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(389,500)</i>	<i>(200)</i>	<i>(389,700)</i>

FY 2016 Base					
Agency Request	27.00	0	4,175,400	256,500	4,431,900
<i>Governor's Recommendation</i>	<i>27.00</i>	<i>0</i>	<i>4,175,400</i>	<i>256,500</i>	<i>4,431,900</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	27,300	900	28,200
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>19,200</i>	<i>900</i>	<i>20,100</i>

Replacement Items

Peace Officers Training Fund replacement items include \$1,500 for one training suit, \$12,000 for three emergency vehicle operator course (EVOC) vehicles, \$800 for one identification card camera, \$2,100 for one identification card printer, \$5,100 for six computers, \$1,200 for six monitors, \$10,000 for ten all-in-one computers, and \$28,900 for one 4x4 vehicle.

Agency Request	0.00	0	61,600	0	61,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>61,600</i>	<i>0</i>	<i>61,600</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Agency Request	0.00	0	(55,900)	0	(55,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(55,900)</i>	<i>0</i>	<i>(55,900)</i>

POST Academy

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	17,100	200	17,300
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	0	48,900	0	48,900
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FY 2016 Program Maintenance					
Agency Request	27.00	0	4,225,500	257,600	4,483,100
Governor's Recommendation	27.00	0	4,249,200	257,400	4,506,600

1. Building Maintenance

Peace Officer Standards and Training Academy

Ongoing funding is requested to adequately maintain state-owned buildings and parking areas in ISP's Coeur d'Alene and Jerome District Offices. Completed in 2010, the Coeur d'Alene district facility is 35,000 square feet and occupied by Investigation, Patrol, Regional Communications Center North, Commercial Vehicle Safety, POST, and Forensics. Completed in 2005, the Jerome district facility is 14,687 square feet and occupied by Investigations and Patrol. According to the department, these state-owned buildings are aging and require scheduled maintenance such as painting, seal coat of parking areas, and chiller repairs. The total amount is \$29,800 and is being requested from multiple funds across multiple programs.

Distributing the requested increase across all programs based upon their occupancy allows the various programs and funding sources to bear their fair share of the cost. Of the amount requested, \$28,700 is allocated to programs within the Idaho State Police, and \$1,100 to the POST Academy.

Agency Request	0.00	0	1,100	0	1,100
Governor's Recommendation	0.00	0	1,100	0	1,100

2. POST Videographer

Peace Officer Standards and Training Academy

Transfers \$46,500 in the Peace Officers Training Fund from operating expenditures to personnel costs to hire a full-time videographer. This full-time position will replace a part-time contractor currently provided by the Office Team hiring agency. The contracted position works 25-35 hours per week developing video and audio training presentations for basic academy and in-service training. This new position will be devoted to developing training scenarios for the firearms training simulator (FATS); providing necessary firearm training materials for peace officers; and to support the POST Council's desire to move more training into a distance learning format in order to reduce training costs. This transfer nets to zero.

Agency Request	1.00	0	0	0	0
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Governor recommends a transfer of \$46,200 to reflect adjustments made in health insurance benefits.

Governor's Recommendation	1.00	0	0	0	0
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FY 2016 Total					
Agency Request	28.00	0	4,226,600	257,600	4,484,200
Governor's Recommendation	28.00	0	4,250,300	257,400	4,507,700

Agency Request

Change from Original App	1.00	0	(32,100)	900	(31,200)
% Change from Original App	3.7%		(0.8%)	0.4%	(0.7%)

Governor's Recommendation

Change from Original App	1.00	0	(8,400)	700	(7,700)
% Change from Original App	3.7%		(0.2%)	0.3%	(0.2%)

Racing Commission

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	702,900	481,100	738,600	740,100	741,300
Percent Change:		(31.6%)	53.5%	0.2%	0.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	400,900	222,800	413,800	415,800	417,000
Operating Expenditures	269,200	202,700	273,900	294,300	294,300
Capital Outlay	2,800	42,100	20,900	0	0
Trustee/Benefit	30,000	13,500	30,000	30,000	30,000
Total:	702,900	481,100	738,600	740,100	741,300
Full-Time Positions (FTP)	3.00	3.00	3.00	3.00	3.00

Division Description

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

Racing Commission

Comparative Summary

Analyst: Burns

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	3.00	0	738,600	3.00	0	738,600
Removal of One-Time Expenditures	0.00	0	(24,700)	0.00	0	(24,700)
FY 2016 Base	3.00	0	713,900	3.00	0	713,900
Benefit Costs	0.00	0	1,900	0.00	0	1,000
Statewide Cost Allocation	0.00	0	20,400	0.00	0	20,400
Change in Employee Compensation	0.00	0	3,900	0.00	0	6,000
FY 2016 Total	3.00	0	740,100	3.00	0	741,300
Change from Original Appropriation	0.00	0	1,500	0.00	0	2,700
% Change from Original Appropriation			0.2%			0.4%

Racing Commission

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	3.00	0	738,600	0	738,600
Removal of One-Time Expenditures					
Agency Request	0.00	0	(24,700)	0	(24,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(24,700)</i>	<i>0</i>	<i>(24,700)</i>
FY 2016 Base					
Agency Request	3.00	0	713,900	0	713,900
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>0</i>	<i>713,900</i>	<i>0</i>	<i>713,900</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	1,900	0	1,900
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,000</i>	<i>0</i>	<i>1,000</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.					
Agency Request	0.00	0	20,400	0	20,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>20,400</i>	<i>0</i>	<i>20,400</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	3,900	0	3,900
<i>The Governor recommends a 3% increase in 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>6,000</i>	<i>0</i>	<i>6,000</i>
FY 2016 Total					
Agency Request	3.00	0	740,100	0	740,100
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>0</i>	<i>741,300</i>	<i>0</i>	<i>741,300</i>
Agency Request					
Change from Original App	0.00	0	1,500	0	1,500
% Change from Original App	0.0%		0.2%		0.2%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>2,700</i>	<i>0</i>	<i>2,700</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>0.4%</i>		<i>0.4%</i>

Idaho Legislative Budget Book

Natural Resources

2015 Legislative Session

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Department of Environmental Quality

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Administration and Support	7,612,300	7,475,500	7,814,800	7,880,000	7,925,500
Air Quality	6,836,400	6,149,200	7,047,100	7,172,900	7,242,900
Water Quality	18,165,000	16,751,200	18,481,000	18,936,200	19,039,000
CDA Basin Commission	505,600	158,100	510,400	511,400	512,500
Waste Mgmt and Remediation	31,265,900	20,546,100	30,384,300	27,755,300	27,827,200
INL Oversight	2,045,300	1,480,500	2,069,300	2,080,700	2,090,600
Total:	66,430,500	52,560,600	66,306,900	64,336,500	64,637,700
BY FUND CATEGORY					
General	14,839,100	14,839,100	15,636,200	16,319,900	16,468,900
Dedicated	11,385,200	7,169,000	11,321,500	10,677,200	10,738,000
Federal	40,206,200	30,552,500	39,349,200	37,339,400	37,430,800
Total:	66,430,500	52,560,600	66,306,900	64,336,500	64,637,700
Percent Change:		(20.9%)	26.2%	(3.0%)	(2.5%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	27,355,100	25,391,100	28,724,200	29,378,200	29,713,100
Operating Expenditures	34,006,200	22,475,000	30,007,100	27,382,400	27,382,400
Capital Outlay	264,200	430,100	457,100	383,700	383,700
Trustee/Benefit	4,805,000	4,264,400	7,118,500	7,192,200	7,158,500
Total:	66,430,500	52,560,600	66,306,900	64,336,500	64,637,700
Full-Time Positions (FTP)	360.00	360.00	358.00	361.00	368.00

Department Description

The Idaho Legislature created the Department of Environmental Quality (DEQ) in the public's interest, "to protect human health and the environment as its sole mission" (Section 39-102A, Idaho Code). The department is organized into six budgetary programs.

Administration and Support Services develops policies, legislation, and rules for permitting and regulatory programs; promotes public understanding of environmental issues and solicits public input; assesses program effectiveness in improving water and air quality; and services DEQ internal support needs.

The Air Quality Program addresses compliance with federal and state health-based air quality standards by monitoring air quality and collecting data; developing and issuing permits; and coordinating air quality improvement efforts made by communities, citizen groups, businesses, industries, and governmental agencies.

The Water Quality Program develops strategies to prevent, protect, and remediate areas so as to maintain or improve water quality. The program protects human health and biological integrity through watershed, drinking water, ground water, waste water, and grant and loan activities.

The Coeur d'Alene Basin Project Commission (Section 39-8104, Idaho Code) coordinates natural resource restoration to address heavy metal contamination caused from upstream mining operations.

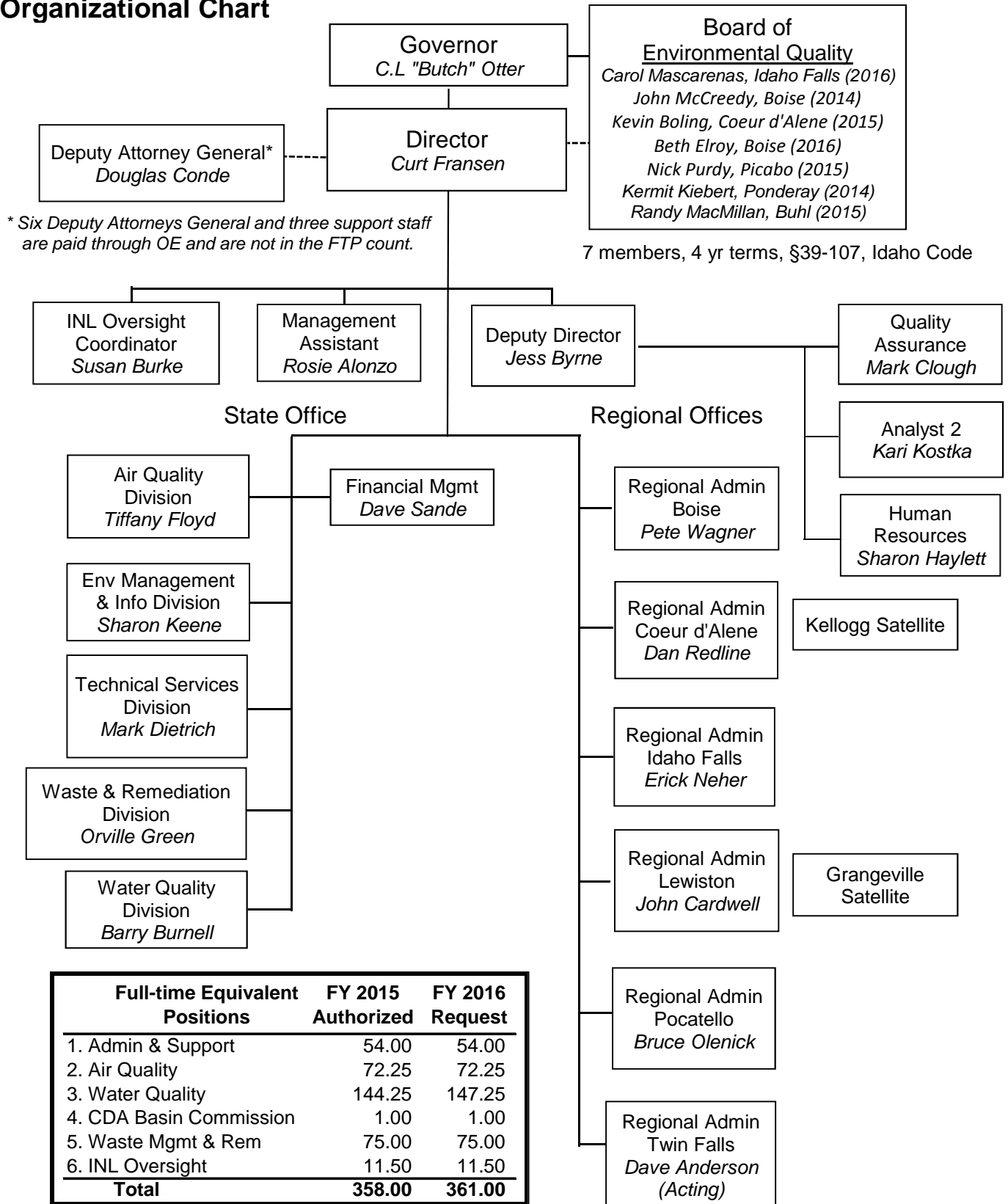
Waste Management and Remediation is responsible for ensuring that solid wastes are managed and disposed of in a manner protective of human health and the environment. The program responds to existing releases of hazardous substances and works with active mines to ensure that best management practices are followed.

The primary responsibility of the Idaho National Laboratory (INL) Oversight Program is to independently monitor INL operations and document transportation of radiological materials along transportation corridors. The objective is to protect Idaho's land, air, water, wildlife, and public health from nuclear releases.

Department of Environmental Quality Agency Profile

Analyst: Houston

Organizational Chart



Department of Environmental Quality

Agency Profile

Analyst: Houston

Sources of Funds	FY 2014 Appropriation	FY 2014 Expenditures	Percent of Total	Unused Appropriation	Percent of Approp	FY 2015 Appropriation
1. General Fund (0225-03): The General Fund sources are the individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor profits, kilowatt hour tax, mine license tax, treasurer's interest on investments of certain idle funds, court fees and fines, insurance premium tax, and agency receipts.	\$ 14,839,100	\$ 14,839,100	28.2%	\$ -	0.0%	\$ 15,636,200
2. Air Quality Permitting Fund (0186-00): Moneys received from fees collected from permitting fees assessed to pollution sources under Title V of the Federal Clean Air Act Amendment of 1990 and all earned interest.	1,673,300	992,400	1.9%	(680,900)	(40.7%)	1,566,000
3. Public Water System Supervision Fund (0191-00): Fees assessed on regulated public drinking water systems, donations, and interest.	1,837,300	1,735,700	3.3%	(101,600)	(5.5%)	1,889,000
4. Water Pollution Control Fund (0200-00): Of the monthly transfers amounting to \$4.8 million per year from the General Fund and retained interest, a portion is appropriated for water quality programs. The majority of the fund is used as the state's match for waste water loan programs, drinking water loan programs, and transfers to the Environmental Remediation Fund for cleanup of the Coeur d'Alene Basin from damage caused by mining.	1,149,100	556,900	1.1%	(592,200)	(51.5%)	1,175,500
5. Environmental Remediation Bunker Hill Box Fund (0201-01): Transfers from the Water Pollution Control Fund, sales of property, legal settlements, and interest.	253,300	44,400	0.1%	(208,900)	(82.5%)	254,400
6. Environmental Remediation Basin Fund (0201-02): Transfers from the Water Pollution Control Fund, sales of property, legal settlements, and interest.	1,001,400	260,200	0.5%	(741,200)	(74.0%)	906,200
7. DEQ Receipts Fund (0225-05): Fees from services, cost recoveries from mine reclamation and leaking underground storage tanks, stationary source permitting fees, and other miscellaneous receipts. The fund is also used to expend moneys from the Environmental Protection Trust, which contains moneys donated or conditionally granted to the department and interest. Moneys are used to carry out the conditions of each grant.	3,197,800	2,968,600	5.6%	(229,200)	(7.2%)	3,255,100
8. Bunker Hill Trust Fund (0511-00): Receipts that are the result of consent decree declarations between the state and settling defendants involved in the Bunker Hill Mine cleanup. Moneys are held in a trust fund and used for blood lead screenings and activities to benefit human health and the environment within the Bunker Hill Superfund Site in Shoshone County.	2,273,000	610,800	1.2%	(1,662,200)	(73.1%)	2,275,300
9. DEQ Federal Fund (0225-02): Federal grants and reimbursements from federal fund sources. Although most of the money comes from the Environmental Protection Agency, other sources include the Department of Energy, Department of Defense, Bureau of Land Management, and federal money passed through the Idaho Transportation Department and tribes.	40,206,200	30,552,500	58.1%	(9,653,700)	(24.0%)	39,349,200
Total	\$ 66,430,500	\$ 52,560,600	100.0%	\$ (13,869,900)	(20.9%)	\$ 66,306,900

The department also has three continuously appropriated funds. 1) The Drinking Water State Revolving Loan Fund is used to finance infrastructure costs for public water systems. The Water Pollution Control Fund is used as the state's 20% contribution. 2) The Clean Water State Revolving Fund is used to finance publicly owned wastewater treatment facilities and pollution control projects. The Water Pollution Control Fund is used as the state's 20% contribution. 3) The Hazardous Waste Emergency Fund consists of moneys from compliance proceedings, court ordered judgments or settlements, and earned interest. Moneys are used to pay necessary costs of mitigating threats to public health or safety caused by an emergency.

Department of Environmental Quality

Agency Profile

Analyst: Houston

Selected Fund Analysis

Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Estimate
Water Pollution Control Fund 0200-00 (including 0225-07 and 0225-01)					
Beginning Balance	3,727,746	2,817,127	2,007,100	2,265,377	1,753,676
From Sales and Use Tax	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000
Interest & Adjustments	19,581	5,097	3,377	3,399	3,399
To Wastewater Facility Loans	1,444,000	1,381,600	904,000	970,600	970,600
To Drinking Water Loan Fund	1,883,600	1,816,165	1,584,200	1,669,000	1,669,000
To Environmental Remediation	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Current Year Cash Expenditures	902,600	917,400	556,900	1,175,500	1,185,300
Ending Balance	2,817,127	2,007,059	2,265,377	1,753,676	1,232,175

Clean Water State Revolving Fund (CWSRF) or Wastewater Facility Loan Fund 0529-00

The Idaho Clean Water State Revolving Fund (CWSRF) was established pursuant to Title VI of the Federal Water Quality Act of 1987 to finance publicly owned wastewater treatment facilities and pollution control projects. The fund is being capitalized by the EPA through a series of grants that require states to provide an additional 20% match. The federal American Recovery and Reinvestment Act (ARRA) of 2009 provided \$29.2 million with no required state match. Effective interest rates vary between 0% and 4.5% and are generally repaid over 20 to 30 years starting within one year after the project is completed. DEQ charges the fund for time spent on CWSRF activities and spends those funds as appropriated under the DEQ Receipts Fund. As of June 30, 2014, the fund had \$18.2 million in the treasury, \$84.3 million in investments, and \$184.2 million in outstanding loans. The fund is continuously appropriated.

Drinking Water State Revolving Fund (DWSRF) or Drinking Water Loan Fund 0532-00

The Idaho Drinking Water State Revolving Fund (DWSRF) was established pursuant to the Federal Safe Drinking Water Act as amended in 1996 to finance infrastructure costs for public water systems. The fund is being capitalized by the EPA through a series of grants that require states to provide an additional 20% match. A \$19.5 million ARRA grant in 2009 did not require state match. Also, a 2009 discretionary ARRA grant of \$5 million was used as state match. The effective interest rate of new loans ranges from 0% to 1.75%. Loans are generally repaid over 20 to 30 years, starting within one year after the project is completed. DEQ charges the fund for time spent on CWSRF activities and spends those funds as appropriated under the DEQ Receipts Fund. As of June 30, 2014, the fund had \$23.3 million in the treasury, \$34.6 million in investments, and \$106.3 million in outstanding loans. The fund is continuously appropriated.

Environmental Remediation Fund (Box 0201-01 and Basin 0201-02)

Moneys in the Environmental Remediation Fund are used for the state's 10% matching share of superfund grants for environmental cleanup, remediation, and restoration; and to provide for the operations and maintenance of remediation projects. Beginning in FY 2006, the fund was broken into two fund-details to separately account for activities and balances inside the Bunker Hill Superfund Box and in the remaining Coeur d'Alene Basin. Fiscal Year 2005 marked the last transfer from the Water Pollution Control Fund to the Box, and FY 2006 began the first annual transfer of \$1.5 million for the Basin cleanup. At the end of FY 2014, the Box portion had a fund balance of \$9.0 million and the Basin had a fund balance of \$11.9 million. Each fund detail is appropriated annually.

Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Estimate
Beginning Balance	16,653,400	18,169,000	19,466,800	20,964,100	21,564,000
Plus Interest	283,100	196,300	301,900	260,500	252,900
Transfer from Water Pollution Fund	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Less Expenditures	267,500	398,500	304,600	1,160,600	963,000
Ending Balance	18,169,000	19,466,800	20,964,100	21,564,000	22,353,900

Department of Environmental Quality

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	358.00	15,636,200	66,306,900	358.00	15,636,200	66,306,900
1. Environmental Cleanup	0.00	0	500,000	0.00	0	500,000
FY 2015 Total Appropriation	358.00	15,636,200	66,806,900	358.00	15,636,200	66,806,900
Removal of One-Time Expenditures	0.00	(378,300)	(778,300)	0.00	(378,300)	(778,300)
Base Adjustments	0.00	0	(3,200,000)	0.00	0	(3,200,000)
FY 2016 Base	358.00	15,257,900	62,828,600	358.00	15,257,900	62,828,600
Benefit Costs	0.00	183,900	343,500	0.00	126,200	235,700
Replacement Items	0.00	311,400	491,900	0.00	311,400	491,900
Statewide Cost Allocation	0.00	16,000	6,400	0.00	16,000	6,400
Change in Employee Compensation	0.00	129,500	244,900	0.00	370,800	688,500
FY 2016 Program Maintenance	358.00	15,898,700	63,915,300	358.00	16,082,300	64,251,100
1. Idaho Pollutant Discharge Elimination	3.00	262,300	262,300	3.00	261,400	261,400
2. Air Quality Program Analyst	0.00	85,200	85,200	0.00	85,200	85,200
3. Lakes Commission Study & Support	0.00	73,700	73,700	0.00	40,000	40,000
4. Cash Transfer WPCF to Env Remed	0.00	0	1,500,000	0.00	0	1,500,000
5. Convert Group Positions to Permanent	0.00	0	0	7.00	0	0
Cash Transfer WPCF to Env Remed	0.00	0	(1,500,000)	0.00	0	(1,500,000)
Standard Legislative Intent	0.00	0	0	0.00	0	0
FY 2016 Total	361.00	16,319,900	64,336,500	368.00	16,468,900	64,637,700
Change from Original Appropriation	3.00	683,700	(1,970,400)	10.00	832,700	(1,669,200)
% Change from Original Appropriation		4.4%	(3.0%)		5.3%	(2.5%)

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	358.00	15,636,200	11,321,500	39,349,200	66,306,900

1. Environmental Cleanup

Waste Management and Remediation

The department uses receipts (0225-05) spending authority to expend moneys collected for several purposes. These include moneys from responsible party payments for DEQ to oversee the environmental cleanups of damaged property, moneys from voluntary cleanup agreements, loan servicing fees, stationary source permitting fees, and certain other written agreements. In May, DEQ entered into a \$140,000 agreement with Idaho Power Company, to contract with the United States Geological Survey to conduct research on mercury within the Hells Canyon Complex. Also, DEQ is in the process of overseeing the remedial activities at the Triumph Mine site near Hailey. Contracts exceeding \$500,000 for two monitoring wells and one well for injecting concrete into the tunnel are in progress. It is expected that more remedial work and ongoing monitoring will need to be done at this site. The source of funding is from moneys received from the ASARCO bankruptcy. Furthermore, new agreements have been added for the investigation and oversight of cleanups regarding selenium contamination in southeast Idaho. This line item shifts two positions from federal funds and adds \$500,000 ongoing to the \$3.26 million receipts budget of which \$1.7 million is in this program. [Ongoing]

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

FY 2015 Total Appropriation					
Agency Request	358.00	15,636,200	11,821,500	39,349,200	66,806,900
Governor's Recommendation	358.00	15,636,200	11,821,500	39,349,200	66,806,900

Removal of One-Time Expenditures

Removes one-time appropriations approved for FY 2015 including \$241,900 approved for a 1% CEC and \$536,400 approved for replacement items.

Agency Request	0.00	(378,300)	(66,600)	(333,400)	(778,300)
Governor's Recommendation	0.00	(378,300)	(66,600)	(333,400)	(778,300)

Base Adjustments

Waste Management and Remediation

Reduce unneeded appropriation including \$200,000 from the Environmental Remediation Basin Fund, \$1 million from the Bunker Hill Consent Fund, and \$2 million from federal funds for yard remediation.

Agency Request	0.00	0	(1,200,000)	(2,000,000)	(3,200,000)
Governor's Recommendation	0.00	0	(1,200,000)	(2,000,000)	(3,200,000)

FY 2016 Base					
Agency Request	358.00	15,257,900	10,554,900	37,015,800	62,828,600
Governor's Recommendation	358.00	15,257,900	10,554,900	37,015,800	62,828,600

Benefit Costs

Reflects changes in employer-paid benefits including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Also includes a shift of \$42,100 to the General Fund for federal grants that will not be able to absorb increased benefit costs.

Agency Request	0.00	183,900	62,900	96,700	343,500
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP. Also, adjusts the fund shift to \$28,900 for federal grants that cannot absorb increased benefit costs.

Governor's Recommendation	0.00	126,200	43,000	66,500	235,700
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Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
ADMINISTRATION AND SUPPORT SERVICES: \$93,900 to replace 125 personal computers; \$103,000 for wireless equipment and computer switches; \$98,800 for software upgrades; and \$51,200 to replace two vehicles.					
AIR QUALITY: \$25,000 for one thermo mod 2025 air quality monitor; \$25,000 for one teledyne API air quality monitor; and \$25,000 for various federally funded air quality monitoring equipment.					
WATER QUALITY: \$4,000 for software upgrades; \$5,400 for field supplies; and \$40,600 for field equipment.					
IDAHO NATIONAL LABORATORY OVERSIGHT: \$20,000 for federally funded radiation monitoring equipment.					
Agency Request	0.00	311,400	16,600	163,900	491,900
Governor's Recommendation	0.00	311,400	16,600	163,900	491,900

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$23,300 for Attorney General costs, a decrease of \$25,200 for risk management fees, an increase of \$8,200 for State Controller costs, and an increase of \$100 for State Treasurer fees for a total increase of \$6,400. Reflects a 0.7% increase over the \$960,900 SWCAP base.

Agency Request	0.00	16,000	(1,900)	(7,700)	6,400
Governor's Recommendation	0.00	16,000	(1,900)	(7,700)	6,400

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. Also includes a shift of \$28,300 to the General Fund for federal grants that will not be able to absorb CEC.

Agency Request	0.00	129,500	44,700	70,700	244,900
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	370,800	125,400	192,300	688,500

FY 2016 Program Maintenance					
Agency Request	358.00	15,898,700	10,677,200	37,339,400	63,915,300
Governor's Recommendation	358.00	16,082,300	10,738,000	37,430,800	64,251,100

1. Idaho Pollutant Discharge Elimination

Water Quality

Idaho is one of four states that do not have primacy to implement the National Pollutant Discharge Elimination System (NPDES). However, two pieces of legislation passed during the 2014 legislative session. H406 directed the department to develop a primacy delegation application and H645 provided \$292,500 from the General Fund for three positions. One of the requirements is that the state demonstrate its ability to fully implement the Idaho Pollutant Discharge Elimination System (IPDES). This request continues the scaling-up of staff resources to develop and submit a primacy application to EPA. Positions include \$81,800 for salary and benefits for an IPDES compliance monitoring and enforcement lead; \$75,300 for salary and benefits for an IPDES database coordinator; and \$75,200 for salary and benefits for an IPDES permit specialist. The request also includes \$10,000 for each position for travel, supplies, and operating leases. Projected costs at full staffing for 25 positions is \$2.5 million. [Ongoing]

Agency Request	3.00	262,300	0	0	262,300
<i>The Governor makes a \$900 adjustment to personnel costs to reflect health insurance costs.</i>					
Governor's Recommendation	3.00	261,400	0	0	261,400

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Air Quality Program Analyst					Air Quality
<p>The Environmental Protection Agency (EPA) has proposed three rules devoted to controlling greenhouse gas (GHG) emissions from stationary sources. The first rule is straining DEQ's resources. It is a complex rule which requires coordination between DEQ, the Office of Energy Resources, the Idaho Public Utilities Commission, the Attorney General's Office, and the impacted parties; Idaho Power and Avista, that have power plants subject to this new EPA rule. The proposed rule is currently out for public comment and is scheduled to become final in June of 2015. The rule's target is a 30% reduction in carbon emissions by 2030 compared to 2005 emission levels. The second and third rules to control GHG emissions would fall under DEQ's stationary source permitting program. The department is requesting one additional analyst 3 position to better respond to these proposed rules. This is a full-time permanent position budgeted at \$54,400 in salary plus \$22,800 in benefits for total personnel costs of \$75,200 plus \$10,000 for employee travel, supplies, and space charges for a grand total of \$85,200. No additional full-time equivalent position is requested. DEQ would use an existing unfunded FTP. The short term goal of the additional position would be to address how the state will meet carbon reduction goals. After completion of a statewide plan, it will be necessary to monitor progress and communicate that progress to EPA and the Legislature. [Ongoing]</p>					
Agency Request	0.00	85,200	0	0	85,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>85,200</i>	<i>0</i>	<i>0</i>	<i>85,200</i>
3. Lakes Commission Study & Support					Water Quality
<p>The Lake Pend Oreille, Pend Oreille River, Priest Lake and Priest River Commission (Lakes Commission) was established in 2003 (Section 39-8503(1), Idaho Code). For more than 10 years, the Lakes Commission has addressed lake levels, fisheries, water quality and invasive species issues. It meets quarterly and is staffed by one part-time coordinator supported by the Bonner Soil and Water Conservation District with funding provided by a \$50,000 annual contract from DEQ's General Fund appropriation. The Army Corps of Engineers is considering changes to the operation of Albeni Falls Dam for power production purposes that would draw down Lake Pend Oreille earlier in the fall and maintain lower lake levels in the winter. Furthermore, a Memorandum of Agreement between the Army Corps of Engineers, the Kalispel Tribe, and the Bonneville Power Administration seeks to support native fish populations through water releases in late summer and early fall. The impacts to Idaho shoreline property owners, recreational access, tourism, and the economy have not been quantified. This request includes \$40,000 one-time for an economic analysis to better understand and quantify the potential impacts to the economy (local, regional, and state) if long-standing lake levels are lowered to accommodate downstream interests. The request also includes \$23,000 for a 20 hour per week assistant coordinator, plus \$1,000 for travel, \$1,000 for supplies, and \$8,600 for overhead. [\$33,700 ongoing, \$40,000 one-time]</p>					
Agency Request	0.00	73,700	0	0	73,700
<i>The Governor does not recommend additional ongoing support for a part-time assistant or additional operating expenses. The Governor does recommend funding for the one-time economic study.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>40,000</i>	<i>0</i>	<i>0</i>	<i>40,000</i>
4. Cash Transfer WPCF to Env Remed					Waste Management and Remediation
<p>DEQ is currently building a balance in the Environmental Remediation Basin Fund to act as the state's 10% match to Superfund cleanup in the Coeur d'Alene Basin. Through FY 2014, the Legislature had transferred \$13.5 million to the fund which, after accounting for interest less expenditures, had an ending balance of about \$11.9 million. The objective is to transfer a total of \$30 million into the fund over a 20-year period ending in FY 2025. This request is to transfer an additional \$1.5 million from the Water Pollution Control Fund to the Environmental Remediation Basin Fund. JFAC started to fill this fund in FY 2006 after the Box match was satisfied.</p>					
Agency Request	0.00	0	1,500,000	0	1,500,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,500,000</i>	<i>0</i>	<i>1,500,000</i>

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Convert Group Positions to Permanent		Admin, Water Quality, Waste Mgmt, CDA Basin Comm			
Agency Request	0.00	0	0	0	0
<p><i>The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-around and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees. The adjustment by program follows: 2.00 for Administration and Support, 1.75 for Water Quality, 1.00 for the Coeur d'Alene Basin Commission, and 2.25 for the Waste Management and Remediation Program for a total of 7.00 additional FTPs.</i></p>					
Governor's Recommendation	7.00	0	0	0	0
Cash Transfer WPCF to Env Remed		Waste Management and Remediation			
<p>CASH TRANSFER: There is hereby appropriated to the Department of Environmental Quality and the State Controller shall transfer \$1,500,000 from the Water Pollution Control Fund to the Environmental Remediation Basin Fund, through installments or as practicable for the period July 1, 2015 through June 30, 2016.</p>					
Agency Request	0.00	0	(1,500,000)	0	(1,500,000)
Governor's Recommendation	0.00	0	(1,500,000)	0	(1,500,000)
Standard Legislative Intent		Waste Management and Remediation			
<p>LEGISLATIVE INTENT. It is legislative intent that moneys deposited into the Environmental Remediation Basin Fund are to be used for remediation of the Coeur d'Alene Basin in accordance with the Superfund contract with the Environmental Protection Agency. The Department of Environmental Quality shall file an annual report with the Governor, the Legislature, and the Coeur d'Alene Basin Environmental Improvement Project Commission on the remediation progress and the expenditures involved.</p>					
<p>LEGISLATIVE INTENT. It is legislative intent that the appropriation of moneys from the Water Pollution Control Fund in this act specifically supersedes the provisions of Section 39-3630, Idaho Code.</p>					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
FY 2016 Total					
Agency Request	361.00	16,319,900	10,677,200	37,339,400	64,336,500
Governor's Recommendation	368.00	16,468,900	10,738,000	37,430,800	64,637,700
Agency Request					
Change from Original App	3.00	683,700	(644,300)	(2,009,800)	(1,970,400)
% Change from Original App	0.8%	4.4%	(5.7%)	(5.1%)	(3.0%)
Governor's Recommendation					
Change from Original App	10.00	832,700	(583,500)	(1,918,400)	(1,669,200)
% Change from Original App	2.8%	5.3%	(5.2%)	(4.9%)	(2.5%)

Department of Fish and Game

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Administration	15,268,800	13,293,100	16,328,500	15,669,000	14,976,300
Enforcement	10,029,600	9,385,000	10,444,000	10,593,000	10,695,700
Fisheries	35,602,200	31,521,900	36,053,000	37,064,300	37,889,300
Wildlife	20,901,700	17,879,300	23,536,500	22,680,200	22,838,700
Communications	4,013,100	4,174,600	4,031,200	4,293,000	4,322,600
Engineering	951,400	927,900	996,000	1,067,700	1,079,900
Wildlife Mitigation & Habitat Cons	4,558,500	2,602,000	4,381,900	4,019,300	4,025,700
Total:	91,325,300	79,783,800	95,771,100	95,386,500	95,828,200
BY FUND CATEGORY					
Dedicated	49,534,800	41,866,800	52,100,800	51,765,100	52,031,900
Federal	41,790,500	37,917,000	43,670,300	43,621,400	43,796,300
Total:	91,325,300	79,783,800	95,771,100	95,386,500	95,828,200
Percent Change:		(12.6%)	20.0%	(0.4%)	0.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	49,336,100	43,355,900	52,069,200	52,682,800	53,166,900
Operating Expenditures	34,754,200	29,149,200	35,095,200	36,447,700	36,567,700
Capital Outlay	6,460,200	6,838,500	7,831,900	5,481,200	5,318,800
Trustee/Benefit	774,800	440,200	774,800	774,800	774,800
Total:	91,325,300	79,783,800	95,771,100	95,386,500	95,828,200
Full-Time Positions (FTP)	567.00	567.00	568.00	558.00	558.00

Department Description

In 1899, the fifth Idaho Legislature established the Fish and Game Department with a state game warden in charge and deputy wardens in each county who were paid half of each fine for which they could get a conviction. The total department budget was \$1,500. In 1938, Idaho's first voter initiative passed which created the Idaho Fish and Game Commission. The seven-member commission appoints a director, holds public hearings, establishes regulations and management controls on fish and wildlife, and approves departmental budgets for submission to the Legislature. In FY 2014, there were 567 full-time permanent positions and 649 temporary employees in the Fish and Game Department, which is organized into seven major programs and funded primarily by licenses, fees and federal fund sources. The following mission, vision, and goals are from the department's strategic plan, "The Compass".

Department's Mission (Section 36-103, Idaho Code): All wildlife, including all wild animals, wild birds and fish, within the state of Idaho, is hereby declared to be the property of the state of Idaho. It shall be preserved, protected, perpetuated, and managed. It shall only be captured or taken at such times or places, under such conditions, or by such means, or in such manner, as will preserve, protect, and perpetuate such wildlife, and provide for the citizens of this state and, as by law permitted to others, continued supplies of such wildlife for hunting, fishing, and trapping.

Department's Vision: The Idaho Department of Fish and Game shall work with the citizens of Idaho in providing abundant, diverse fish and wildlife, and ensuring a rich outdoor heritage for all generations.

Primary Goals: 1) Sustain Idaho's fish and wildlife and the habitats upon which they depend. 2) Meet the demand for fish and wildlife recreation. 3) Improve public understanding of, and involvement in, fish and wildlife management. 4) Enhance the capability of the department to manage fish and wildlife and serve the public.

HJR2 of 2012 amended the Constitution of the state of Idaho to preserve the rights of the people of Idaho to hunt, fish, and trap.

Department of Fish and Game

Agency Profile

Analyst: Houston

Organizational Chart

No more than four (4) of the members of the commission shall at any time belong to the same political party.

Governor
C.L. "Butch" Otter

No member shall serve more than two (2) terms, except that a member appointed to fill an unexpired term may be appointed to two (2) additional, full terms (§36-102, Idaho Code).

Quarterly Meetings

Staggered four-year terms expire June 30:

Fish and Game Commission

added in 1996

Panhandle Region Brad Corkill 2017	Clearwater Region Fred Trevey 2015	Southwest Region Blake Fischer 2018	Magic Valley Region Mark Doerr 2016	Southeast Region Lane Clezie 2018	Upper Snake Kenny Anderson 2015	Salmon Region Will Naillon 2016
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Benewah, Bonner, Boundary, Kootenai, Shoshone

Clearwater, Idaho, Latah, Lewis, Nez Perce

Ada, Adams, Boise, Canyon, Elmore, Gem, Owyhee, Payette, Valley, Washington

Blaine, Camas, Cassia, Gooding, Jerome, Lincoln, Minidoka, Twin Falls

Bannock, Bear Lake, Bingham, Caribou, Franklin, Oneida, Power

Bonneville, Butte, Clark, Fremont, Jefferson, Madison, Teton

Custer, Lemhi

The Administration Program budget includes commissioners, the director, deputy directors, and services in the large shaded area.

1

Director
Virgil Moore

Executive Assistant
Mary Boyer

Human Resource Officer
Gina Hodge

Legal Counsel
Deputy Attorneys General
Dallas Burkhalter, Kathleen Trever
does not count as FTP, paid through operating expenditures

Deputy Director Operations
Jim Unsworth

Deputy Director Programs/Policy
Sharon Kiefer

2 Law Enforcement
Greg Wooten

4 Wildlife
Jeff Gould

W Gov's Assn Project Leader
Gary Vecellio

F&W Foundation Coordinator
Ann Dehner

3 Fisheries
Ed Schriever

Assist Chief
Brad Compton

Administration
Michael Pearson

Hydropower Review
Cynthia Robertson & Walton Poole

Assist Chief
Paul Kline

Program Cord.
Greg Servheen

Financial Officer
License Manager
Purchasing Agent

IT Manager
Craig Potcher

Production
Gary Byrne

Wildlife Habitat Mgr
Tom Hemker

Game Mgr
Jon Rachael

5 Communications
Mike Keckler

6 Engineering
Mike Maffey

Anadromous
Pete Hassemer

Non-Game Mgr
Rex Sallabanks

Research Mgr
Dan Schill

7 Wildlife Mitigation & Conservation

State Fish Mgr
Jeff Dillon

FTP's by Program	FY 15	FY16 Req	Difference
1) Administration	102.88	101.88	(1.00)
2) Enforcement	114.35	113.35	(1.00)
3) Fisheries	172.15	168.98	(3.17)
4) Wildlife	111.21	113.13	1.92
5) Communications	36.33	34.33	(2.00)
6) Engineering	14.34	14.51	0.17
7) Mitigation & Conservation	16.74	11.82	(4.92)
TOTAL	568.00	558.00	(10.00)

Regional Supervisors

Panhandle Region 1 Chip Corsi Coeur d'Alene	Clearwater Region 2 Jerome Hansen Lewiston	Southwest Region 3 Scott Reinecker Nampa, McCall	Magic Valley Region 4 Toby Boudreau Jerome	Southeast Region 5 Mark Gamblin Pocatello	Upper Snake Region 6 Steve Schmidt Idaho Falls	Salmon Region 7 Tom Curet Salmon
Big Game Units 1, 2, 3, 4, 4a, 5, 6, 7, 9	8, 8a, 10, 10a, 11, 11a, 12, 13, 14, 15, 16, 16a, 17, 18, 19, 20	19a, 20a, 22, 23, 24, 25, 26, 32a, 31, 32, 33, 34, 35, 38, 39, 40, 41, 42	43, 44, 45, 46, 47, 48, 49, 52, 52a, 53, 54, 55, 56, 57	66a, 68, 68a, 70, 71, 72, 73, 73a, 74, 75, 76, 77, 78	50, 51, 58, 59, 59a, 60, 60a, 61, 62, 62a, 63, 63a, 64, 65, 66, 67, 69	21, 21a, 27, 28, 29, 30, 30a, 36, 36a, 36b, 37, 37a

Department of Fish and Game

Agency Profile

Analyst: Houston

Sources of Funds	FY 2014 Appropriation	FY 2014 Expenditures	Percent of Total	Unused Appropriation	Percent	FY 2015 Appropriation
A1 Fish and Game Fund (Licenses) 0050-20: All unrestricted moneys received from the sale of hunting, fishing and trapping licenses, tags, and permits; rental income, sale of capital assets, and interest income. In general, these funds can be used for any fish and wildlife purpose. However, Idaho Code specifies that \$2 from each fishing license sold be used for construction, repair, or rehabilitation of state fish hatcheries, fishing lakes, or reservoirs. Idaho law also requires that \$1.50 from each resident deer and elk tag sold and \$5 from each non-resident deer and elk tag be used for the big game landowner sportsman's relations program.	\$ 36,266,300	\$ 32,807,300	41.1%	\$ (3,459,000)	(9.5%)	\$ 38,031,400
A2 Fish and Game Fund (Federal) 0050-21: There are two categories of moneys received from the federal government. 1) 100% federal money is received for specific projects spelled out in a contract with the federal agency. In FY 2014, the department received about \$28.6 million in 100% federal funds. 2) Federal aid is generated by federal excise taxes on guns and ammunition (Pittman-Robertson) and federal excise taxes on fishing tackle and motor boat fuel (Dingell-Johnson). These dollars are apportioned to the states based on land area and the number of hunting and fishing licenses in each state. States are required to match federal aid with one dollar of state moneys for each three dollars of federal aid. In FY 2014, the department received about \$13.4 million in federal aid. Cash balances are commingled in the Fish and Game Fund 0050.	41,790,500	37,917,000	47.5%	(3,873,500)	(9.3%)	43,670,300
A3 Fish and Game Fund (Other) 0050-22: The department receives money from fines and forfeitures; civil penalties, and from state and local governments and non-governmental entities for specific projects spelled out in contracts or agreements. These funds include mitigation funds from Idaho Power and pass-through moneys from the Office of Species Conservation. Cash balances are commingled in fund 0050.	7,607,500	6,356,900	8.0%	(1,250,600)	(16.4%)	7,972,100
B1 Set-aside Funds (License) 0051-20: Certain money from the sale of hunting, fishing and trapping licenses, tags and permits is restricted for specific fish and wildlife purposes specified in Idaho law. These include \$2 from each hunting license for habitat acquisition and development, \$.75 from each deer, elk, and antelope tag for winter feeding of big game, \$.75 from each deer, elk and antelope tag for depredation prevention, and \$4 from each salmon and steelhead permit to acquire or rehabilitate salmon and steelhead fishing access and habitat.	1,845,600	848,300	1.1%	(997,300)	(54.0%)	1,860,500
B2 Set-aside Funds (Other) 0051-22: Every individual who has an Idaho income tax refund due may designate any portion to be deposited in the non-game fund for support of the non-game program. Moneys from initial fees or renewal of any of three wildlife license plates are deposited into this fund to be used for non-game programs. Also includes fees collected from any person who is found guilty of, or received a withheld judgment for, the illegal killing, illegal possession, or illegal waste of game animals. That money is used for processing meat that is then distributed to charitable organizations.	1,500,500	846,400	1.1%	(654,100)	(43.6%)	1,730,000
C Expendable Big Game Depredation 0055-00: Used to pay for crop damage (less \$1,000 deductible for first occurrence) caused by antelope, elk, deer, or moose and for livestock depredation by black bears and mountain lions. The fund receives an annual transfer of \$200,000 from the Fish and Game Fund, retains its interest and receives the interest from the Non-Expendable Big Game Fund (0531).	602,900	241,300	0.3%	(361,600)	(60.0%)	602,900
D Expendable Trust Fund 0524-00: The principal and interest of money and property donated to the department for a specific purpose.	1,661,700	759,900	1.0%	(901,800)	(54.3%)	1,853,200
E Non-Expendable Trust Fund 0530-00: Only the earnings on money and property donated conditionally to the department may be spent to fulfill the terms of certain donations or grants. The principal of the donation may not be expended.	50,300	6,700	0.0%	(43,600)	(86.7%)	50,700
Total	\$ 91,325,300	\$ 79,783,800	100.0%	\$ (11,541,500)	(12.6%)	\$ 95,771,100

Department of Fish and Game

Agency Profile

Analyst: Houston

Fish and Game Revenues and Transfers

Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Estimate
1 Licenses & Permits	\$32,456,700	\$31,758,000	\$32,950,300	\$34,514,600	\$36,495,200
2 Fleet Mgmt & Budget Stbl. Acct	662,100	675,400	761,800	699,800	709,200
3 Interest & Misc. Revenue	456,300	150,900	98,900	134,000	151,700
4 Transfers to UI Caine Ctr & Animal Ctrl	(200,000)	(200,000)	(254,600)	(310,000)	(310,000)
5 Transfer out to Depredation Fund	(200,000)	(200,000)	(200,000)	(200,000)	(200,000)
6 Dept of Lands and Trust Transfers	17,900	(107,700)	461,600	49,500	49,500
A1 Fish & Game Fund 0050-20 (Licenses)	\$33,193,000	\$32,076,600	\$33,818,000	\$34,887,900	\$36,895,600
7 Dingell-Johnson (Tackle)	6,963,900	6,395,900	6,269,400	7,559,400	7,394,500
8 Pittman-Robertson (Ammo)	6,345,100	7,260,500	7,082,900	13,558,200	11,170,200
9 Federal Reimbursements	24,520,000	30,922,800	28,558,800	29,601,200	25,952,400
9a Federal Grants Receivable	0	0	0	4,482,400	0
A2 Fish & Game Fund 0050-21 (Federal)	\$37,829,000	\$44,579,200	\$41,911,100	\$55,201,200	\$44,517,100
10 Private and Local Reimburs.	6,312,300	6,065,500	7,066,600	9,336,700	9,229,100
11 Civil Penalties	232,500	212,000	281,700	250,000	250,000
A3 Fish & Game Fund 0050-22 (Other)	\$6,544,800	\$6,277,500	\$7,348,300	\$9,586,700	\$9,479,100
12 Habitat Acq. and Devel. \$2	425,200	438,100	533,800	534,800	550,000
13 Salmon and Steelhead Tag \$4	314,000	277,000	257,600	259,000	275,000
14 Winter Feeding \$.75 & Depred. \$.75	314,400	311,800	330,000	332,000	356,600
15 Unallocated Interest & Wildlife Lab	2,000	(700)	1,600	300	500
B1 Set-aside Fund 0051-20 (Licenses)	\$1,055,600	\$1,026,200	\$1,123,000	\$1,126,100	\$1,182,100
16 Non-game Program Income	15,000	10,600	14,700	9,000	10,000
17 Meat Processing Charges	10,800	9,800	12,700	9,800	10,200
18 Transfer in from License Plates	845,500	850,800	847,800	848,000	848,000
19 Transfer in from Tax Check-off	33,000	35,700	31,700	33,500	33,000
20 Net Other Transfers	(37,400)	20,500	400	10,900	9,300
B2 Setaside Fund 0051-22 (Other)	\$866,900	\$927,400	\$907,300	\$911,200	\$910,500
21 Big Game Depredation	76,800	58,900	66,600	67,400	65,000
22 Net Transfers	200,000	142,900	163,300	158,000	160,000
C Depredation Funds 0055 & 0531	\$276,800	\$201,800	\$229,900	\$225,400	\$225,000
23 Trust Interest and Receipts	909,400	916,900	1,118,300	1,248,100	1,253,300
24 Net Transfers	510,100	310,500	3,200	50,000	50,000
D Expendable Trust Fund 0524	\$1,419,500	\$1,227,400	\$1,121,500	\$1,298,100	\$1,303,300
25 Trust Interest and Receipts	13,100	9,900	11,100	11,400	11,000
E Non-Expendable Trust Fund 0530	\$1,200	\$9,900	\$11,100	\$11,400	\$11,000
Total Revenues and Transfers	\$81,186,800	\$86,326,000	\$86,470,200	\$103,248,000	\$94,523,700

Consolidated Fund Analysis

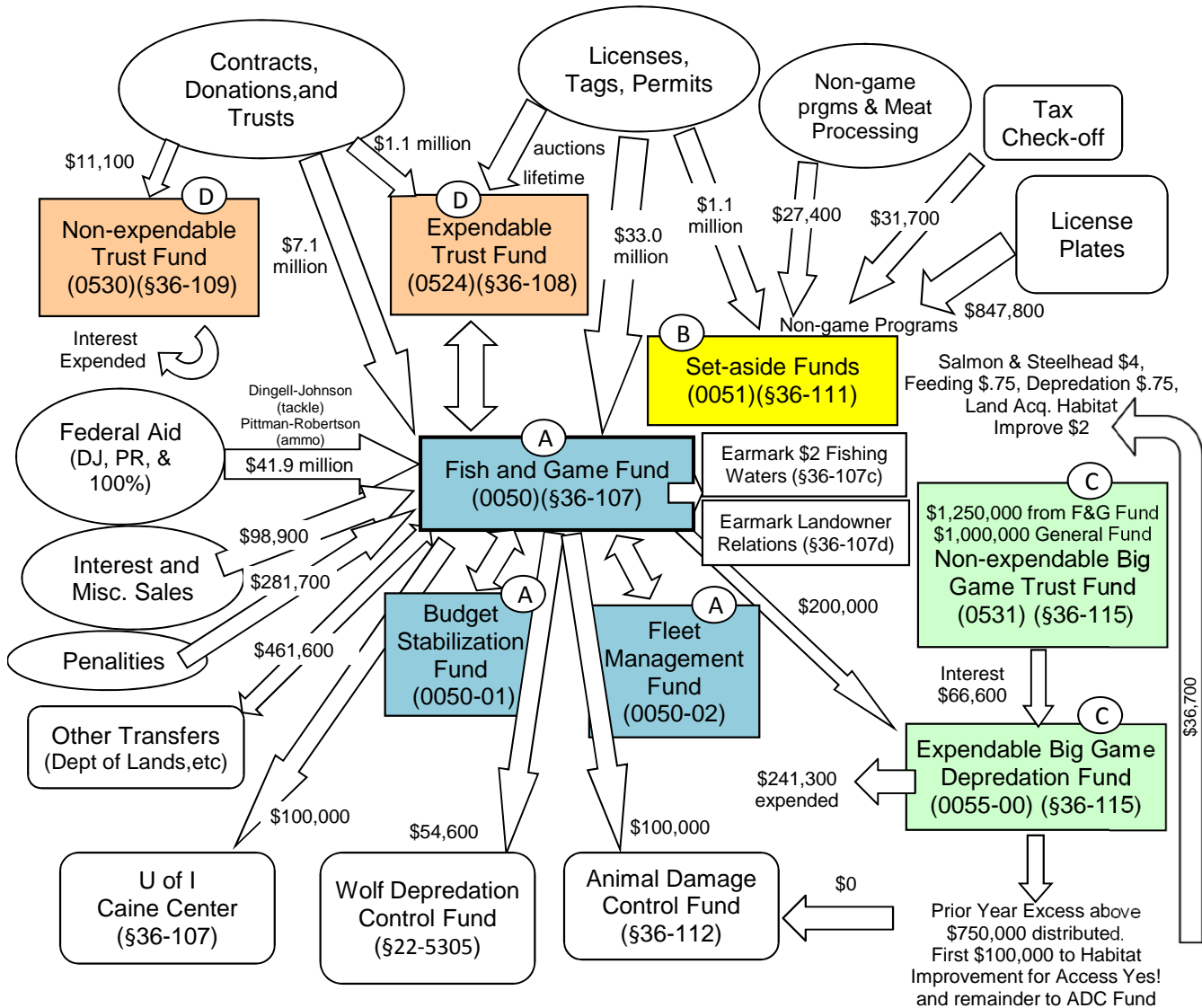
Description	FY 2012 Actual	FY 2013 Actual	FY 2014 Actual	FY 2015 Estimate	FY 2016 Estimate
Beginning Free Fund Balance	\$25,861,100	\$26,503,800	\$19,986,200	\$26,847,400	\$29,896,800
Beginning Encumbrances	2,644,800	3,437,700	6,512,700	3,602,300	3,182,900
Revenues and Transfers	81,186,800	86,326,000	86,470,200	103,248,000	94,523,700
Prior Year Cash Expenditures	(2,397,300)	(2,654,200)	(5,714,600)	(3,602,300)	(3,182,900)
* CY Cash Expenditures & Estimates	(77,353,900)	(87,114,400)	(76,804,800)	(97,015,700)	(91,445,500)
Current Year Encumbrances	(3,385,800)	(6,409,600)	(2,979,000)	(3,182,900)	(2,851,800)
Prior Year Encumbrances	(51,900)	(103,100)	(623,300)	0	0
Ending Free Fund Balance	\$26,503,800	\$19,986,200	\$26,847,400	\$29,896,800	\$30,123,200
By Fund					
A Fish and Game Fund (0050)	10,031,000	3,205,900	9,368,400	13,136,700	13,844,400
B Set-aside Fund (0051)	1,487,700	1,226,000	1,570,100	1,453,100	1,469,600
C Big Game Depredation (0055 & 0531)	3,057,100	3,036,700	3,025,300	3,017,800	3,009,900
D Expendable Trust Fund (0524)	11,374,500	11,959,300	12,320,900	11,765,800	11,315,800
E Non-Expendable Trust (0530)	553,500	558,300	562,700	523,400	483,500
Ending Free Fund Balance	\$26,503,800	\$19,986,200	\$26,847,400	\$29,896,800	\$30,123,200

* Estimates plus encumbrances differ from budget request by estimated reversions

Idaho Department of Fish and Game Agency Profile

Analyst: Houston

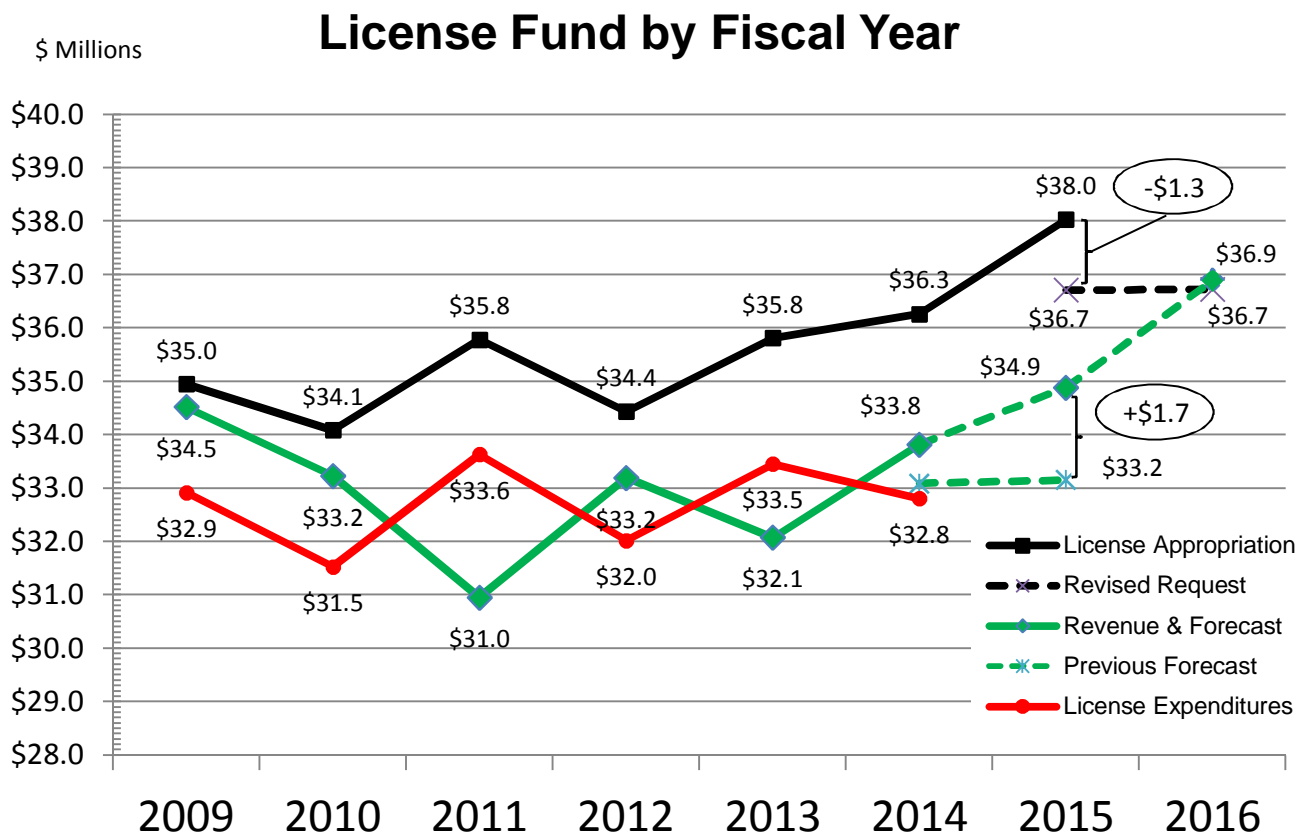
Funding Flow Chart FY 2014



Fiscal Year 2014	(A)	(B)	(C)	(D)	Total
	Fish and Game Funds (0050)	Set-aside Funds (0051)	Depredation Funds (0531 & 0055)	Expend & Non-Expend Trusts (0524 & 0530)	
Beginning Free Fund Balance	\$3,205,900	\$1,226,000	\$3,036,700	\$12,517,600	\$19,986,200
Beginning Encumbrances	6,473,900	29,600	0	9,200	6,512,700
Revenues	83,070,400	1,150,400	66,600	1,129,400	85,416,800
Transfers In	764,800	916,200	200,000	3,200	1,884,200
Transfers Out	(757,800)	(36,300)	(36,700)	0	(830,800)
Prior Year Cash Expenditures	(5,684,300)	(21,100)	0	(9,200)	(5,714,600)
Current Yr Cash Expenditures	(74,393,300)	(1,655,200)	(204,500)	(551,800)	(76,804,800)
Ending Cash Balance	12,679,600	1,609,600	3,062,100	13,098,400	30,449,700
PY Ending Encumbrances	(623,300)	0	0	0	(623,300)
CY Ending Encumbrances	(2,687,900)	(39,500)	(36,800)	(214,800)	(2,979,000)
Ending Free Fund Balance	\$9,368,400	\$1,570,100	\$3,025,300	\$12,883,600	\$26,847,400

Department of Fish and Game Agency Profile

Analyst: Houston



Last session, the department submitted a budget request that was 15% above projected revenues. JFAC included **Legislative Intent** in the department's appropriation bill stipulating that for the next budget cycle, the department take into account the trend of the last three years of actual revenues, and take into account any approved policy changes to make a revised FY 2015 revenue estimate. The department was to recommend changes to bring the FY 2015 budget to within five percent of projected revenues and to bring an FY 2016 budget request that was within projected revenues. Projected license revenues are made up of the following: 1) the sale of licenses, tags and permits, 2) miscellaneous income from interest and insurance proceeds, 3) fleet income from disposal of equipment, 4) projected increases in sales due to marketing efforts, but without fee increases, 5) less statutory transfers for animal damage, wolf depredation control, the Caine Center, and depredation payments.

Using sales data available as of June 30, 2014, the department forecast license revenue at \$34.9 million, or \$1.7 million more than the \$33.2 million revenue estimate used when JFAC set the budget for FY 2015 based on June 30, 2013 data. In order to bring the budget to within five percent of the revised revenue estimate, the department identified \$1,346,700 in savings to the license fund budget as follows: \$400,000 by reducing capital purchases in the fleet program, \$150,000 by negotiating or cancelling IT contracts and eliminating printing of the IDFG News and Wildlife Express, and \$796,700 by shifting allowable expenses to other funds.

Department of Fish and Game

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	568.00	0	95,771,100	568.00	0	95,771,100
1. Adjust Budget for Legislative Intent	0.00	0	(874,100)	0.00	0	(874,100)
2. One-time Projects	0.00	0	6,399,000	0.00	0	7,409,000
FY 2015 Total Appropriation	568.00	0	101,296,000	568.00	0	102,306,000
Removal of One-Time Expenditures	0.00	0	(15,598,900)	0.00	0	(16,608,900)
Base Adjustments	(10.00)	0	0	(10.00)	0	0
FY 2016 Base	558.00	0	85,697,100	558.00	0	85,697,100
Benefit Costs	0.00	0	566,000	0.00	0	396,400
Replacement Items	0.00	0	3,568,200	0.00	0	2,792,300
Statewide Cost Allocation	0.00	0	(31,200)	0.00	0	(31,200)
Change in Employee Compensation	0.00	0	441,200	0.00	0	1,053,400
FY 2016 Program Maintenance	558.00	0	90,241,300	558.00	0	89,908,000
1. Health Insurance for Temps	0.00	0	223,500	0.00	0	223,500
2. Shooting Range Development	0.00	0	175,000	0.00	0	175,000
3. Fish Screening & Boating Access	0.00	0	948,000	0.00	0	948,000
4. Game Mgmt & Wildlife Restoration	0.00	0	1,149,700	0.00	0	1,149,700
5. Fish Habitat Improvement	0.00	0	1,869,000	0.00	0	1,869,000
6. Fish Hatchery Improvements	0.00	0	500,000	0.00	0	500,000
7. Southern Idaho Hydropower Mitigation	0.00	0	250,000	0.00	0	250,000
8. Citizens Against Poaching (CAP)	0.00	0	30,000	0.00	0	30,000
9. Lemhi River Restoration	0.00	0	0	0.00	0	700,000
10. Sage Grouse Monitoring	0.00	0	0	0.00	0	75,000
FY 2016 Total	558.00	0	95,386,500	558.00	0	95,828,200
Change from Original Appropriation	(10.00)	0	(384,600)	(10.00)	0	57,100
% Change from Original Appropriation			(0.4%)			0.1%

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	568.00	0	52,100,800	43,670,300	95,771,100

1. Adjust Budget for Legislative Intent

All Programs except Wildlife Mitigation

Last session, the department submitted a budget request that was 15% above projected revenues. JFAC included Legislative Intent in the department's appropriation bill stipulating that for the next budget cycle, the department take into account the trend of the last three years of actual revenues and take into account any approved policy changes to make a revised FY 2015 revenue estimate. The department was to recommend changes to bring the FY 2015 budget to within five percent of projected revenues and to bring an FY 2016 budget request that was within projected revenues. Projected license revenues are made up of the following: 1) the sale of licenses, tags and permits, 2) miscellaneous income from interest and insurance proceeds, 3) fleet income from disposal of equipment, 4) projected increases in sales due to marketing efforts, but without fee increases, 5) less statutory transfers for animal damage, wolf depredation control, the Caine Center, and depredation payments.

Using sales data available as of June 30, 2014, the department forecast license revenue at \$34.9 million, or \$1.7 million more than the \$33.2 million revenue estimate used when JFAC set the budget for FY 2015 using June 30, 2013 sales data. In order to bring the budget to within five percent of the revised revenue estimate, the department identified \$1,346,700 in savings to the license fund budget as follows: \$400,000 by reducing capital purchases in the fleet program, \$150,000 by negotiating or cancelling IT system contracts and eliminating printing of the IDFG News and Wildlife Express, and \$796,700 by shifting allowable expenses to other funds. The request adds \$85,000 in federal Pittman-Robertson appropriation and \$387,600 in other contracts for a net reduction of \$874,100. The budget request then maintains those adjustments into FY 2016 to keep within the FY 2016 revenue projection.

Agency Request	0.00	0	(959,100)	85,000	(874,100)
Governor's Recommendation	0.00	0	(959,100)	85,000	(874,100)

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. One-time Projects					Fisheries, Wildlife, Comm, Wildlife Mit & Hab Cons
<p>FISHERIES PROGRAM projects include \$93,700 from federal Dingell-Johnson moneys and \$31,300 from state license money to purchase property for Campbell's Pond; \$100,000 from federal NOAA Mitchell Act moneys for fish screen maintenance; \$35,200 from US Fish and Wildlife Service (USFWS) moneys for Clearwater Fish Hatchery Improvements; \$6,100 from USFWS and \$3,800 from Idaho Power Company for the fish health program; \$55,000 from Idaho Fish and Wildlife Foundation moneys for streambank habitat improvements to Sheep Creek in the Southeast region; \$8,600 from Quantitative Consultants for salmon and steelhead habitat improvement effectiveness monitoring; \$721,000 from the Office of Species Conservation for habitat improvements; and \$47,200 from Idaho Power Company for Chinook salmon and steelhead monitoring and evaluation. Fisheries projects total \$1,101,900 of which \$31,300 is for match to the Campbell's Pond purchase from Potlatch. [One-time]</p>					
<p>WILDLIFE PROGRAM projects include \$92,200 in operating expenditures and \$2,215,700 in capital outlay from federal Pittman-Robertson moneys to acquire the 10,400 acre Rock Creek property in Blaine County. The acquisition will conserve important wildlife habitat while preserving grazing uses for livestock producers. Total value of the property exceeds \$13.4 million, with \$11.2 million being contributed through the Rinker family and a Grassland Reserve Program easement. That leaves \$2.2 million for fee-title acquisition plus operating costs necessary for appraisal, title search, property survey, and closing costs to the department, bringing the request for this project to \$2,307,900. [One-time]</p>					
<p>COMMUNICATIONS PROGRAM projects include \$65,000 in operating expenditures from Pittman-Robertson moneys to enhance the statewide hunter recruitment and retention program. Moneys will be used to conduct trapper education, purchase non-firing training rifles, and for program supplies. The intent is to teach hunting skills that will encourage graduates to become life-long hunters and trappers. [One-time]</p>					
<p>WILDLIFE MITIGATION AND HABITAT CONSERVATION PROGRAM projects include \$2,500,000 in federal Bonneville Power Administration (BPA) moneys to be used for erosion control actions and to restore wildlife habitat in the Clark Fork delta of Lake Pend Oreille; \$174,200 from a Department of Environmental Quality settlement to provide for mitigation for loss of wetlands associated with the expansion of the Page repository in northern Idaho; and \$250,000 in federal BPA moneys for noxious weed control, habitat plantings, and fence repairs in the southern part of the state. The request for this program totals \$2,924,200. [One-time]</p>					
Agency Request	0.00	0	1,041,100	5,357,900	6,399,000
<p><i>The Governor adds \$1,010,000 in federal BPA moneys for Clark Fork Delta restoration from Albeni Falls Wildlife Mitigation Project settlements. The funds will be used to purchase and move rock, and to construct a protective rock breakwater and several bendway weirs.</i></p>					
Governor's Recommendation	0.00	0	1,041,100	6,367,900	7,409,000
FY 2015 Total Appropriation					
Agency Request	568.00	0	52,182,800	49,113,200	101,296,000
Governor's Recommendation	568.00	0	52,182,800	50,123,200	102,306,000
Removal of One-Time Expenditures					
<p>Removes one-time funding provided for the 1% CEC, one-time replacement items, and one-time line items approved for FY 2015. It also removes funding for the one-time projects requested in the supplemental.</p>					
Agency Request	0.00	0	(7,086,800)	(8,512,100)	(15,598,900)
Governor's Recommendation	0.00	0	(7,086,800)	(9,522,100)	(16,608,900)
Base Adjustments					
<p>This item eliminates 10 positions and transfers appropriation between programs to align funding to support the department's Change in Employee Compensation (CEC) plan. It also moves \$441,600 between programs to align funding with changes in program responsibilities. Includes small fund shifts in the amount of \$5,900 from license moneys to federal funds in the Wildlife Program and \$5,000 from other funds to federal funds in the Communications program to align programs with funding sources. [Ongoing adjustment]</p>					
Agency Request	(10.00)	0	(10,900)	10,900	0
Governor's Recommendation	(10.00)	0	(10,900)	10,900	0

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Base					
Agency Request	558.00	0	45,085,100	40,612,000	85,697,100
<i>Governor's Recommendation</i>	<i>558.00</i>	<i>0</i>	<i>45,085,100</i>	<i>40,612,000</i>	<i>85,697,100</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums from \$11,283 to \$12,299 or \$1,016 per employee. The department does not participate in the statewide health insurance sweep and therefore pays a surcharge rate, but only for employees that enroll in the health insurance plan. This item also includes a decrease in workers' compensation from .02620 of salary to .02590 of salary, or a total reduction of \$8,300 for permanent employees.

Agency Request	0.00	0	329,800	236,200	566,000
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This decision unit reflects scheduled changes in employer health benefit costs.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>231,000</i>	<i>165,400</i>	<i>396,400</i>
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Replacement Items

ADMINISTRATION: \$162,300 for computer equipment, \$5,000 for a lawn mower, and \$8,000 for a forklift for a subtotal of \$175,300 of which \$31,700 is from federal funds and \$143,700 is from license moneys. Also includes \$2,786,500 for motorized equipment from the Fleet Management Fund for one station wagon, 52 pickups, six 1-ton trucks, four SUVs, one large tandem axle truck, two large F-650 trucks, 22 out-board motors, 20 snowmobiles, six motorcycles, and 29 ATVs. The total request is \$2,961,900 for the Administration Program.

ENFORCEMENT: \$49,400 for computer equipment, \$6,500 for 10 sets of body armor, and \$81,400 for radio equipment for a total of \$137,300 from license moneys.

FISHERIES: \$52,000 for research equipment, \$97,000 for hatchery maintenance, \$91,300 for computer equipment, and \$63,700 for field equipment for a total of \$304,000 of which \$9,800 is from federal funds, \$238,000 is from license moneys, and the remaining \$56,200 is from the Fish and Game Other Fund.

WILDLIFE: \$35,000 for restroom repairs, \$56,100 for computer equipment and \$2,400 for specific use equipment with \$89,700 from license money and \$3,800 from federal funds for a total of \$93,500 for the Wildlife Program.

COMMUNICATIONS: \$13,700 for 15 desktop computers, and \$45,200 for 29 laptop computers for a total of \$58,900 from the license fund.

ENGINEERING: \$3,100 for two laptop computers and \$900 for one desktop computer for a total of \$4,000 from the license fund.

WILDLIFE MITIGATION AND HABITAT CONSERVATION: \$5,500 for six desktop computers and \$3,100 for two laptops for a total of \$8,600 from the license fund.

Agency Request	0.00	0	3,522,900	45,300	3,568,200
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For fleet management, the Governor recommends replacing 40 trucks (\$1,336,300), 29 all terrain vehicles (\$263,900), six motorcycles (\$41,400), 20 snowmobiles (\$184,000), and 22 outboard motors (\$185,000) for a total of \$2,010,600. This is \$775,900 less than the request.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,747,000</i>	<i>45,300</i>	<i>2,792,300</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$9,800 for Attorney General fees, a decrease of \$35,100 for risk management costs, an increase of \$13,600 for State Controller fees, and an increase of \$100 for State Treasurer fees for a total decrease of \$31,200. Reflects a 3.8% decrease from the \$819,400 SWCAP base.

Agency Request	0.00	0	(27,100)	(4,100)	(31,200)
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(27,100)</i>	<i>(4,100)</i>	<i>(31,200)</i>
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Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	242,800	198,400	441,200
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	0	609,300	444,100	1,053,400
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FY 2016 Program Maintenance					
Agency Request	558.00	0	49,153,500	41,087,800	90,241,300
Governor's Recommendation	558.00	0	48,645,300	41,262,700	89,908,000

1. Health Insurance for Temps

Admin, Fisheries, Wildlife, Comm, Wildlife Mitig

The department requests additional appropriation to cover increases in health insurance costs for benefited temporary employees. Changes in health insurance costs for permanent positions are calculated in the maintenance area, but additional funding for group positions must be included as a line item. Last year, the department spent \$5.4 million for the salaries of 649 group employees plus \$610,800 for health insurance for 104 of those employees, and \$887,400 for variable benefits (social security, workers' compensation, unemployment insurance, and retirement for some) for a grand total of \$6.9 million. The request includes enhanced funding as follows: \$59,500 in licenses and fees, \$21,700 in fish and game non-federal contracts, \$5,600 in license set-aside; \$3,800 in other set-aside (tax donations and plates), \$1,800 in expendable trust moneys, \$200 in non-expendable trust (interest only), and \$130,900 in federal funding for a total of \$223,500. The request is equivalent to a 36% increase over last year's employer-paid insurance costs for group positions. [Ongoing]

Agency Request	0.00	0	92,600	130,900	223,500
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Governor's Recommendation	0.00	0	92,600	130,900	223,500
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2. Shooting Range Development

Communications

This request provides authority to spend up to \$120,000 of fine and forfeiture funds (Section 36-412A, Idaho Code) and \$55,000 from federal Pittman-Robertson moneys on shooting range development and maintenance throughout the state. Examples of uses include payments to contractors for capital improvements, repairs and maintenance to department ranges, and purchase of supplies or cash grants to shooting range operators to improve their ranges. This improves safety, provides equipment, and enhances existing private and public ranges. This program receives requests for funding each fall and makes awards the following spring. Although grants for FY 2016 won't be determined until March of 2015, statewide recipients of FY 2015 awards include Bonner County Sportsmen, Kootenai Valley Rifle and Pistol Club, Troy-Deary Gun Club, Lewis-Clark Wildlife Club, Garden Valley Sportsman's Club, EE-DA-HOW Long Rifles, Council Rod and Gun Club, Nampa Bow Chiefs, Lincoln County, Blackfoot River Bowmen, Unified Sportsman's Club, Fremont County, South Fork Archers, and Lemhi County Rifle Range. Federal funds will be directed to state-owned shooting ranges. [The request includes a change from one-time capital outlay to ongoing operating expenditures]

Agency Request	0.00	0	120,000	55,000	175,000
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Governor's Recommendation	0.00	0	120,000	55,000	175,000
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3. Fish Screening & Boating Access

Fisheries

The department requests \$948,000 in capital outlay for the fish screen program, and the fishing and boating access program. The screening program, funded by federal Bonneville Power Administration and NOAA Mitchell Act moneys, installs new screens and fish ways and maintains over 200 existing installations to keep juvenile salmon and steelhead out of irrigation ditches and canals. Also, the department maintains over 300 boating and fishing access sites statewide and requests federal Dingell-Johnson Act (United States Fish and Wildlife Service Sport Fisheries Restoration) moneys for enhancements. [One-time]

Agency Request	0.00	0	0	948,000	948,000
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Governor's Recommendation	0.00	0	0	948,000	948,000
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Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Game Mgmt & Wildlife Restoration Wildlife

This request is for \$249,700 in personnel costs for seasonal bio-aides and technicians, \$750,000 in operating expenditures, and \$150,000 in capital outlay for a total of \$1,149,700 to be used for game management and wildlife habitat restoration. Funding is from federal Pittman-Robertson excise taxes collected on increased ammunition and firearm sales. The game management program is responsible for collecting, analyzing, and reporting population status data on 12 big game species, 11 upland game species, nine fur-bearer species, 19 migratory bird species, and other harvested species. Moneys will be used for elk radio-collaring and monitoring, testing a new elk occupancy modeling technique, recommending harvest opportunities, trapping and transplanting wildlife, and developing management plans. The habitat management program manages 32 wildlife management area (WMAs) totaling over 360,000 acres. The program provides technical assistance to private and public land managers, implements Access Yes! on over 400,000 acres of private land, and develops private land habitat programs. Moneys will be used to address deferred maintenance on wildlife management areas, increase habitat improvement efforts on private and public land impacted by wildfire, and to replace a shop facility at Fort Boise WMA. [One-time]

Agency Request	0.00	0	0	1,149,700	1,149,700
Governor's Recommendation	0.00	0	0	1,149,700	1,149,700

5. Fish Habitat Improvement Fisheries

This request will support the planning, design, and implementation of habitat improvement work in the Upper Salmon and Clearwater Drainages to benefit Endangered Species Act-listed salmon and steelhead. The request includes \$70,000 in personnel costs for seasonal employees, \$984,000 in operating expenditures, and \$815,000 to provide the capital needed for site developments to increase in-stream flows, reconnect tributaries, and improve habitat for rearing and spawning salmon and steelhead. Moneys come from the federal Pacific Coastal Salmon Recovery Fund and from Bonneville Power Administration settlement agreement moneys, both administered through the Office of Species Conservation. Work completed under this activity is a critical component of the state's strategy for recovering ESA-listed salmon and steelhead populations. [\$1,054,000 ongoing and \$815,000 one-time]

Agency Request	0.00	0	1,869,000	0	1,869,000
Governor's Recommendation	0.00	0	1,869,000	0	1,869,000

6. Fish Hatchery Improvements Fisheries

This line item provides \$500,000 from Bonneville Power Administration (BPA) Trust moneys for resident fish hatchery improvements. Restrictions on these moneys require they be spent on hatchery upgrades. The original amount of the trust in FY 2013 was \$2.9 million. JFAC previously approved use of the BPA Resident Fish Trust in two \$500,000 installments: one in FY 2014 and one in FY 2015. This is the third \$500,000 request for use of these moneys. [One-time]

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

7. Southern Idaho Hydropower Mitigation

Wildlife Mitigation and Habitat Conservation

The department is requesting additional ongoing appropriation to implement habitat conservation and improvement projects funded wholly by the Bonneville Power Administration. These projects are required by the Northwest Power Act to mitigate for hydropower impacts on wildlife resources caused by development of Palisades and Anderson Ranch dams. The request includes \$124,900 in personnel costs for seasonal non-benefited temporary employees and \$125,100 in operating expenditures for travel and supplies to implement conservation monitoring and habitat improvement projects. [Ongoing]

Agency Request	0.00	0	0	250,000	250,000
Governor's Recommendation	0.00	0	0	250,000	250,000

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
8. Citizens Against Poaching (CAP)					Enforcement
<p>Citizens Against Poaching (CAP) is a non-profit corporation established by concerned individuals in 1980 to assist the department with reporting and prevention of wildlife crimes. CAP offers rewards of up to \$600 for information leading to issuance of a citation. As their income has increased, they have expanded their attention to funding needed enforcement travel and equipment to catch and prosecute poachers. This decision unit requests to build an ongoing operating expenditure appropriation in the Fish and Game Other Fund (no current funding in the base for this activity) for Citizens Against Poaching (CAP) donations. The request is to provide for witness travel costs, costs to send investigators out-of-state if needed, and equipment and supplies that will enhance the statewide enforcement program. Examples of equipment include spotting scopes, binoculars, metal detectors, infrared scopes, electronic audio recording devices, cameras, and global positioning systems. [Ongoing]</p>					
Agency Request	0.00	0	30,000	0	30,000
Governor's Recommendation	0.00	0	30,000	0	30,000
9. Lemhi River Restoration					Fisheries
Agency Request	0.00	0	0	0	0
<p>The Governor recommends a one-time appropriation from the Fish and Game Other Fund for salmon and steelhead recovery projects on the Lemhi River. This funding will be provided by the Office of Species Conservation through their intergovernmental contract with Bonneville Power Administration. The recommendation includes \$6,500 in personnel costs, \$80,000 in operating expenditures, and \$613,500 in capital outlay.</p>					
Governor's Recommendation	0.00	0	700,000	0	700,000
10. Sage Grouse Monitoring					Wildlife
Agency Request	0.00	0	0	0	0
<p>The Governor recommends a one-time appropriation from the Fish and Game Other Fund to allow the department to conduct lek monitoring for the Office of Species Conservation. This monitoring is to support the Governor's sage grouse initiative and will inform the U.S. Fish and Wildlife Service's listing decision.</p>					
Governor's Recommendation	0.00	0	75,000	0	75,000
FY 2016 Total					
Agency Request	558.00	0	51,765,100	43,621,400	95,386,500
Governor's Recommendation	558.00	0	52,031,900	43,796,300	95,828,200
Agency Request					
Change from Original App	(10.00)	0	(335,700)	(48,900)	(384,600)
% Change from Original App	(1.8%)		(0.6%)	(0.1%)	(0.4%)
Governor's Recommendation					
Change from Original App	(10.00)	0	(68,900)	126,000	57,100
% Change from Original App	(1.8%)		(0.1%)	0.3%	0.1%

Idaho Legislative Budget Book

Board of Land Commissioners

2015 Legislative Session

Investment Board, Endowment Fund	4 - 29
Lands, Department of	4 - 35

Board of Land Commissioners

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Investment Board, Endow Fund	624,800	580,400	630,300	637,700	644,500
Lands, Department of	46,197,100	39,777,700	47,254,300	50,922,900	50,619,100
Total:	46,821,900	40,358,100	47,884,600	51,560,600	51,263,600
BY FUND CATEGORY					
General	5,174,300	5,164,900	5,274,200	5,818,500	5,833,300
Dedicated	35,410,400	32,608,300	36,344,600	39,373,600	39,053,800
Federal	6,237,200	2,584,900	6,265,800	6,368,500	6,376,500
Total:	46,821,900	40,358,100	47,884,600	51,560,600	51,263,600
Percent Change:		(13.8%)	18.6%	7.7%	7.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,893,600	21,608,700	23,869,300	24,540,900	24,819,500
Operating Expenditures	17,674,000	14,613,200	17,747,100	19,809,700	19,740,100
Capital Outlay	1,288,400	1,179,000	1,252,500	2,200,200	1,694,200
Trustee/Benefit	4,965,900	2,957,200	5,015,700	5,009,800	5,009,800
Total:	46,821,900	40,358,100	47,884,600	51,560,600	51,263,600
Full-Time Positions (FTP)	265.47	265.47	268.17	272.17	286.82

Department Description

Section 58-101, Idaho Code, creates the Department of Lands: "The governor, secretary of state, attorney general, state controller, and superintendent of public instruction being constituted a state board of land commissioners by section 7 of article 9, of the constitution of the state, as such board, have the direction, control and disposition of the public lands of the state. The board shall exercise the said constitutional functions through the instrumentality of a department of lands which is hereby created." Section 67-2402, Idaho Code, lists the Department of Lands as one of the 20 executive branch departments authorized by Section 20 of Article 4 of the state Constitution.

Section 57-718, Idaho Code, places the Endowment Fund Investment Board under the Land Board, effective July 1, 2000: "There is hereby established in the state board of land commissioners an endowment fund investment board."

Endowment Fund Investment Board

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	624,800	580,400	630,300	637,700	644,500
Percent Change:		(7.1%)	8.6%	1.2%	2.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	425,700	423,700	437,600	441,600	448,400
Operating Expenditures	192,000	150,100	191,500	194,400	194,400
Capital Outlay	7,100	6,600	1,200	1,700	1,700
Total:	624,800	580,400	630,300	637,700	644,500
Full-Time Positions (FTP)	4.00	4.00	3.70	3.70	3.70

Division Description

The Endowment Fund Investment Board (EFIB) is responsible for managing the investments of the land grant endowment funds (Section 57-721, Idaho Code), the State Insurance Fund (Section 72-912, Idaho Code), the Judges' Retirement Fund up until July 1, 2014 (Section 1-2008, Idaho Code), and other moneys as required by law (Section 57-720, Idaho Code). Other moneys include Ritter Island and Trail of the Coeur d'Alenes for the Idaho Department of Parks and Recreation. New in FY 2015 are investments for the Kellogg institutional controls water treatment plant for DEQ and two endowments for the Idaho Department of Fish and Game.

The State Legislature created the Endowment Fund Investment Board in 1969 (§57-718, Idaho Code), after the passage of a constitutional amendment in 1968. Before that, the State Treasurer had been responsible for the management of the state's land grant endowment funds. The Department of Finance took over investment responsibilities for two years until the EFIB's first manager was hired and the office opened July 1, 1971.

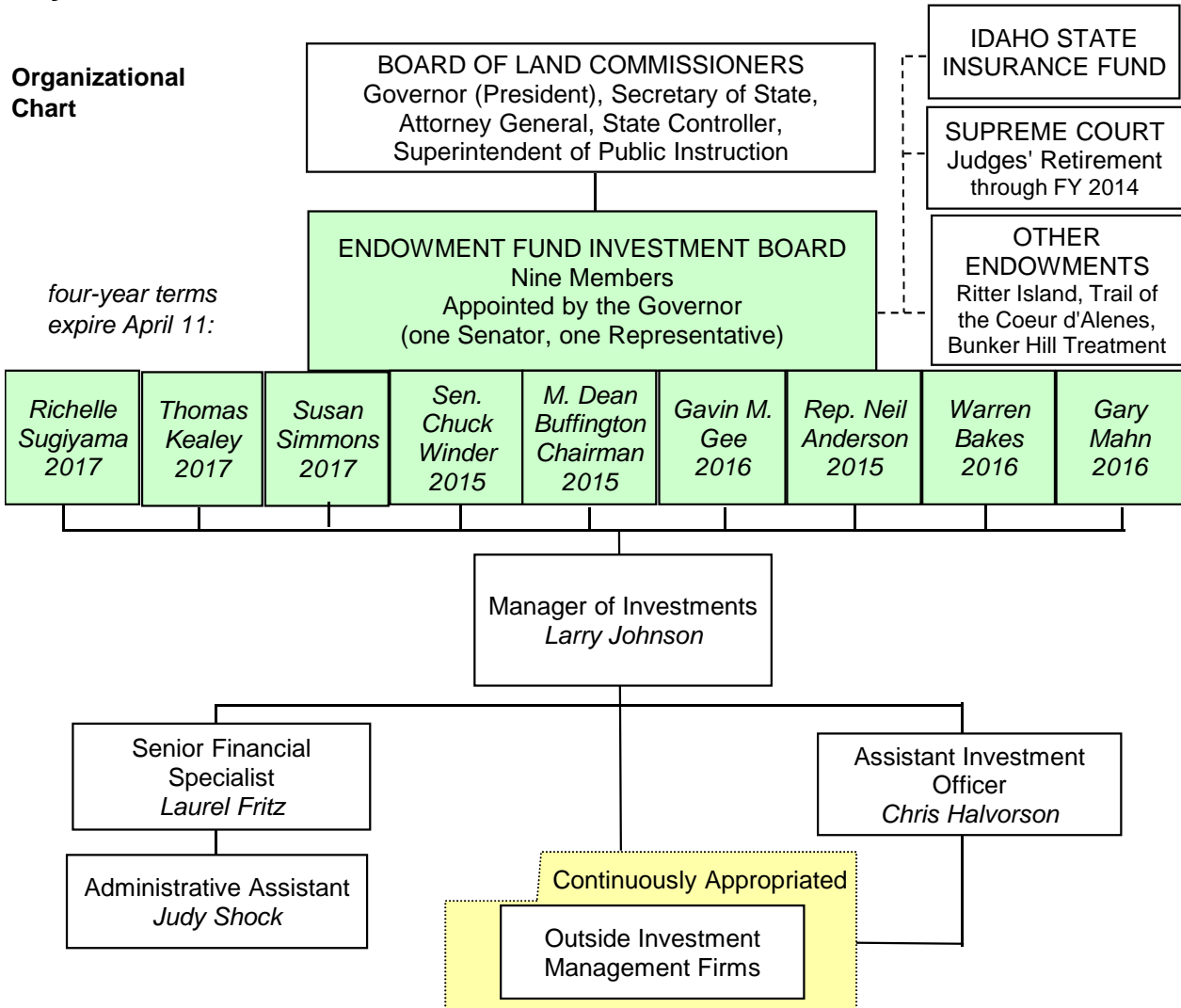
The 1998 Legislature approved four pieces of legislation (HJM9, HJR6, HJR8, and H643aa) that began the latest round of endowment reform. 1) HJM9 requested that Congress allow proceeds from the sale of public school endowment lands to be deposited into a land bank to be used to purchase other lands. Congress later approved the memorial. 2) HJR6 proposed amendments to the state constitution to change the word "disposal" to "sale" and to allow a land bank. Voters approved the constitutional amendment but the Supreme Court later invalidated the amendment, ruling that the amendment contained two questions and was not put properly before the people. The land board resubmitted the constitutional amendment regarding the land bank as HJR1 in 2000 and the electorate approved the amendment in November of 2000. 3) HJR8 proposed amendments to the State Constitution to allow the permanent fund to be invested rather than loaned, to create an earnings reserve, and to allow for payment of administrative costs from the earnings reserve. Voters approved that constitutional amendment in November of 1998. 4) H643aa of 1998 set up the distribution mechanisms necessary for the permanent funds, the earnings reserve and the income funds. The bill moved the Endowment Fund Investment Board from the Governor's Office to the Land Board effective July 1, 2000. Therefore, actual expenditures before FY 2001 are shown in the Executive Office of the Governor. The legislation also set up a land bank, and changed the makeup of the board. The makeup of the nine-member board changed to remove the Superintendent of Public Instruction and the Director of the Department of Finance, and replaced them with two "public members from the citizenry at large who are knowledgeable and experienced in financial matters and the placement or management of investment assets" (§57-718, Idaho Code). S1107 of 1999 changed the effective date of certain sections of H643aa to allow investment in equities effective February 15, 1999.

H690aa of 1998 established the Capitol Commission and the Capitol Endowment from the former Public Building Endowment effective on July 1, 1998. H643aa was to become effective July 1, 2000 creating a potential conflict with H690aa. However, during the 2000 session, the Legislature resolved that conflict by repealing the Public Building Endowment. H181 of 2013 established a Capitol Maintenance Reserve Fund for the Capitol Commission. Starting in FY2014, most of the distribution from the Capitol Permanent Endowment Fund began flowing to the maintenance reserve instead of the Capitol Commission's operating fund.

Endowment Fund Investment Board

Agency Profile

Analyst: Houston



Fund Sources	FY 2014 Expenditures	Percent of Total	FY 2015 Orig. Approp.	FY 2016 Request
1. Miscellaneous Revenue Fund (0349-00)	\$ 126,200	21.7%	\$ 133,000	\$ 134,200
The Endowment Fund Investment Board invests certain balances of other funds besides those endowed to the state at statehood. The appropriation is adjusted annually to ensure that these other clients pay for the administrative costs of managing the Judges' Retirement (through FY 2014), State Insurance Fund, Ritter Island, Trail of the Coeur d'Alenes, DEQ water treatment, and any other endowment's portion of the Board's portfolio based on the proportional value of the asset managed.				
2. Endow Earnings Reserve Admin (0482-70)	454,200	78.3%	497,300	503,500
Amendments to the Idaho State Constitution, effective July 1, 2000, allowed the Legislature to appropriate administrative costs from the earnings of those properties endowed to the state by congress at statehood. The Legislature provides a fixed appropriation for the salaries and operating costs of the staff and a continuous appropriation for external investment costs. FY 2014 external investment costs paid through the continuous appropriation were \$6,641,068.				
Total	\$ 580,400	100.0%	\$ 630,300	\$ 637,700

Endowment Fund Investment Board

Agency Profile

Analyst: Houston

Profile of Key Services Provided

Millions of Dollars	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
End of Year Market Values of Funds Under Management						
1. Public School Permanent Endowment	\$511.6	\$583.1	\$714.7	\$708.4	\$792.9	\$922.4
2. Public School Earnings Reserve Fund	87.7	91.1	93.5	100.2	122.0	163.8
3. Other Land Grant Permanent Funds	241.1	275.5	326.9	352.3	392.2	477.4
4. Other Land Grant Earnings Reserves	65.5	74.2	110.8	97.4	127.6	181.2
5. Capitol Permanent Endowment	14.5	17.0	21.9	22.2	25.9	in Other
6. Subtotal Land Grant Endowments	\$920.4	\$1,040.8	\$1,267.8	\$1,280.5	\$1,460.7	\$1,744.8
7. State Insurance Fund	571.7	575.3	574.7	592.2	594.4	630.2
8. Judges' Retirement Fund	48.3	53.0	62.9	60.4	66.4	75.1
9. Ritter Island & Trail of CDA Endowments	3.0	3.3	3.4	3.3	3.4	3.7
10. Total Funds under Management	\$1,543.5	\$1,672.4	\$1,908.8	\$1,936.3	\$2,125.0	\$2,453.7

Statehood Land Grant Endowment Funds - From Accrual-Based Annual Audits

Public Schools Permanent Fund

11. Beginning Value July 1	\$633.1	\$511.6	\$583.1	\$714.7	\$708.4	\$792.9
12. Lands Contributions	4.2	2.8	3.8	2.7	2.3	2.1
13. Income (Loss) from Investments	(125.8)	68.7	127.8	(9.0)	82.2	127.3
14. Public School Permanent Fund Balance	\$511.6	\$583.1	\$714.7	\$708.4	\$792.9	\$922.4
15. Change in Market Value/Beginning Value	(19.9%)	13.4%	21.9%	(1.3%)	11.6%	16.1%

Public Schools Earnings Reserve Fund

16. Beginning Value July 1	\$105.8	\$87.7	\$91.1	\$93.5	\$100.2	\$122.0
17. Transfers In (Out)	0.0	0.0	0.0	3.4	0.0	0.0
18. Lands Contributions	33.8	25.9	38.9	36.3	41.9	50.6
19. Income (Loss) from Investments	(3.6)	25.8	34.7	17.2	32.3	43.2
20. Lands Expenses	(16.3)	(14.0)	(14.4)	(15.4)	(17.1)	(16.2)
21. EFIB Expenses	(2.3)	(3.0)	(3.5)	(3.5)	(4.0)	(4.5)
22. Distributions to Beneficiaries	(29.7)	(31.3)	(53.3)	(31.3)	(31.3)	(31.3)
23. Ending Public Schools Earnings Reserve	\$87.7	\$91.1	\$93.5	\$100.2	\$122.0	\$163.8

Other Land Grant (LG) Permanent Funds

24. Beginning Value July 1	\$283.9	\$241.1	\$275.5	\$326.9	\$352.3	\$392.2
25. Lands Contrib, Transfers, Capitol Endow	16.5	1.9	(1.6)	28.8	7.9	40.7
26. Income (Loss) from Investments	(59.3)	32.5	53.1	(3.4)	32.0	44.5
27. Other LG Permanent Fund Balances	\$241.1	\$275.5	\$326.9	\$352.3	\$392.2	\$477.4

Other Land Grant (LG) Earnings Reserve Funds

28. Beginning Value July 1	\$85.1	\$65.5	\$74.2	\$110.8	\$97.4	\$127.6
29. Transfers from (to) Permanent Funds	(16.3)	(1.5)	1.8	(28.6)	(7.8)	(24.1)
30. Transfers In (Out)	0.0	0.0	0.0	5.4	0.0	9.5
31. Lands Contributions	24.4	18.6	25.8	26.3	32.5	37.3
32. Income (Loss) from Investments	(7.0)	16.5	34.7	7.8	32.8	58.7
33. Lands Expenses	(6.8)	(9.0)	(9.3)	(7.3)	(8.9)	(7.5)
34. EFIB Expenses	(1.1)	(1.5)	(1.8)	(1.9)	(2.2)	(2.7)
35. Distributions to Beneficiaries	(12.7)	(14.4)	(14.5)	(15.1)	(16.2)	(17.6)
36. Ending Other LG Earnings Reserves	\$65.5	\$74.2	\$110.8	\$97.4	\$127.6	\$181.2

37. Gross Investment Return Before Fees	(18.0%)	15.8%	24.6%	1.0%	14.4%	18.8%
38. Expenses to year-end net assets	0.39%	0.43%	0.43%	0.45%	0.43%	0.42%

Endowment Fund Investment Board

Agency Profile

Analyst: Houston

Endowment Distributions to the Beneficiaries

On September 16, 2014, the Land Board approved endowment distributions for FY 2016. The recommendation is a 4.7% increase for Public Schools. The other institutions have various increases totaling 14.6%.

Fiscal Year	Distributions to Beneficiaries			% Change from previous year			Spending Rule ¹	
	Public Schools	Other Institutions	Total PScI & Institutions	Public Schools	Other Institutions	Total PScI & Institutions	Public Schools	Other Institutions
2016*	32,758,800	23,714,400	56,473,200	4.7%	14.6%	8.6%	5%/6% SHS	
2015	31,292,400	20,685,800	51,978,200	0.0%	17.9%	6.4%	5%/6% SHS hold PS	
2014	31,292,400	17,552,400	48,844,800	0.0%	8.2%	2.8%	5%/6% SHS hold PS&NS	
2013	31,292,400	16,216,200	47,508,600	0.0%	7.2%	2.3%	5% /6% SHS	
2012	31,292,400	15,132,600	46,425,000	(41.3%)	4.4%	(31.5%)	5% /6% SHS	
2011	53,292,400	14,494,200	67,786,600	70.3%	0.9%	48.5%	5% See Notes	
2010	31,292,400	14,362,800	45,655,200	5.4%	12.9%	7.6%	5.0%	
2009	29,692,900	12,720,200	42,413,100	10.0%	9.4%	9.8%	5% /4.1% Pen,SS	
2008	26,995,000	11,622,000	38,617,000	9.5%	3.8%	7.7%	5% /4.1% Pen,SS	
2007	24,648,200	11,197,400	35,845,600	6.8%	(11.5%)	0.3%	5.0%	
2006	23,087,100	12,655,800	35,742,900	0.6%	(12.3%)	(4.4%)	5%PS /6% see notes	
2005	22,957,800	14,436,910	37,394,710	(39.2%)	(16.8%)	(32.1%)	5%PS /7% see notes	
2004	37,750,000	17,355,000	55,105,000	1.9%	(12.9%)	(3.3%)	7.5%	
2003	37,056,500	19,925,000	56,981,500	(22.3%)	(9.3%)	(18.2%)	7.5% see notes	
2002	47,675,000	21,965,000	69,640,000	6.7%	5.9%	6.4%	8.0%	
2001	44,700,000	20,750,000	65,450,000	4.6%	7.9%	5.6%	8.5% see notes	
2000	42,753,811	19,225,283	61,979,094	3.4%	12.4%	6.1%		
1999	41,331,115	17,106,900	58,438,015	3.2%	5.6%	3.9%		

Fiscal Year	Agricultural College	Charitable Institutions ²	Normal School ³	School of Penitentiary	School of Science	SHS Mental Hospital	University of Idaho	Total Institutions
2016*	1,288,800	4,500,000	3,608,400	1,872,000	3,866,400	4,562,400	4,016,400	23,714,400
2015	1,164,000	3,852,000	3,144,000	1,707,600	3,866,400	3,625,400	3,326,400	20,685,800
2014	967,200	3,348,000	2,670,000	1,422,000	3,338,400	2,946,000	2,860,800	17,552,400
2013	916,800	2,964,600	2,670,000	1,246,800	2,997,600	2,868,000	2,552,400	16,216,200
2012	850,800	2,964,600	2,661,600	1,040,400	2,984,400	2,301,600	2,329,200	15,132,600
2011	850,800	2,964,600	2,661,600	1,040,400	2,984,400	1,663,200	2,329,200	14,494,200
2010	850,800	2,964,000	2,661,600	1,040,400	2,984,400	1,532,400	2,329,200	14,362,800
2009	794,000	2,826,100	2,534,100	794,000	2,332,300	1,258,700	2,181,000	12,720,200
2008	725,000	2,582,000	2,310,000	728,000	2,138,000	1,149,000	1,990,000	11,622,000
2007	661,200	2,361,300	2,115,700	809,300	2,375,800	1,051,500	1,822,600	11,197,400
2006	(2,130,000)	(2,470,000)	3,205,600	2,444,800	2,848,500	5,291,400	3,465,500	12,655,800
2005	380,400	1,407,450	2,969,624	1,509,520	3,136,900	1,874,720	3,158,296	14,436,910
2004	960,000	3,430,000	3,195,000	1,215,000	3,785,000	1,660,000	3,110,000	17,355,000
2003	1,139,000	4,070,000	3,695,000	1,358,000	4,254,000	1,905,000	3,504,000	19,925,000
2002	1,280,000	4,673,000	4,068,000	1,566,000	4,709,000	2,024,000	3,645,000	21,965,000
2001	1,127,000	4,502,000	3,788,000	1,521,000	4,479,000	1,845,000	3,488,000	20,750,000
2000	964,277	3,806,215	3,870,068	1,251,157	3,778,442	2,462,520	3,092,604	19,225,283
1999	873,990	3,840,734	3,312,164	1,200,994	3,535,388	1,716,600	2,627,030	17,106,900

* Estimates

² Charitable Institutions: 4/15 Idaho State University, 4/15 State Juvenile Corrections Center, 4/15 State Hospital North, 5/30 Veterans Home, and 1/30 School for the Deaf and the Blind.

³ Normal School: 1/2 to ISU College of Education and 1/2 to Lewis Clark State College.

¹ Notes: FY 2001 was the first year after endowment reform. Before that, timber revenues were deposited to the permanent fund and lease and interest revenues were distributed to the beneficiaries. Since reform, interest, lease income, and timber revenues have been put into the earnings reserve and distributions to the beneficiaries have been based on a spending rule. For each, the spending rule is based on the the lower of the three-year moving average of the permanent fund or the amount held in the Earnings Reserve divided by the number of target buffer years. The FY 2003 Public School payout was short of the 7.5% rule by \$6.25 million. In January of 2005, the EFIB suspended distributions to the Ag College and Charitable Institutions due to negative balances in the Earnings Reserves. The Joint Finance-Appropriations Committee adjusted the FY 2005 and FY 2006 appropriations to keep the overall support as anticipated, except for six months of FY 2005 reductions to Deaf and Blind (\$46,915) and Veterans Services (\$234,575). The Land Board made a special \$22 million transfer to the Public School Endowment for FY 2011.

Endowment Fund Investment Board

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	3.70	0	630,300	3.70	0	630,300
Removal of One-Time Expenditures	0.00	0	(4,900)	0.00	0	(4,900)
FY 2016 Base	3.70	0	625,400	3.70	0	625,400
Benefit Costs	0.00	0	3,700	0.00	0	2,500
Replacement Items	0.00	0	1,700	0.00	0	1,700
Statewide Cost Allocation	0.00	0	2,900	0.00	0	2,900
Change in Employee Compensation	0.00	0	4,000	0.00	0	12,000
FY 2016 Total	3.70	0	637,700	3.70	0	644,500
Change from Original Appropriation	0.00	0	7,400	0.00	0	14,200
% Change from Original Appropriation			1.2%			2.3%

Endowment Fund Investment Board

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	3.70	0	630,300	0	630,300
Removal of One-Time Expenditures					
Removes \$3,700 provided for one-time Change in Employee Compensation, \$800 provided to replace a personal computer, and \$400 provided to replace an office chair.					
Agency Request	0.00	0	(4,900)	0	(4,900)
Governor's Recommendation	0.00	0	(4,900)	0	(4,900)
FY 2016 Base					
Agency Request	3.70	0	625,400	0	625,400
Governor's Recommendation	3.70	0	625,400	0	625,400
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	3,700	0	3,700
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	0	2,500	0	2,500
Replacement Items					
Requests \$850 each to replace two of four desktop computers. Funding is 100% from the Endowment Earnings Reserve Administrative Fund. [One-time]					
Agency Request	0.00	0	1,700	0	1,700
Governor's Recommendation	0.00	0	1,700	0	1,700
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$3,000 for Attorney General fees, a decrease of \$200 for risk management fees, and an increase of \$100 for State Controller fees for a total increase of \$2,900. Reflects a 26.6% increase over the \$10,900 SWCAP base. Funding is 21% from the Miscellaneous Revenue Fund and 79% from the Endowment Administrative Reserve Fund.					
Agency Request	0.00	0	2,900	0	2,900
Governor's Recommendation	0.00	0	2,900	0	2,900
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	4,000	0	4,000
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	0	12,000	0	12,000
FY 2016 Total					
Agency Request	3.70	0	637,700	0	637,700
Governor's Recommendation	3.70	0	644,500	0	644,500
Agency Request					
Change from Original App	0.00	0	7,400	0	7,400
% Change from Original App	0.0%		1.2%		1.2%
Governor's Recommendation					
Change from Original App	0.00	0	14,200	0	14,200
% Change from Original App	0.0%		2.3%		2.3%

Department of Lands

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Support Services	6,894,000	7,773,700	5,727,400	5,573,500	5,593,300
Forest Resources Management	21,864,400	17,259,700	21,914,000	25,464,300	25,571,600
Lands and Waterways	6,143,000	5,330,900	8,649,200	10,342,700	10,333,100
Forest & Range Fire Protection	11,041,800	9,194,600	10,728,600	9,280,100	8,856,200
Scaling Practices	253,900	218,800	235,100	262,300	264,900
Total:	46,197,100	39,777,700	47,254,300	50,922,900	50,619,100
BY FUND CATEGORY					
General	5,174,300	5,164,900	5,274,200	5,818,500	5,833,300
Dedicated	34,785,600	32,027,900	35,714,300	38,735,900	38,409,300
Federal	6,237,200	2,584,900	6,265,800	6,368,500	6,376,500
Total:	46,197,100	39,777,700	47,254,300	50,922,900	50,619,100
Percent Change:		(13.9%)	18.8%	7.8%	7.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,467,900	21,185,000	23,431,700	24,099,300	24,371,100
Operating Expenditures	17,482,000	14,463,100	17,555,600	19,615,300	19,545,700
Capital Outlay	1,281,300	1,172,400	1,251,300	2,198,500	1,692,500
Trustee/Benefit	4,965,900	2,957,200	5,015,700	5,009,800	5,009,800
Total:	46,197,100	39,777,700	47,254,300	50,922,900	50,619,100
Full-Time Positions (FTP)	261.47	261.47	264.47	268.47	283.12

Division Description

The Department of Lands has five budgeted programs. 1) The Support Services program provides staff support to the State Board of Land Commissioners, and provides administrative and technical assistance in areas such as legal, data processing, personnel, fiscal, and mapping.

2) The Division of Forest Resources has the responsibility to develop and supervise an annual timber sales program of 212,000,000 board feet on state endowment lands; develop and administer an intensive forest improvement program to enhance the productivity of state forest lands; and provide assistance to Idaho's cities and rural communities in the areas of the Forest Practices Act, forest stewardship, and urban forestry programs.

3) The Lands and Waterways Program derives income from cropland, grazing, mineral resources, recreation sites, and special surface uses of state owned land. It provides environmental protection of the state's natural resources and public trust lands through active administration of the Lake Protection Act, Surface Mining Act, Dredge & Placer Mining Act, and the Oil & Gas Conservation Commission Act. The program administers land sale and exchange transactions of state ownership that increase efficiency while acquiring high value, high revenue-producing property.

4) The Forest and Range Fire Protection program provides protection to the timbered and grazing lands and resources of the state through prevention, rapid detection and suppression of wildfire; and provides assistance to rural community fire departments.

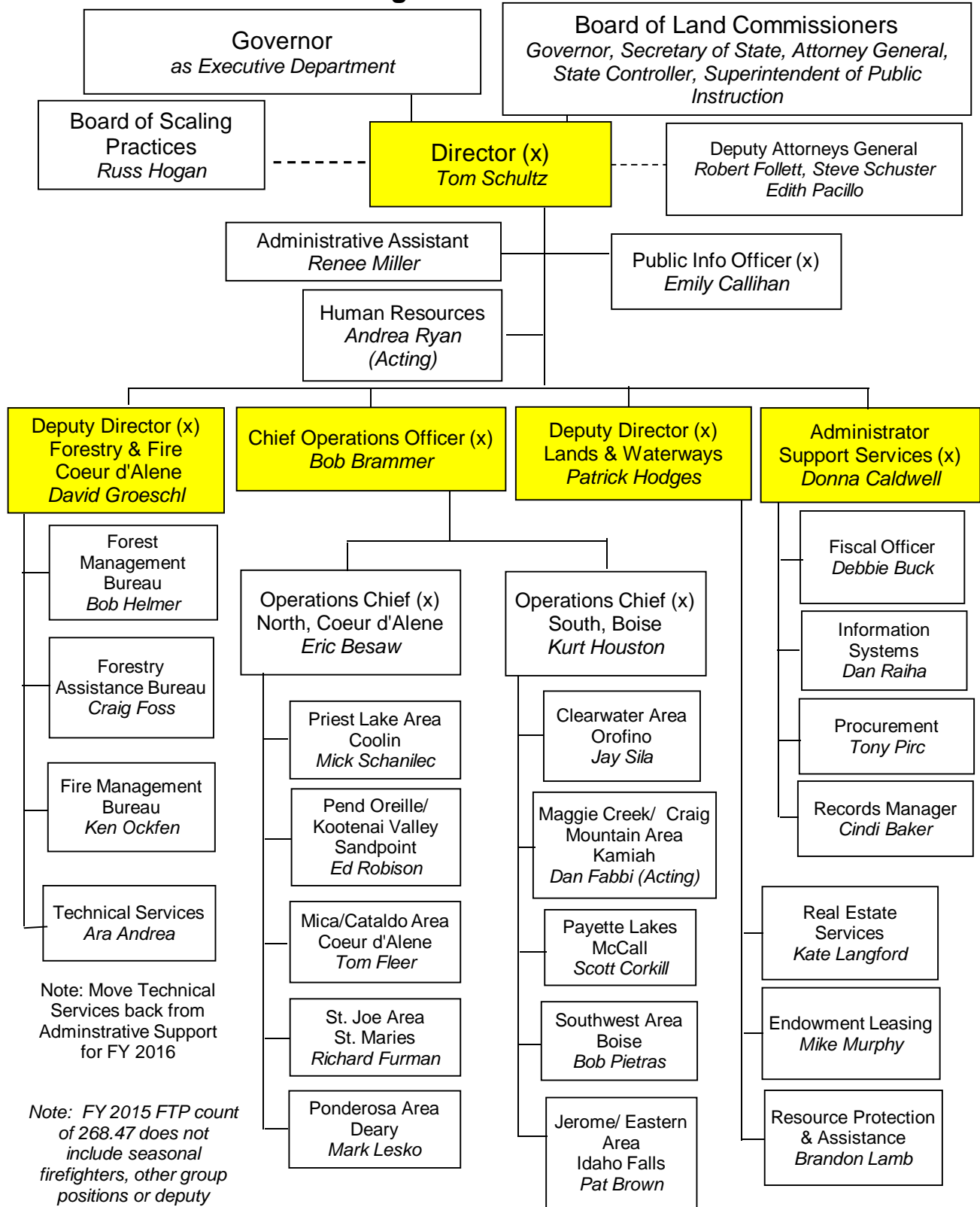
5) The Board of Scaling Practices is charged with the responsibility of assuring that only competent and certified scalers are used by the forest products industry to scale (measure) forest products in a standard, uniform method statewide.

Department of Lands Agency Profile

Analyst: Houston

(x) = exempt position

Organizational Chart



Department Lands

Agency Profile

Analyst: Houston

Sources of Funds	FY 2014 Appropriation	FY 2014 Expenditures	Percent of Total	Unused Appropriation	Percent Unused	FY 2015 Appropriation
1. General Fund (0001-00)	\$ 5,174,300	\$ 5,164,900	13.0%	\$ (9,400)	(0.2%)	\$ 5,274,200
The General Fund sources are individual income tax, corporate income tax, sales tax, and a variety of miscellaneous taxes, fees, interest, and receipts collected by various agencies.						
2. Department of Lands Fund (0075-00)	8,193,600	6,758,500	17.0%	(1,435,100)	(17.5%)	8,364,900
The Department of Lands Fund is used primarily to account for non-endowment fee-related activities. It includes receipts to appropriations (0075-01), scaling board moneys (0075-04), fire pre-suppression (0075-06), surface and placer mine administration and reclamation (0075-08 & 09), forest practices administration (0075-11), Keep Idaho Green (0075-12), oil and gas conservation (0075-14), forest fire protection tax rolls (0075-16), those hazard management activities that are not endowment related (0075-20), abandoned mine reclamation (0075-35), mine reclamation bond (0075-54), timber reforestation license plate revenues (0075-70), wildland equipment replacement (0075-72), off-highway vehicle registration fees (0075-73), and forest legacy easement monitoring (0075-74).						
3. Fire Suppression Deficiency Fund (0076-00)	151,600	151,600	0.4%	0	0.0%	151,600
The appropriation includes three percent of the hazard reduction payments for emergency fire suppression. Continuous spending authority is provided to this fund for reimbursements from the federal government and other states, plus any funds the Legislature may appropriate to cover the issuance of deficiency warrants authorized by the State Board of Land Commissioners for the costs of fire suppression. The General Fund transfers were: \$1,274,200 for FY 2005; \$9,250,000 for FY 2006; \$4,379,800 for FY 2007; \$21,500,000 for FY 2008; none for FY 2009; \$7,203,100 for FY 2010; \$3,080,400 for FY 2011; \$4,093,300 for FY 2012; \$6,013,200 for FY 2013, and \$10,379,600 for FY 2014.						
4. Indirect Cost Recovery Fund (0125-00)	733,600	503,600	1.3%	(230,000)	(31.4%)	628,900
Moneys collected through the various federal programs for allowable indirect administrative charges.						
5. Endowment Earnings Administrative Fund (0482-70)	25,666,800	24,598,700	61.8%	(1,068,100)	(4.2%)	26,528,900
Earnings from the investment of the permanent endowments, earnings from the investment of the endowment earnings reserves, earnings from timber sales, earnings from range and cottage site leases, and earnings on interest from timber sales are placed into the earnings reserve. Administrative costs are appropriated and placed into this subset of the Earnings Reserve Fund.						
6. Community Forestry Fund (0495-00)	40,000	15,500	0.0%	(24,500)	(61.3%)	40,000
Donations, gifts, grants, and interest are used as cost-share grants to communities, counties, state agencies, and non-profit organizations to promote tree planting and tree care.						
7. Federal Grant Fund (0348-00)	6,237,200	2,584,900	6.5%	(3,652,300)	(58.6%)	6,265,800
Federal Government formula and project grants including Cooperative Forestry Assistance; Rural Development; Forestry, and Communities; Forest Legacy Program; Forest Land Enhancement Program; Environmental Quality Incentives Program; and National Fire Plan Wildland Urban Interface Community Fire Assistance.						
Total	\$ 46,197,100	\$ 39,777,700	100.0%	\$ (6,419,400)	(13.9%)	\$ 47,254,300

Department of Lands

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	264.47	5,274,200	47,254,300	264.47	5,274,200	47,254,300
1. Asset Allocation & Governance Review	0.00	0	69,600	0.00	0	69,600
Fire Deficiency Warrants	0.00	17,529,000	17,529,000	0.00	17,529,000	17,529,000
Cash Transfer	0.00	(17,529,000)	(17,529,000)	0.00	(17,529,000)	(17,529,000)
FY 2015 Total Appropriation	264.47	5,274,200	47,323,900	264.47	5,274,200	47,323,900
Noncognizable Funds and Transfers	0.00	0	3,396,700	0.00	0	3,396,700
FY 2015 Estimated Expenditures	264.47	5,274,200	50,720,600	264.47	5,274,200	50,720,600
Removal of One-Time Expenditures	0.00	(428,100)	(5,772,300)	0.00	(428,100)	(5,772,300)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2016 Base	264.47	4,846,100	44,948,300	264.47	4,846,100	44,948,300
Benefit Costs	0.00	45,600	260,300	0.00	31,900	187,700
Inflationary Adjustments	0.00	600	8,300	0.00	0	7,700
Replacement Items	0.00	84,800	1,249,900	0.00	84,800	1,249,900
Statewide Cost Allocation	0.00	7,700	13,300	0.00	7,700	13,300
Change in Employee Compensation	0.00	27,400	193,100	0.00	76,800	483,600
FY 2016 Program Maintenance	264.47	5,012,200	46,673,200	264.47	5,047,300	46,890,500
1. Forest Information System	1.00	254,300	819,700	1.00	254,200	819,400
2. Land Information Management System	0.00	100,000	1,000,000	0.00	100,000	1,000,000
3. Information Tech Equip & Licensing	0.00	39,900	199,600	0.00	39,900	199,600
4. Oil & Gas Resource Protection	1.00	142,100	158,600	1.00	141,900	158,300
5. Management Assistant CDA	1.00	0	58,600	1.00	0	58,300
6. Forest Stewardship Program	1.00	0	99,500	1.00	0	99,300
7. Records Management	0.00	20,000	100,000	0.00	0	80,000
8. Navigable Waters Use Study	0.00	250,000	250,000	0.00	0	0
9. Additional Equipment	0.00	0	335,500	0.00	0	335,500
10. Centerville Guard Station	0.00	0	500,000	0.00	0	0
11. Priest Lake Office Expansion	0.00	0	38,600	0.00	0	38,600
12. Eastern Office Lot Improvement	0.00	0	44,600	0.00	0	44,600
13. Asset Allocation & Governance Review	0.00	0	645,000	0.00	0	645,000
14. Sage Grouse Initiative	0.00	0	0	0.00	250,000	250,000
15. Convert Group Positions to Permanent Lump Sum Fire Program	0.00	0	0	14.65	0	0
FY 2016 Total	268.47	5,818,500	50,922,900	283.12	5,833,300	50,619,100
Change from Original Appropriation	4.00	544,300	3,668,600	18.65	559,100	3,364,800
% Change from Original Appropriation		10.3%	7.8%		10.6%	7.1%

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	264.47	5,274,200	35,714,300	6,265,800	47,254,300

1. Asset Allocation & Governance Review

Support Services

Consultants completed an asset allocation and governance review dated November 24, 2014 that contained general guidance and specific recommendations with regard to the Land Board's governance structure, revenue forecasting, land asset valuation, performance reporting, and asset allocation. The department requests start-up funding to commence an implementation plan to accomplish the consultant's recommendations. The department requests \$32,100 in personnel costs to hire a strategic planning manager beginning in March of 2015, \$1,200 in capital outlay for a laptop computer for the new position, and \$36,300 in operating expenditures for consulting fees. Funding is 14% from the Department of Lands Fund and 86% from the Endowment Earnings Reserve Administrative Fund. The first full-year request is included as a line item and amounts to \$495,000 ongoing and \$150,000 one-time for a total of \$645,000.

Agency Request	0.00	0	69,600	0	69,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>69,600</i>	<i>0</i>	<i>69,600</i>

Fire Deficiency Warrants

Forest and Range Fire Protection

The FY 2015 budget request of \$17,529,000 matches the amount of the Fire Deficiency Warrant Fund as of June 30, 2014. This compares to \$10,379,600 for FY 2014; \$6,013,200 for FY 2013; \$4,093,300 for FY 2012, and \$3,080,400 for FY 2011. Costs were incurred in the Fire Deficiency Fund and are reimbursed by the Legislature annually from the General Fund. The department participates in cooperative agreements with federal and other agencies to divide the state's wildlands into fire protection districts. The request is the amount necessary to pay for the costs of fighting fires on 6.3 million acres of state protected lands regardless of ownership in the districts. In calendar year 2013, the 332 fires were 88 percent of the 20-year average and the 7,208 acres burned were 74% of the 20-year average. The \$17.5 million in General Fund costs were 210% of the ten-year average. [One-time]

Note: For calendar year 2014, the 334 fires through October 1, 2014 were 104 percent of the 20-year average and the 80,424 acres burned were 656 percent of the 20-year average. The department estimates calendar year 2014 General Fund obligations to be reimbursed in FY 2016 at \$27.7 million or 2.7 times the ten-year average.

Agency Request	0.00	17,529,000	0	0	17,529,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>17,529,000</i>	<i>0</i>	<i>0</i>	<i>17,529,000</i>

Cash Transfer

Forest and Range Fire Protection

Transfers General Fund money to the Fire Suppression Deficiency Warrant Fund where the expenditures occurred.

Agency Request	0.00	(17,529,000)	0	0	(17,529,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(17,529,000)</i>	<i>0</i>	<i>0</i>	<i>(17,529,000)</i>

FY 2015 Total Appropriation					
Agency Request	264.47	5,274,200	35,783,900	6,265,800	47,323,900
<i>Governor's Recommendation</i>	<i>264.47</i>	<i>5,274,200</i>	<i>35,783,900</i>	<i>6,265,800</i>	<i>47,323,900</i>

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Noncognizable Funds and Transfers

The department received approval at the October 28, 2014 Land Board meeting to purchase a Forest Legacy Program (FLP) conservation easement in Bonner and Boundary counties near the town of Naples, known as the McArthur Lake addition project. The 6,847 acres offered by Stimson Lumber Company are highly developable and at risk of being converted to non-forest uses. The forestlands have significant economic values and are capable of producing 2.5 million board feet per year on a sustainable basis. Idaho's FLP conservation easements restrict development and subdivision, require sustainable forestry use practices, protect environmental values, and assure public access. The appraised value of the conservation easement is \$5.7 million with the federal grant providing \$4.1 million and the landowner contributing the remainder. The department had about \$0.7 million available in the base resulting in the need for the noncog of \$3.4 million. The transaction was in process in December and could not wait until session for Legislative approval.

Agency Request	0.00	0	0	3,396,700	3,396,700
Governor's Recommendation	0.00	0	0	3,396,700	3,396,700

FY 2015 Estimated Expenditures

Agency Request	264.47	5,274,200	35,783,900	9,662,500	50,720,600
Governor's Recommendation	264.47	5,274,200	35,783,900	9,662,500	50,720,600

Removal of One-Time Expenditures

Removes \$198,500 provided for one-time 1% CEC; \$890,100 provided for replacement items; and \$1,217,400 provided for one-time line items for FY 2015. Also, removes \$3,396,700 noncog approved by DFM on November 5, 2014 and the \$69,600 one-time supplemental request.

Agency Request	0.00	(428,100)	(1,935,500)	(3,408,700)	(5,772,300)
Governor's Recommendation	0.00	(428,100)	(1,935,500)	(3,408,700)	(5,772,300)

Base Adjustments

Last session JFAC approved an agency reorganization. This decision undoes that reorganization and moves eight positions and funding for technical services for GIS, hydrology, fish, wildlife, engineering and endangered species from the Support Services Program back to the Forest Resources Management Program. The IDL Technical Services Bureau is a team of specialists who provide technical support, science-based recommendations and policy-guidance to support IDL land management across the state. Next, this item transfers two positions and \$168,600 from the Support Services Program to the Lands and Waterway Program. This item also includes the transfer of \$2,097,600 in federal fund appropriation from the Forest and Range Fire Protection Program to the Forest Resources Management Program, for the Forest Legacy Program. The Forest Legacy Program (FLP) provides federal funding for the purchase of easements to protect environmentally important forest areas that might be otherwise converted to non-forest uses. [Ongoing]

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2016 Base

Agency Request	264.47	4,846,100	33,848,400	6,253,800	44,948,300
Governor's Recommendation	264.47	4,846,100	33,848,400	6,253,800	44,948,300

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	45,600	211,700	3,000	260,300
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	31,900	153,700	2,100	187,700
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Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Contract inflation includes \$8,300 for Capitol Park Plaza rent increases. Beneficiaries include State Hospital South and the Normal School endowments. Total space costs are estimated to rise \$11,150 (from \$371,700 to \$382,800) or by 3%.					
Agency Request	0.00	600	7,700	0	8,300
<i>The Governor does not recommend the General Fund portion of contract inflation.</i>					
Governor's Recommendation	0.00	0	7,700	0	7,700

Replacement Items

SUPPORT SERVICES: Includes multiple information technology (IT) items: \$175,000 for storage area network (SAN) equipment; \$39,600 for 180 telephone handsets; \$3,000 for digital projection equipment; \$15,000 for three of 43 servers; \$36,000 for three plotters; \$81,700 for 12 of 112 laptops, four of 20 tablets, 69 of 302 desktop computers, and 62 of 426 monitors; \$12,000 for six uninterruptable power supplies; and \$11,000 for six laser printers. The request also includes \$25,600 to replace a small size 2001 SUV with 119,000 miles. The total program request is \$398,900 of which \$37,300 is from the General Fund.

FOREST RESOURCES MANAGEMENT: This decision unit request replaces the following vehicles and equipment: \$224,000 for eight pickups with radios and toolboxes; \$62,500 for seven all terrain vehicles (ATVs); \$1,800 for two chainsaws; \$10,600 for one pickup seedling box; and \$18,000 for six data recorders. It also includes \$50,000 in one-time easement costs paid from capital outlay for a total of \$366,900 for the Forest Resources Management Program. The funding split is \$34,000 from the General Fund, \$37,200 from the Department of Lands Fund, and \$295,700 from the Endowment Earnings Reserve Administrative Fund.

LANDS AND WATERWAYS: Request includes \$108,800 to replace four trucks; \$13,500 for one 115 hp outboard motor; \$40,300 for one full-size sport utility vehicle (SUV); and \$13,000 for one utility vehicle with winch. The total request for the Lands and Waterways Program is \$13,500 from the General Fund and \$162,100 from the Earnings Reserve Fund for a total of \$175,600.

FOREST AND RANGE FIRE PROTECTION: The request includes \$67,000 to replace one type 6 engine; \$41,800 for one Helitack crew pickup; \$42,000 for a one-ton 4x4 crew cab; \$49,900 for two 1/2-ton trucks; \$39,000 for one heavy-duty service truck; \$20,000 for two ATVs; \$15,000 for one mountain top repeater; \$4,400 for two stainless steel sinks; \$2,800 for two dock plates; and \$1,300 for a dock leveler. The total request for the Forest and Range Fire Protection Program is \$283,200 from the Department of Lands Fund.

SCALING PRACTICES: Includes \$24,200 to replace one 1/2-ton 4x4 pickup with 137,615 miles including radio and toolbox (SP-2) and \$1,100 for a laptop computer for a total of \$25,300 from the Scaling Practices Fund.

Agency Request	0.00	84,800	1,165,100	0	1,249,900
Governor's Recommendation	0.00	84,800	1,165,100	0	1,249,900

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$20,500 for Attorney General fees, a decrease of \$23,000 for risk management costs, an increase of \$15,600 for State Controller fees, and an increase of \$200 for State Treasurer fees for a total increase of \$13,300. Reflects a 2.0% increase over the \$667,500 SWCAP base.

Agency Request	0.00	7,700	5,600	0	13,300
Governor's Recommendation	0.00	7,700	5,600	0	13,300

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	27,400	153,500	12,200	193,100
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	76,800	385,500	21,300	483,600
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Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	264.47	5,012,200	35,392,000	6,269,000	46,673,200
<i>Governor's Recommendation</i>	<i>264.47</i>	<i>5,047,300</i>	<i>35,566,000</i>	<i>6,277,200</i>	<i>46,890,500</i>

1. Forest Information System

Forest Resources Management

The department requests funding to complete the third and final phase of the forest component of IDL's Land Information Management System (LIMS). The forest information component integrates data management and reporting centered on timber management, forest management, forest practices act, and Snake River Basin Adjudication related business processes. Implementation of this portion of the system, through contracted services, addresses customization of silviculture, timber sales and related modules. This decision unit also requests one ongoing IT systems coordinator, budgeted at \$46,300 for salary plus \$22,200 in benefits, to serve as the administrator for the LIMS to provide ongoing maintenance and support, and \$1,100 for a laptop computer. Previous appropriations were \$1,398,000 in FY 2013, \$721,000 in FY 2014, and \$782,000 in FY 2015 for a total of \$2,901,000. This request of \$819,700 would bring the total four-year budget to \$3.7 million. The request is 31% from the General Fund, 3% from the Department of Lands Fund and 66% from the Endowment Earnings Reserve Administrative Fund. [\$68,500 ongoing and \$751,200 one-time]

Agency Request	1.00	254,300	565,400	0	819,700
<i>The Governor removes \$300 for health insurance costs.</i>					
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>254,200</i>	<i>565,200</i>	<i>0</i>	<i>819,400</i>

2. Land Information Management System

Lands and Waterways

The department requests funding to begin implementation of the first phase of Land Information Management System (LIMS) for the Lands and Waterways Division. The first phase of LIMS for Lands and Waterways will begin to streamline the current lease planning, lease development, and lease administration processes in a way that will eliminate manual, repetitive inputs, increase accuracy and integrate key external financial and Geographic Information Systems (GIS). The solution is expected to leverage existing GIS enterprise functionality already implemented for LIMS for Forest Management and may leverage other existing enterprise systems which will lower the overall implementation costs. The request, all from operating expenditures, is 10% from the General fund and 90% from the Endowment Earnings Reserve Administrative Fund. [\$200,000 ongoing and \$800,000 one-time]

Agency Request	0.00	100,000	900,000	0	1,000,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>100,000</i>	<i>900,000</i>	<i>0</i>	<i>1,000,000</i>

3. Information Tech Equip & Licensing

Support Services

The department requests funding to enhance information technology in five parts. The first includes \$156,000 ongoing for data line charges to increase IDL's wide area network (WAN) bandwidth. Employees are experiencing slow network and internet connections, dropped and impaired phone calls, and slow video conferencing. Communications are vital to fire response and program delivery. Second, the request includes \$15,000 one-time to purchase additional hard drives for the storage array network (SAN). Third, \$8,600 is included one-time for hardware to improve conference room functionality at the Cataldo, Priest Lake, and Southwest area offices. Fourth, \$10,000 ongoing is requested to contract for information technology repairs and maintenance services. Lastly, \$10,000 is requested ongoing for Bing Maps license and maintenance costs. The request is 20% from the General Fund, 20% from the Department of Lands Fund, and 60% from the Endowment Earnings Reserve Administrative Fund. [\$176,000 ongoing and \$23,600 one-time]

Agency Request	0.00	39,900	159,700	0	199,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>39,900</i>	<i>159,700</i>	<i>0</i>	<i>199,600</i>

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
4. Oil & Gas Resource Protection					Lands and Waterways
<p>The department requests additional ongoing temporary personnel funding, one FTP for an administrative assistant position, and funding to monitor and ensure compliance with laws and rules of the state of Idaho for orderly mineral extraction and to ensure protection of fresh water. The request includes \$99,300 in personnel costs, an additional \$8,000 for related operating expenditures, and \$1,300 in capital outlay for equipment. This request also includes \$50,000 ongoing to contract for a hearing officer to conduct ten to 12 contested case hearings per year. [\$1,300 one-time]</p>					
Agency Request	1.00	142,100	16,500	0	158,600
<p><i>The Governor removes \$300 requested for health insurance costs. Furthermore, he recommends all funding as one-time.</i></p>					
Governor's Recommendation	1.00	141,900	16,400	0	158,300
5. Management Assistant CDA					Forest Resources Management
<p>This request includes \$36,600 for salary and \$19,900 for benefit costs for one management assistant position for the Coeur d'Alene office. This position is needed to supervise the front office staff, coordinate public records requests, coordinate records management requirements, and provide administrative support to the deputy director and regional operations chief. The request also includes \$1,000 in operating expenditures for office supplies and \$1,100 for a standard desktop computer. Funding is 30% from fire assessments, 25% from forest practices act fees, and 45% from the Endowment Earnings Reserve Administrative Fund. [\$1,100 one-time and \$57,500 ongoing]</p>					
Agency Request	1.00	0	58,600	0	58,600
<p><i>The Governor removes \$300 for health insurance costs.</i></p>					
Governor's Recommendation	1.00	0	58,300	0	58,300
6. Forest Stewardship Program					Forest Resources Management
<p>The department requests the use of federal USDA Forest Service grant moneys to administer the Forest Stewardship Program (FSP). The request includes \$82,500 to hire a lands program manager; \$10,000 in operating expenditures for space charges; \$1,500 in operating expenditures for software; and \$5,500 in capital outlay for computer equipment. The department has been receiving an annual award averaging \$200,000 since the passage of the 1990 Farm Bill. The program provides technical assistance to non-industrial private forest landowners about managing and improving their property. Currently, the forest health program manager has the responsibility for the FSP. This line item would create a separate forest stewardship program manager. The \$1,500 for ongoing Geolink software refers to the use of Digital Sketch Mapping Equipment (DSME), an electronic method of conducting Aerial Detection Survey (ADS) work. The old method involved an aerial observer manually drawing insect and disease observations on a paper map. The DSME method enables the observer to utilize a specialized Panasonic Toughbook Laptop and associated GeoLink software to electronically map all observed insect and disease concerns. This saves time and money because the old paper maps had to be converted to an electronic format through a digitization process. [\$92,500 ongoing and \$7,000 one-time]</p>					
Agency Request	1.00	0	0	99,500	99,500
<p><i>The Governor removes \$200 for health insurance costs.</i></p>					
Governor's Recommendation	1.00	0	0	99,300	99,300

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Records Management					Support Services
<p>This line item requests funding for records management in two parts. First, the request includes \$70,000 one-time to hire a consultant to assist the department in developing an agency-wide taxonomy schema to serve as a framework for records organization that will allow for efficient record retrieval. Records are critical assets that contain historical information about the agency, information about business transactions, information needed for planning, information that addresses customer needs, information that protects legal interests, and information needed to comply with laws, rules, and audits. The eventual goal is to implement an electronic records management system (ERMS). Second, this line item includes a request for \$30,000 one-time to purchase and install shelving for hard-copy record storage at the Boise office. The request is 20% from the General Fund, 20% from the Department of Lands Fund, and 60% from the Endowment Earnings Reserve Administrative Fund. [One-time]</p>					
Agency Request	0.00	20,000	80,000	0	100,000
<p><i>The Governor does not recommend General Fund support for this line item. The Governor recommends \$56,000 in operating expenditures and \$24,000 in capital outlay. [One-time]</i></p>					
Governor's Recommendation	0.00	0	80,000	0	80,000
8. Navigable Waters Use Study					Lands and Waterways
<p>This line item includes a request for \$250,000 in one-time funding to hire a consultant to embark on a two-year study that will include analyzing historical use, physical condition and summarizing research to help the department determine which waterways meet the federal test for navigability. The state has a right-of-title to the beds of waters that are currently being used, were historically used, or were historically susceptible of being used as highways of commerce. This project involves researching the 32 rivers and 61 lakes currently identified as navigable by the department. This study is intended to provide tangible evidence to support the state in its claims to title to the beds of navigable waterways. Citizens benefit through the navigable waters classification by the department's ability to regulate encroachments and by the department's ability to secure leases of public trust land to generate revenue from oil and gas exploration. [One-time]</p>					
Agency Request	0.00	250,000	0	0	250,000
<p><i>Not recommended by the Governor.</i></p>					
Governor's Recommendation	0.00	0	0	0	0
9. Additional Equipment					Forest Res Mgmt, Lands & Waterways, Fire Protection
<p>FOREST RESOURCES MANAGEMENT: This decision unit requests additional funding in the amount of \$115,300 for one pre-fab seeding cooler box at Priest Lake; \$20,000 to remodel a storage shed at Mica into a tree cooler; \$29,900 to remodel a garage at Ponderosa into a tree cooler; \$30,000 for three ATVs; \$12,500 for three ATV tracks; \$1,200 for chainsaws; \$3,000 for four desktop computers, \$800 for four monitors, and \$2,200 for two laptop computers. Funding in the amount of \$214,900 is 100% from the Endowment Earnings Reserve Administrative Fund. [One-time]</p>					
<p>LANDS AND WATERWAYS: This decision unit requests \$10,000 for one all-terrain vehicle (ATV); \$4,000 for one utility vehicle (UTV) trailer and UTV snow plow attachment; and \$1,000 for one standard desktop computer with monitor. Funding in the amount of \$15,000 is 100% from the Endowment Earnings Reserve Administrative Fund. [One-time]</p>					
<p>FOREST AND RANGE FIRE PROTECTION: This decision unit requests additional funding in the amount of \$41,800 for one heavy-duty pickup truck; \$5,000 for two trailers; \$4,100 for AutoCAD software; \$2,000 for a pickup canopy; \$1,400 for a magnetic drill; \$3,700 for a plasma-cutting table; \$3,000 for two computerized kiosks; \$4,500 for three cabinets; \$13,000 for a UTV; \$4,000 for an ATV Track; \$1,300 for a standard laptop, monitor and docking station; and \$1,800 for a tilt-truck trash receptacle. The request also includes \$20,000 in ongoing operating expenditures for vehicle maintenance, oil and supplies. Funding in the amount of \$105,600 is 100% from the Department of Lands Wildland Equipment Replacement Fund (0075-72). [\$20,000 ongoing]</p>					
Agency Request	0.00	0	335,500	0	335,500
Governor's Recommendation	0.00	0	335,500	0	335,500

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
10. Centerville Guard Station					Forest and Range Fire Protection
<p>The department requests a \$500,000 appropriation from the Department of Lands Fire Pre-suppression Fund (0075-06) to match \$889,600 from the Permanent Building Fund, to purchase a parcel of land and construct a 6,820 sq. foot fire guard station strategically located within the southwest fire protective district near Idaho City. Currently, staff shares space at the Centerville Community Center. The proposed \$1,389,600 guard station will house nine firefighters and one assistant fire warden, provide a fully enclosed two bay garage for parking of fire engines and include a cache for fire supplies (pumps, chainsaws, hand tools, etc.). Match for the project was originally approved by the Permanent Building Fund Advisory Council (PBFAC) with construction set to begin in 2001, but budget constraints canceled the project and the original site is no longer available. A potential 13.7 acre property is located four miles northwest of Idaho City on the Centerville Road and has access to power and telephone lines. This location would provide initial wildland fire attack to more than 200,000 acres of state responsibility. [One-time, match not recommended by the PBFAC]</p>					
Agency Request	0.00	0	500,000	0	500,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
11. Priest Lake Office Expansion					Forest Resources Management
<p>This line item request would improve the functionality and professional appearance of the Priest Lake office as well as make it handicap accessible. Currently, space is very limited and there are over-heating issues in the computer room. The \$64,300 project is in two parts. The first part, estimated at \$36,300, would expand the building by 330 sq. ft. to create a separate workspace for the administrative assistant, expand the fire office, and enlarge the computer room. The second part of the project, estimated at \$28,000, would replace existing metal siding with hardy lap siding. The request is \$25,700 or 40% from the Permanent Building Fund Advisory Council and \$38,600 or 60% from the Endowment Earnings Reserve Administrative Fund. [One-time, the PBFAC recommended \$40,700 or an additional \$15,000 due to higher cost estimates than provided by the department]</p>					
Agency Request	0.00	0	38,600	0	38,600
Governor's Recommendation	0.00	0	38,600	0	38,600
12. Eastern Office Lot Improvement					Lands and Waterways
<p>This is a request for one-time funding to improve the driving and storage surface of the Eastern Idaho administrative area equipment storage lot. Items stored in the lot include range fencing materials, culverts, trailers, department vehicles, and field equipment. The lot is not accessible during periods of inclement weather. The project entails installation of a compacted six-inch road base to the 0.77 acre lot. The total project cost is \$74,700 of which \$29,800 or 40% is requested through the Permanent Building Fund Advisory Council (PBFAC) and \$44,600 or 60% is requested from the Endowment Earnings Reserve Administrative Fund. [One-time, match recommended by the PBFAC]</p>					
Agency Request	0.00	0	44,600	0	44,600
Governor's Recommendation	0.00	0	44,600	0	44,600
13. Asset Allocation & Governance Review					Support Services, Lands and Waterways
<p>Consultants completed an asset allocation and governance review dated November 24, 2014, that contained general guidance and specific recommendations with regard to the Land Board's governance structure, revenue forecasting, land valuation, performance reporting, and asset allocation. The department requests full-year funding to commence an implementation plan to accomplish the consultant's recommendations. The department requests \$100,000 in personnel costs for a strategic planning manager, \$145,000 for a general consultant (Callan Associates), \$50,000 for a financial auditor, \$50,000 for a land investment advisor, and \$150,000 for a commercial real estate advisor for a total of \$495,000 ongoing. The request also includes one-time costs of \$70,000 for two consultant search and selections, and \$80,000 for commercial real estate valuation and disposal plan costs. Funding is 4.7% from the Department of Lands Fund and 95.3% from the Endowment Earnings Reserve Administrative Fund. [\$495,000 ongoing and \$150,000 one-time]</p>					
Agency Request	0.00	0	645,000	0	645,000
Governor's Recommendation	0.00	0	645,000	0	645,000

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
14. Sage Grouse Initiative		Lands & Waterways, Forest & Range Fire Protection			
Agency Request	0.00	0	0	0	0
<i>The Governor recommends one-time General Fund support for Sage Grouse habitat conservation treatments on endowment trust rangelands. This recommendation provides \$195,000 in operating expenses to the Lands and Waterways Program for fire prevention fuel breaks, conifer encroachment treatments, post-fire seeding, fire prevention brush management, wildlife fencing, flagging, and ramps. The Governor also recommends \$55,000 in personnel costs to the Forest and Range Fire Protection Program for two heavy equipment mechanic positions to refurbish water tender equipment. [One-time]</i>					
Governor's Recommendation	0.00	250,000	0	0	250,000
15. Convert Group Positions to Permanent		Support Serv, Forest Res Mgmt, Fire Protection			
Agency Request	0.00	0	0	0	0
<i>The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-around and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees. The breakdown of additional positions by program follows: 5.33 for Support Services, 5.99 for Forest Resources, and 3.33 for the Forest and Fire Protection Program for a total of 14.65 additional positions.</i>					
Governor's Recommendation	14.65	0	0	0	0
Lump Sum Fire Program		Forest and Range Fire Protection			
LUMP SUM: The Department of Lands requests a lump sum appropriation for the Forest and Range Fire Protection Program only. The agency requests an appropriation that is not subject to state budget laws that restrict the transfer of money among personnel costs, operating expenditures, capital outlay, or trustee & benefit payments. This would provide the department the flexibility to hire temporary seasonal labor, pay overtime, or contract for fire-related activities.					
Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2016 Total					
Agency Request	268.47	5,818,500	38,735,900	6,368,500	50,922,900
Governor's Recommendation	283.12	5,833,300	38,409,300	6,376,500	50,619,100
Agency Request					
Change from Original App	4.00	544,300	3,021,600	102,700	3,668,600
% Change from Original App	1.5%	10.3%	8.5%	1.6%	7.8%
Governor's Recommendation					
Change from Original App	18.65	559,100	2,695,000	110,700	3,364,800
% Change from Original App	7.1%	10.6%	7.5%	1.8%	7.1%

Idaho Legislative Budget Book

Department of Parks and Recreation

2015 Legislative Session

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Department of Parks and Recreation

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Parks & Recreation, Dept of	39,283,900	28,268,400	33,941,200	36,042,700	35,607,800
Lava Hot Springs Foundation	2,166,600	2,077,800	2,374,400	1,964,700	1,968,700
Total:	41,450,500	30,346,200	36,315,600	38,007,400	37,576,500
BY FUND CATEGORY					
General	1,332,000	1,332,000	3,463,800	3,542,000	3,427,700
Dedicated	35,098,400	25,077,600	27,922,400	29,523,200	29,200,700
Federal	5,020,100	3,936,600	4,929,400	4,942,200	4,948,100
Total:	41,450,500	30,346,200	36,315,600	38,007,400	37,576,500
Percent Change:		(26.8%)	19.7%	4.7%	3.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	12,210,900	11,186,300	12,851,800	13,023,800	13,102,900
Operating Expenditures	7,665,400	6,241,900	7,860,800	7,831,000	7,831,000
Capital Outlay	11,036,600	5,888,300	3,765,400	3,815,000	3,305,000
Trustee/Benefit	10,537,600	7,029,700	11,837,600	13,337,600	13,337,600
Total:	41,450,500	30,346,200	36,315,600	38,007,400	37,576,500
Full-Time Positions (FTP)	156.30	156.30	158.05	158.05	164.19

Department Description

For organizational purposes, Section 67-4401, Idaho Code, places the Lava Hot Springs Foundation into the Department of Parks and Recreation. The foundation has a separate governing board and submits its budget request independently.

Department of Parks and Recreation

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Management Services	13,516,600	9,756,800	14,837,100	16,385,600	16,413,200
Park Operations	16,846,300	14,630,000	16,788,100	17,048,100	17,095,600
Capital Development	8,921,000	3,881,600	2,316,000	2,609,000	2,099,000
Total:	39,283,900	28,268,400	33,941,200	36,042,700	35,607,800
BY FUND CATEGORY					
General	1,332,000	1,332,000	3,463,800	3,542,000	3,427,700
Dedicated	32,931,800	22,999,800	25,548,000	27,558,500	27,232,000
Federal	5,020,100	3,936,600	4,929,400	4,942,200	4,948,100
Total:	39,283,900	28,268,400	33,941,200	36,042,700	35,607,800
Percent Change:		(28.0%)	20.1%	6.2%	4.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	11,205,000	10,212,000	11,766,300	11,910,700	11,985,800
Operating Expenditures	6,927,300	5,505,800	7,118,200	7,087,400	7,087,400
Capital Outlay	10,614,000	5,520,900	3,219,100	3,707,000	3,197,000
Trustee/Benefit	10,537,600	7,029,700	11,837,600	13,337,600	13,337,600
Total:	39,283,900	28,268,400	33,941,200	36,042,700	35,607,800
Full-Time Positions (FTP)	143.50	143.50	144.25	144.25	150.39

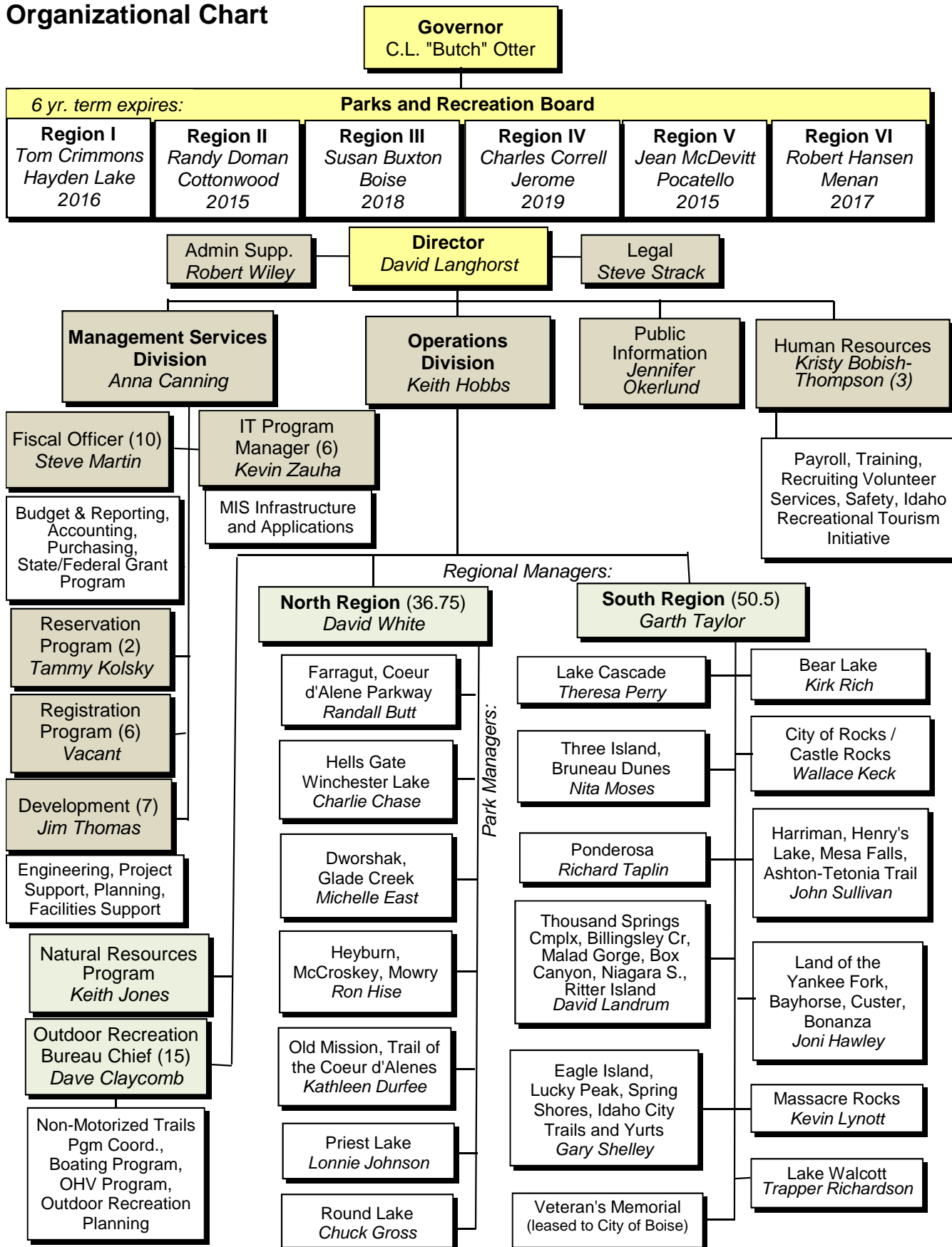
Division Description

The Department of Parks and Recreation was created by H138 in 1965. Before the creation of the department there existed areas designated scenic and recreational, usually parks and campgrounds. Between 1907 and 1947, these areas were administered by the State Land Board. In 1947, state parks were transferred to the Highway Department, and responsibility grew with the addition of a number of roadside rest areas. In 1949, control of the parks system was transferred back to the State Land Board, and in 1953 the Division of Parks was created within the Department of Lands, administered by a state parks director. The 1965 legislation created a separate Department of Parks and Recreation, governed by a six-member parks board appointed by the Governor.

The department is organized and funded through three major programs: 1) Management Services includes fiscal support, pass-through grants for recreational programs, planning & development, information technology, registrations, and reservations; 2) Park Operations manages the 30 State Parks and trails through six regions, and also manages boating and interpretive programs; 3) Capital Development includes only the capital outlay appropriated for facility maintenance, repair, and construction.

Department of Parks and Recreation Organizational Chart

Analyst: Houston



Department of Parks and Recreation

Analyst: Houston

Agency Profile

FY 2014 Fund Balance Report	Beginning Cash Balance	Receipts & Transfers In	Disbursements Transfers Out	Ending Cash Balance	Ending Free Fund Balance*
1. General Fund (0001): Provides for personnel and operating support plus capital projects when possible.					
0001-00	\$ -	\$ 1,332,000	\$ (1,332,000)	\$ -	\$ -
2. Indirect Cost Recovery (0125): Overhead charge for costs to administer federal programs.					
0125-00	791,100	397,000	(389,400)	798,700	798,700
3. Economic Recovery Reserve (0150): State's reserve fund used for one-time projects.					
0150-00	3,400	-	-	3,400	3,400
4. Parks and Recreation Fund (0243): Derived primarily from day-use, camping fees, and registration fees.					
0243-00 Parks and Recreation	1,365,500	6,968,600	(6,878,900)	1,455,200	1,303,900
0243-02 Licensing Admin.	1,485,800	2,552,800	(2,080,200)	1,958,400	1,958,400
0243-03 SNRA Plates	-	38,800	(38,800)	-	-
0243-04 Cutthroat License	93,900	15,000	(42,700)	66,200	63,700
0243-05 Mountain Bike License	36,000	20,300	(7,400)	48,900	48,900
5. Recreational Fuels Fund (0247): From 3% of gas taxes: statutorily split between capital development, waterways (WIF), Off Road Vehicle, and road & bridge. ITD direct to State Police for Search & Rescue.					
0247-01 Capital Improvement	2,146,200	1,391,000	(1,637,200)	1,900,000	932,400
0247-02 Waterways	1,546,800	1,324,500	(1,283,600)	1,587,700	994,900
0247-03 Off-Road Vehicle	1,289,600	1,329,800	(1,107,700)	1,511,700	946,200
0247-04 Road and Bridge	808,400	689,900	(502,400)	995,900	436,300
0247-06 Rec Fuels Admin.	331,600	930,300	(649,200)	612,700	612,700
6. Registration Fund (0250): Registration fees collected from boats, snowmobiles, motorbikes, ATVs, and RV's.					
0250-01 State Vessel	-	1,960,200	(1,960,200)	-	-
0250-02 Cross-Country Skier	112,600	91,900	(85,600)	118,900	118,900
0250-03 State Snowmobile	431,200	1,276,500	(463,500)	1,244,200	1,244,200
0250-04 Motorbike Registration	935,600	978,700	(1,169,600)	744,700	412,200
0250-05 Recreational Vehicle	5,478,300	4,546,800	(4,803,200)	5,221,900	3,139,400
0266-01 Search & Rescue Reg	-	48,000	(48,000)	-	-
7. Misc. Revenue Fund (0349): Includes state grants and contracts.					
0349-00	237,400	51,400	(152,500)	136,300	(245,800)
8. Public Recreation Fund (0410): Derived from marina fees, cabin leases, retail store proceeds & gas sales to operate places such as Hells Gate marina and Spring Shores.					
0410-01	3,136,300	2,326,400	(1,838,700)	3,624,000	3,273,900
9. Expendable Trust Fund (0496): Includes park donations, dedicated trust funds such as Harriman and McCroskey, and proceeds from land sales, gravel sales, timber harvests, and leases from those properties.					
0496-01 Park Donation	342,600	69,500	(70,400)	341,700	262,100
0496-02 Harriman Trust	223,800	209,500	(234,600)	198,700	168,600
0496-03 Park Land Trust	1,418,000	300,200	(228,200)	1,490,000	322,800
0496-05 Plummer to Mullen	86,900	277,300	(226,100)	138,100	128,100
10. Federal Grant Fund (0348): Federal funds received from NPS, BLM, USFS, USCG, USFW, etc. Transfers include a \$1.25 million borrowing limit from the state treasurer that acts as an advance.					
0348-00	(1,246,800)	5,890,600	(3,970,700)	673,100	(2,907,900)
Grand Total All Funds	\$21,054,200	\$ 35,017,000	\$ (31,200,800)	\$ 24,870,400	\$ 14,016,000

The Department of Parks and Recreation has ten primary sources of funding. Four of those are divided further into 19 fund details. IDPR began FY 2014 with \$21.1 million in the State Treasury, had receipts and transfers in of \$35.0 million, had transfers out and disbursements of \$31.2 million, and ended the fiscal year with \$24.9 million or \$3.8 million (18%) more than they started the year.

*However, commitments for encumbrances, reappropriation, and \$1,250,000 in borrowing to cash-flow federal grants left an ending free fund balance of \$14.0 million.

Department of Parks and Recreation

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	144.25	3,463,800	33,941,200	144.25	3,463,800	33,941,200
Reappropriation	0.00	0	5,514,000	0.00	0	5,514,000
FY 2015 Total Appropriation	144.25	3,463,800	39,455,200	144.25	3,463,800	39,455,200
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	144.25	3,463,800	39,455,200	144.25	3,463,800	39,455,200
Removal of One-Time Expenditures	0.00	(1,855,500)	(8,829,600)	0.00	(1,855,500)	(8,829,600)
FY 2016 Base	144.25	1,608,300	30,625,600	144.25	1,608,300	30,625,600
Benefit Costs	0.00	8,100	141,300	0.00	21,400	97,900
Replacement Items	0.00	440,000	3,129,000	0.00	270,000	2,694,000
Statewide Cost Allocation	0.00	(21,000)	(30,800)	0.00	(21,000)	(30,800)
Change in Employee Compensation	0.00	6,600	99,600	0.00	49,000	218,100
FY 2016 Program Maintenance	144.25	2,042,000	33,964,700	144.25	1,927,700	33,604,800
1. Shift from RV Fund to General Fund	0.00	1,500,000	1,500,000	0.00	1,500,000	1,500,000
2. Farragut - Develop Scott Group Area	0.00	0	328,000	0.00	0	328,000
3. Harriman - Yurts for Silver Lake	0.00	0	24,000	0.00	0	24,000
4. Round Lake - Day Use Parking Lot	0.00	0	26,000	0.00	0	26,000
5. Lake Cascade - West-side Visitor Info	0.00	0	30,000	0.00	0	30,000
6. Harriman - Ranchview Group Shelter	0.00	0	75,000	0.00	0	75,000
7. Thousand Springs - Group Shelter	0.00	0	75,000	0.00	0	0
8. Harriman - Vault Toilet for Golden Lake	0.00	0	20,000	0.00	0	20,000
9. Convert Group Positions to Permanent	0.00	0	0	6.14	0	0
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	144.25	3,542,000	36,042,700	150.39	3,427,700	35,607,800
Change from Original Appropriation	0.00	78,200	2,101,500	6.14	(36,100)	1,666,600
% Change from Original Appropriation		2.3%	6.2%		(1.0%)	4.9%

Department of Parks and Recreation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	144.25	3,463,800	25,548,000	4,929,400	33,941,200

Reappropriation

The agency was authorized to reappropriate or carryover its unencumbered and unspent appropriation balance for the Capital Development Program only from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base. Carryover provided funding for capital projects that took more than one year to complete.

Agency Request	0.00	0	5,438,600	75,400	5,514,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,438,600</i>	<i>75,400</i>	<i>5,514,000</i>

FY 2015 Total Appropriation					
Agency Request	144.25	3,463,800	30,986,600	5,004,800	39,455,200
<i>Governor's Recommendation</i>	<i>144.25</i>	<i>3,463,800</i>	<i>30,986,600</i>	<i>5,004,800</i>	<i>39,455,200</i>

Noncognizable Funds and Transfers

Adjusts 2.05 FTPs between fund sources within the Management Services Program and the Park Operations Program.

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 2015 Estimated Expenditures					
Agency Request	144.25	3,463,800	30,986,600	5,004,800	39,455,200
<i>Governor's Recommendation</i>	<i>144.25</i>	<i>3,463,800</i>	<i>30,986,600</i>	<i>5,004,800</i>	<i>39,455,200</i>

Removal of One-Time Expenditures

Removes one-time items approved for FY 2015. Removes \$5,514,000 carryover approved for capital development; \$96,500 approved for a 1% Change in Employee Compensation; \$2,519,100 approved for replacement items; and \$700,000 approved for FY 2015 line-items. Line items included \$400,000 to upgrade the sewer system at Eagle Island State Park, \$30,000 for two camper cabins at Henry's Lake State Park, \$20,000 for a vault toilet at Harriman State Park, and \$250,000 for a new entrance road to Eagle Island State Park.

Agency Request	0.00	(1,855,500)	(6,889,700)	(84,400)	(8,829,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,855,500)</i>	<i>(6,889,700)</i>	<i>(84,400)</i>	<i>(8,829,600)</i>

FY 2016 Base					
Agency Request	144.25	1,608,300	24,096,900	4,920,400	30,625,600
<i>Governor's Recommendation</i>	<i>144.25</i>	<i>1,608,300</i>	<i>24,096,900</i>	<i>4,920,400</i>	<i>30,625,600</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Workers' compensation changes make up \$3,600 of the total.

Agency Request	0.00	8,100	120,500	12,700	141,300
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP. Furthermore, the Governor recommends General Fund support for employer health benefit cost increases that cannot be covered by dedicated funds. This item includes a fund shift of \$15,800 to reflect the cost of health increases for positions that are recommended to be shifted from the RV Fund to the General Fund in a line item.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>21,400</i>	<i>67,700</i>	<i>8,800</i>	<i>97,900</i>
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Department of Parks and Recreation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

MANAGEMENT SERVICES: \$44,200 for 34 desktop computers; \$44,000 for 20 laptop computers; and \$10,000 for one computer server for a total of \$98,200 from the Recreational Fuels Administrative Fund (0247-06). The fund comes from a 20% administrative fee charged to the recreational fuel tax funds to be used for overhead costs and generates about \$900,000 per year.

PARK OPERATIONS: 1) From camping and entry fees (fund 0243): \$20,000 for a heat pump at Dworshak State Park (SP); \$20,000 for a lawn mower; \$37,000 for a loader; \$84,000 for three pickups; \$15,000 for a used dump truck; \$10,000 for a snowmobile; \$10,000 for a mule; \$16,500 for two ATVs; \$10,000 for an electric vehicle; \$15,000 for a utility trailer; \$5,800 for another utility trailer; \$20,000 to replace projector screens at Old Mission SP; \$5,500 for a fire suppression pump and motor; and \$2,500 for a portable generator. 2) From recreational fuels off-road motor vehicle (fund 0247-03): \$500,000 for four snowmobile trail groomers (matches \$500,000 federal recreational trails program grant in base); and \$80,000 for four snowmobile trail grooming drags; and \$30,000 for three snowmobiles. 3) From the motorbike & ATV registration (fund 0250-04): \$90,000 for a trail dozer; and \$22,500 for three motorcycles. 4) From enterprise cabin, marina, retail sales (fund 0410-01): \$6,000 for a pull-behind trail groomer. The total replacement request for the Park Operations Program is \$999,800.

CAPITAL DEVELOPMENT: 1) From the General Fund \$440,000 in priority order as follows: \$250,000 to upgrade the east restroom at Eagle Island SP; \$170,000 for a campground electrical upgrade at Bear Lake SP; and \$20,000 to re-roof the shop and administrative building at Round Lake SP. 2) From campground and entry fees (0243): \$200,000 for erosion control at Lake Cascade SP; \$20,000 for repository site improvements; and \$120,000 for campground repairs to Farragut SP. 3) From recreational fuel capital improvement moneys (0247-01) \$566,000 as follows: \$40,000 for dock replacement at Priest Lake SP as match to \$160,000 Waterways Improvement Fund (WIF) grant; \$70,000 to upgrade campground electrical at Massacre Rocks SP (match to \$280,000 RV grant); \$220,000 to upgrade electrical service at Winchester SP; \$70,000 to replace a pump house at Cascade SP; \$16,000 to replace docks at Lake Walcott SP (matches \$64,000 WIF grant); \$70,000 to replace docks at Cascade SP (match to \$280,000 WIF grant); and \$80,000 to replace the Indian Creek group shelter at Priest Lake. 4) From recreational fuels road and bridge moneys (0247-04): \$15,000 for parking lot work at Priest Lake and \$30,000 for parking lot work at Farragut SP. 5) From enterprise moneys (0410-01): \$375,000 to upgrade electrical hookups at Hawley's Landing campground at Heyburn SP. 6) From the Park Land Trust Fund for Thousand Springs SP (0496-01): \$145,000 to remodel the garden center, \$100,000 to upgrade the equestrian center, and \$20,000 to repair the red barn. The total request for capital development replacement items is \$2,031,000.

Agency Request	0.00	440,000	2,689,000	0	3,129,000
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The Governor does not recommend the electrical upgrade to Bear Lake State Park (\$170,000) from the General Fund or the improvements to Billingsley Creek State Park from the Park Land Trust Fund (\$265,000).

Governor's Recommendation	0.00	270,000	2,424,000	0	2,694,000
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$9,100 for Attorney General fees, a decrease of \$24,500 for risk management costs, and an increase of \$2,800 for State Controller fees for a total decrease of \$30,800. Reflects a 14.9% decrease from the \$206,200 SWCAP base.

Agency Request	0.00	(21,000)	(9,800)	0	(30,800)
Governor's Recommendation	0.00	(21,000)	(9,800)	0	(30,800)

Department of Parks and Recreation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	6,600	83,900	9,100	99,600
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions. However, the Governor recommends General Fund support for change in employee compensation increases that cannot be covered by dedicated funds.

The recommended CEC includes a fund shift of \$34,900 to reflect the cost of increases for positions that are recommended to be shifted from the RV Fund to the General Fund in a line item.

Governor's Recommendation	0.00	49,000	150,200	18,900	218,100
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FY 2016 Program Maintenance					
Agency Request	144.25	2,042,000	26,980,500	4,942,200	33,964,700
Governor's Recommendation	144.25	1,927,700	26,729,000	4,948,100	33,604,800

1. Shift from RV Fund to General Fund

Management Services, Park Operations

The department requests a permanent shift to the General Fund for 23.80 full-time equivalent positions temporarily shifted to the Recreational Vehicle (RV) Fund in FY 2011. It also requests the \$1.5 million in RV appropriation be moved to trustee & benefit payments to restore the RV Grant Program. The supported positions include full or partial funding for the following 29 positions: the park manager, assistant park manager, and two park rangers at Priest Lake SP; the park manager, assistant park manager, and four park rangers at Farragut SP; a park ranger at Dworshak SP; the park manager, assistant park manager, and two park rangers at Hells Gate SP; the park manager and assistant park manager, two park rangers, and an office specialist at Ponderosa SP; the park manager, a park ranger, a maintenance craftsman, and an office specialist at Three Island State Park; and the operations division administrator and an administrative assistant in the Boise headquarters office. [Ongoing]

Agency Request	0.00	1,500,000	0	0	1,500,000
Governor's Recommendation	0.00	1,500,000	0	0	1,500,000

2. Farragut - Develop Scott Group Area

Capital Development

The department requests one-time funding to develop a group camp area at Farragut State Park paid from the dedicated Recreational Fuels Capital Improvement Fund (0247-01). Twenty-eight percent of three percent of the gas tax is dedicated to acquire, purchase, maintain, improve, repair, furnish, and equip recreation facilities and sites in the state of Idaho. This fund receives about \$1.35 million each year. Group camping areas are in very high demand at Farragut SP. The availability of group camping brings hundreds of visitors to the area which benefits the local community and local businesses. The proposal is to develop the Scott Group Area to include three vault toilets, central water, a group shelter with electricity, road improvements, parking, twenty-five picnic tables, and a group-use barbecue. [One-time]

Agency Request	0.00	0	328,000	0	328,000
Governor's Recommendation	0.00	0	328,000	0	328,000

3. Harriman - Yurts for Silver Lake

Capital Development

The department requests one-time funding for the purchase and construction of two new yurts at Harriman State Park at a cost of \$12,000 each. There are currently two yurts in the Silver Lake area that experience extensive use during the summer and winter seasons. Adding two yurts will increase capacity to meet the growing demand for overnight stays at this park. The requested funding is from the Harriman Trust Fund (0496-02) which includes cabin rentals, grazing leases, and investment income. Estimated annual revenue is \$11,200 for the two yurts based on 224 total occupied nights at \$50 per night. [One-time]

Agency Request	0.00	0	24,000	0	24,000
Governor's Recommendation	0.00	0	24,000	0	24,000

Department of Parks and Recreation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
4. Round Lake - Day Use Parking Lot					Capital Development
<p>The department requests one-time funding for the construction of a day use parking area at Round Lake State Park. Currently, there is a shortage of day use and overflow parking at this park. This request will provide road mix, grading, and gravel to improve approximately one acre of additional parking. The lot will serve to reduce congestion within the camping loops and improve the camping experience. Funding is requested from the Recreational Fuels Road & Bridge Fund (0247-04) dedicated to develop, construct, maintain, and repair roads, bridges and parking areas within and leading to parks and recreation areas of Idaho. The source of funding is 15% of three percent of the gas tax which amounts to about \$700,000 per year. [One-time]</p>					
Agency Request	0.00	0	26,000	0	26,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>26,000</i>	<i>0</i>	<i>26,000</i>
5. Lake Cascade - West-side Visitor Info					Capital Development
<p>The department requests one-time funding for the purchase and construction of a small camper-cabin kit to serve as a visitor center at the Poison Creek area of Lake Cascade State Park. The project will allow the park to establish a public point-of-contact and information center on the west side of the lake. This will save visitors from having to travel all the way around the lake to reach visitor services. Funding is requested from the dedicated Recreational Fuels Capital Improvement Fund (0247-01). Twenty-eight percent of three percent of the gas tax is dedicated to acquire, purchase, maintain, improve, repair, furnish, and equip recreation facilities and sites in the State of Idaho. This fund receives about \$1.35 million each year. No major revenues are expected but the cabin could eventually be developed into a rental during the winter season. [One-time] Note: The Permanent Building Fund Advisory Council did not recommend \$1 million from the Permanent Building Fund to develop a separate 1,800 sq. ft. administrative center on the east side of the lake.</p>					
Agency Request	0.00	0	30,000	0	30,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>30,000</i>	<i>0</i>	<i>30,000</i>
6. Harriman - Ranchview Group Shelter					Capital Development
<p>The department requests one-time funding to build a group shelter at Harriman State Park paid from the dedicated Recreational Fuels Capital Improvement Fund (0247-01). Twenty-eight percent of three percent of the gas tax is dedicated to acquire, purchase, maintain, improve, repair, furnish, and equip recreation facilities and sites in the state of Idaho. This fund receives about \$1.35 million each year. This facility will add capacity for outdoor interpretive programming and special events. It is anticipated the shelter will add 25 to 30 rentals per year at \$100 per day plus a \$15 reservation fee for a total of \$2,875 to \$3,450. Additional entrance fees will be charged for each vehicle in the party. Furthermore, the availability of a shelter brings additional visitors to the area which benefits the local community and local businesses. The proposal is to build a group shelter at the Ranchview parking area. [One-time]</p>					
Agency Request	0.00	0	75,000	0	75,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>75,000</i>	<i>0</i>	<i>75,000</i>
7. Thousand Springs - Group Shelter					Capital Development
<p>The department requests one-time funding to build a group shelter at the Billingsley Creek Unit of Thousand Springs State Park paid from the Park Land Trust Fund (0496-03). Funding is from the \$1.885 million (\$1.635 million main parcel plus \$250,000 for additional parcel) in proceeds from the sale of the Aqua Life property to the Water Resource Board. This facility is part of the park master plan and is expected to increase park usage. It is anticipated the shelter will add 18 to 20 rentals per year at \$50 to \$75 per day plus a \$25 reservation fee for a total of about \$1,350 to \$2,000 per year. Additional entrance fees will be charged for each vehicle in the party. Furthermore, the availability of a shelter brings additional visitors to the area which benefits the local community and local businesses. [One-time]</p>					
Agency Request	0.00	0	75,000	0	75,000
<i>Not 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>

Department of Parks and Recreation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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8. Harriman - Vault Toilet for Golden Lake

Capital Development

The department requests one-time funding to install a single vault toilet to serve a backcountry yurt at Harriman State Park (SP). The yurt purchase and installation is being funded through private donations. Together, these facilities would add capacity for overnight visitors to Golden Lake at Harriman SP. The request is from the dedicated Recreational Fuels Capital Improvement Fund (0247-01). Twenty-eight percent of three percent of the gas tax is dedicated to acquire, purchase, maintain, improve, repair, furnish, and equip recreation facilities and sites in the state of Idaho. This fund receives about \$1.35 million each year. It is anticipated the yurt serviced by the toilet will add 112 nights per year at \$50 per night for a total of about \$5,600 per year. Furthermore, additional visitation means additional entrance fees, winter recreation fees, and merchandise sales. The proposal is to purchase and install a vault toilet at Golden Lake. [One-time]

Agency Request	0.00	0	20,000	0	20,000
Governor's Recommendation	0.00	0	20,000	0	20,000

9. Convert Group Positions to Permanent

Management Services, Park Operations

Agency Request	0.00	0	0	0	0
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The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-around and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees. The breakdown by program includes 0.75 FTP for the Management Services Program and 5.39 FTP for the Park Operations Program for a total of 6.14. This decision unit also includes fund shifts of \$27,900 between dedicated funds to provide spending authority necessary to make these classified positions.

Governor's Recommendation	6.14	0	0	0	0
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Budget Law Exceptions

Mgt Services, Park Operations, Capital Develop

The department requests the following language be included in their appropriation bill:

PROGRAM TRANSFER EXEMPTION. Notwithstanding Sections 67-3511(1) and (2), Idaho Code, trustee and benefit payments appropriated for grants in the Management Services Program may be transferred to capital outlay in the Capital Development Program or to capital outlay in the Park Operations Program to reflect grants awarded to the Department of Parks and Recreation for the period July 1, 2015 through June 30, 2016. Legislative appropriations shall not be transferred from one fund to another fund unless expressly approved by the Legislature.

REAPPROPRIATION. Unexpended and unencumbered capital outlay balances in the Capital Development Program at the end of fiscal year 2015 are hereby reappropriated for capital outlay in that program for the period July 1, 2015, through June 30, 2016.

Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

FY 2016 Total					
Agency Request	144.25	3,542,000	27,558,500	4,942,200	36,042,700
Governor's Recommendation	150.39	3,427,700	27,232,000	4,948,100	35,607,800

Agency Request					
Change from Original App	0.00	78,200	2,010,500	12,800	2,101,500
% Change from Original App	0.0%	2.3%	7.9%	0.3%	6.2%
<i>Governor's Recommendation</i>					
Change from Original App	6.14	(36,100)	1,684,000	18,700	1,666,600
% Change from Original App	4.3%	(1.0%)	6.6%	0.4%	4.9%

Lava Hot Springs Foundation

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	2,166,600	2,077,800	2,374,400	1,964,700	1,968,700
Percent Change:		(4.1%)	14.3%	(17.3%)	(17.1%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,005,900	974,300	1,085,500	1,113,100	1,117,100
Operating Expenditures	738,100	736,100	742,600	743,600	743,600
Capital Outlay	422,600	367,400	546,300	108,000	108,000
Total:	2,166,600	2,077,800	2,374,400	1,964,700	1,968,700
Full-Time Positions (FTP)	12.80	12.80	13.80	13.80	13.80

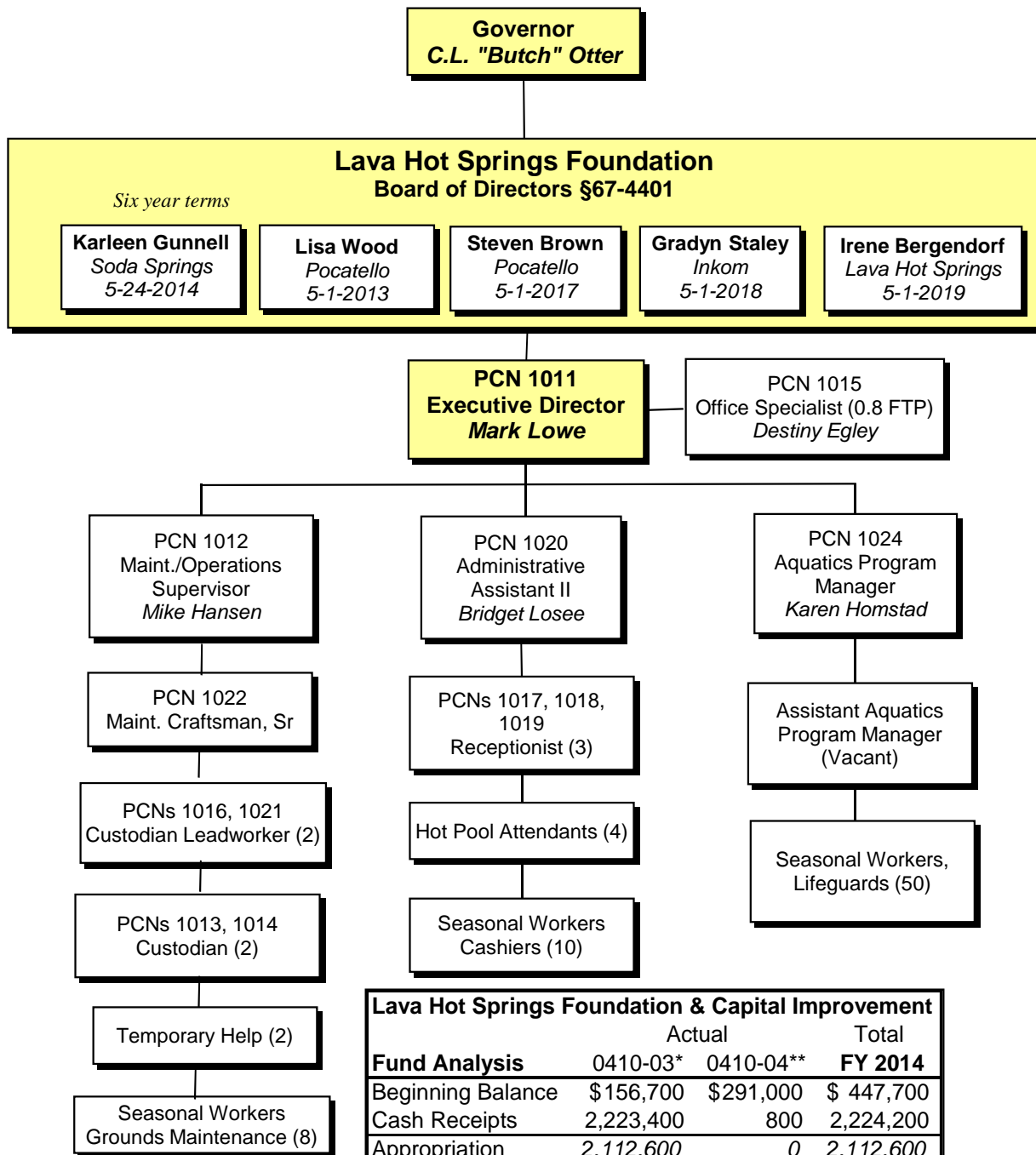
Division Description

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 13.8 full-time equivalent positions and about 58 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

Analyst: Houston



	Actual		Total
Fund Analysis	0410-03*	0410-04**	FY 2014
Beginning Balance	\$156,700	\$291,000	\$ 447,700
Cash Receipts	2,223,400	800	2,224,200
Appropriation	2,112,600	0	2,112,600
Supplemental	54,000	0	54,000
Reversions	(88,800)	0	(88,800)
Cash Expenditures	2,077,800	0	2,077,800
Ending Balance	\$302,300	\$291,800	\$ 594,100

*Receipts from the swimming pools, hot baths, rentals, and leases used to operate the facilities.

**The foundation may use moneys over and above the costs of operations and maintenance to acquire, purchase, improve, repair, furnish, and equip facilities.

Lava Hot Springs Foundation

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	13.80	0	2,374,400	13.80	0	2,374,400
Removal of One-Time Expenditures	0.00	0	(554,700)	0.00	0	(554,700)
FY 2016 Base	13.80	0	1,819,700	13.80	0	1,819,700
Benefit Costs	0.00	0	13,800	0.00	0	9,600
Replacement Items	0.00	0	108,000	0.00	0	108,000
Statewide Cost Allocation	0.00	0	(24,000)	0.00	0	(24,000)
Change in Employee Compensation	0.00	0	9,200	0.00	0	17,400
FY 2016 Program Maintenance	13.80	0	1,926,700	13.80	0	1,930,700
1. Expand Aquatic Center Business Hours	0.00	0	13,000	0.00	0	13,000
2. Streambank Stabilization Match	0.00	0	25,000	0.00	0	25,000
FY 2016 Total	13.80	0	1,964,700	13.80	0	1,968,700
Change from Original Appropriation	0.00	0	(409,700)	0.00	0	(405,700)
% Change from Original Appropriation			(17.3%)			(17.1%)

Lava Hot Springs Foundation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	13.80	0	2,374,400	0	2,374,400

Removal of One-Time Expenditures

Remove \$8,400 provided for one-time 1% CEC, \$274,300 for replacement items, \$270,000 for restroom facility completion, and \$2,000 for office equipment for the new aquatics program assistant manager. Replacement items included \$26,300 for motors and pumps; \$18,000 for one Kubota tractor; \$50,000 for deck repairs; \$25,000 to replace two diving board wells; \$30,000 to replace the point-of-sale system; \$30,000 to pave the west parking lot; \$60,000 to gel coat the curly slides; \$30,000 for curb, gutter, and an access ramp; and \$5,000 for bird exclusion eaves above Kiddie Cove.

Agency Request	0.00	0	(554,700)	0	(554,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(554,700)</i>	<i>0</i>	<i>(554,700)</i>

FY 2016 Base					
Agency Request	13.80	0	1,819,700	0	1,819,700
<i>Governor's Recommendation</i>	<i>13.80</i>	<i>0</i>	<i>1,819,700</i>	<i>0</i>	<i>1,819,700</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Workers' compensation amounts to \$500 of the total.

Agency Request	0.00	0	13,800	0	13,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>9,600</i>	<i>0</i>	<i>9,600</i>

Replacement Items

Replacement items include \$30,000 for motors and pumps; \$18,000 for a Kabota tractor; \$50,000 for deck repairs; and \$10,000 for non-motorized equipment.

Agency Request	0.00	0	108,000	0	108,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>108,000</i>	<i>0</i>	<i>108,000</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$2,800 for Attorney General fees, a decrease of \$28,400 for risk management costs, and an increase of \$1,600 for State Controller fees for a total decrease of \$24,000. Reflects a 38.6% decrease from the \$62,100 SWCAP base.

Agency Request	0.00	0	(24,000)	0	(24,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(24,000)</i>	<i>0</i>	<i>(24,000)</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	9,200	0	9,200
<i>The Governor recommends a 3% increase in 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>17,400</i>	<i>0</i>	<i>17,400</i>

FY 2016 Program Maintenance					
Agency Request	13.80	0	1,926,700	0	1,926,700
<i>Governor's Recommendation</i>	<i>13.80</i>	<i>0</i>	<i>1,930,700</i>	<i>0</i>	<i>1,930,700</i>

Lava Hot Springs Foundation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Expand Aquatic Center Business Hours

The Lava Hot Springs Foundation requests additional part-time personnel cost appropriation to expand the hours of operation of the Indoor Aquatic Center during the winter months. The \$13,000 request is based on 1,288 hours at \$8.63/hr plus 12.5% for benefits. The expansion includes 330 man-hours to increase splash time for toddlers by four hours per week, 90 man-hours to open both pools on Tuesday nights, 508 hours for additional weekend and holiday hours, and 360 hours for staff training. All expansion is for existing part-time positions with no health insurance or retirement benefits. Additional operating expenditures are expected to be minimal. The additional manpower costs are expected to be offset by a 20% increase in admittance. Expanded hours allow for accommodation of primarily the Southeastern Idaho public. [Ongoing]

Agency Request	0.00	0	13,000	0	13,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>13,000</i>	<i>0</i>	<i>13,000</i>

2. Streambank Stabilization Match

The foundation requests a \$25,000 appropriation from the Lava Hot Springs Capital Improvement Fund to serve as match for a stream bank stabilization project on the Portneuf River. The Portneuf Soil and Water Conservation District (PSWCD) has applied for a federal 319 grant which requires partner match of \$78,900. Other partners include the City of Lava Hot Springs, natural resource groups, and civic groups. This \$232,400 project is aimed to restore the stream bank where it has been degraded due to heavy foot traffic. The project will benefit water quality, improve access points to the river, and give emergency personnel better access to the river. [One-time]

Agency Request	0.00	0	25,000	0	25,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>25,000</i>	<i>0</i>	<i>25,000</i>

FY 2016 Total					
Agency Request	13.80	0	1,964,700	0	1,964,700
<i>Governor's Recommendation</i>	<i>13.80</i>	<i>0</i>	<i>1,968,700</i>	<i>0</i>	<i>1,968,700</i>

Agency Request					
Change from Original App	0.00	0	(409,700)	0	(409,700)
% Change from Original App	0.0%		(17.3%)		(17.3%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>(405,700)</i>	<i>0</i>	<i>(405,700)</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>(17.1%)</i>		<i>(17.1%)</i>

Department of Water Resources

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Management & Support Services	2,245,000	2,160,800	2,671,200	2,682,300	2,693,500
Planning and Technical Services	9,088,000	4,995,100	9,178,700	6,958,300	6,990,900
Water Management	9,485,700	8,137,100	9,309,700	9,590,400	9,616,700
Northern Idaho Adjudication	492,800	443,500	507,600	517,000	520,100
Total:	21,311,500	15,736,500	21,667,200	19,748,000	19,821,200
BY FUND CATEGORY					
General	11,195,000	11,207,400	11,827,400	11,993,300	12,015,700
Dedicated	6,522,800	3,324,900	6,203,800	4,043,200	4,080,100
Federal	3,593,700	1,204,200	3,636,000	3,711,500	3,725,400
Total:	21,311,500	15,736,500	21,667,200	19,748,000	19,821,200
Percent Change:		(26.2%)	37.7%	(8.9%)	(8.5%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,825,800	9,873,800	11,225,600	11,467,000	11,613,400
Operating Expenditures	9,765,400	5,079,700	9,591,700	7,414,800	7,358,100
Capital Outlay	166,300	229,000	279,300	284,200	267,700
Trustee/Benefit	554,000	554,000	570,600	582,000	582,000
Total:	21,311,500	15,736,500	21,667,200	19,748,000	19,821,200
Full-Time Positions (FTP)	152.00	152.00	152.00	149.00	149.00

Department Description

The Office of the State Engineer was created in 1895 to administer provisions of the Carey Act. Over the years, additional laws expanded the agency's duties, particularly with the increasing value, development, and use of Idaho's limited water resources. As the agency saw its responsibilities grow, it also saw its name change several times. The agency became the Department of Reclamation in 1919; the State Reclamation Engineer in 1943; and the Department of Water Administration in 1970. Meanwhile, through amendment of the state constitution in 1964, the Water Resource Board was created to prepare the state water plan for optimum development of water resources in the public interest. The current name was the result of combining the Department of Water Administration with the Idaho Water Resource Board in 1974. The primary authority for the Department of Water Resources and its programs rests in Title 42, Idaho Code.

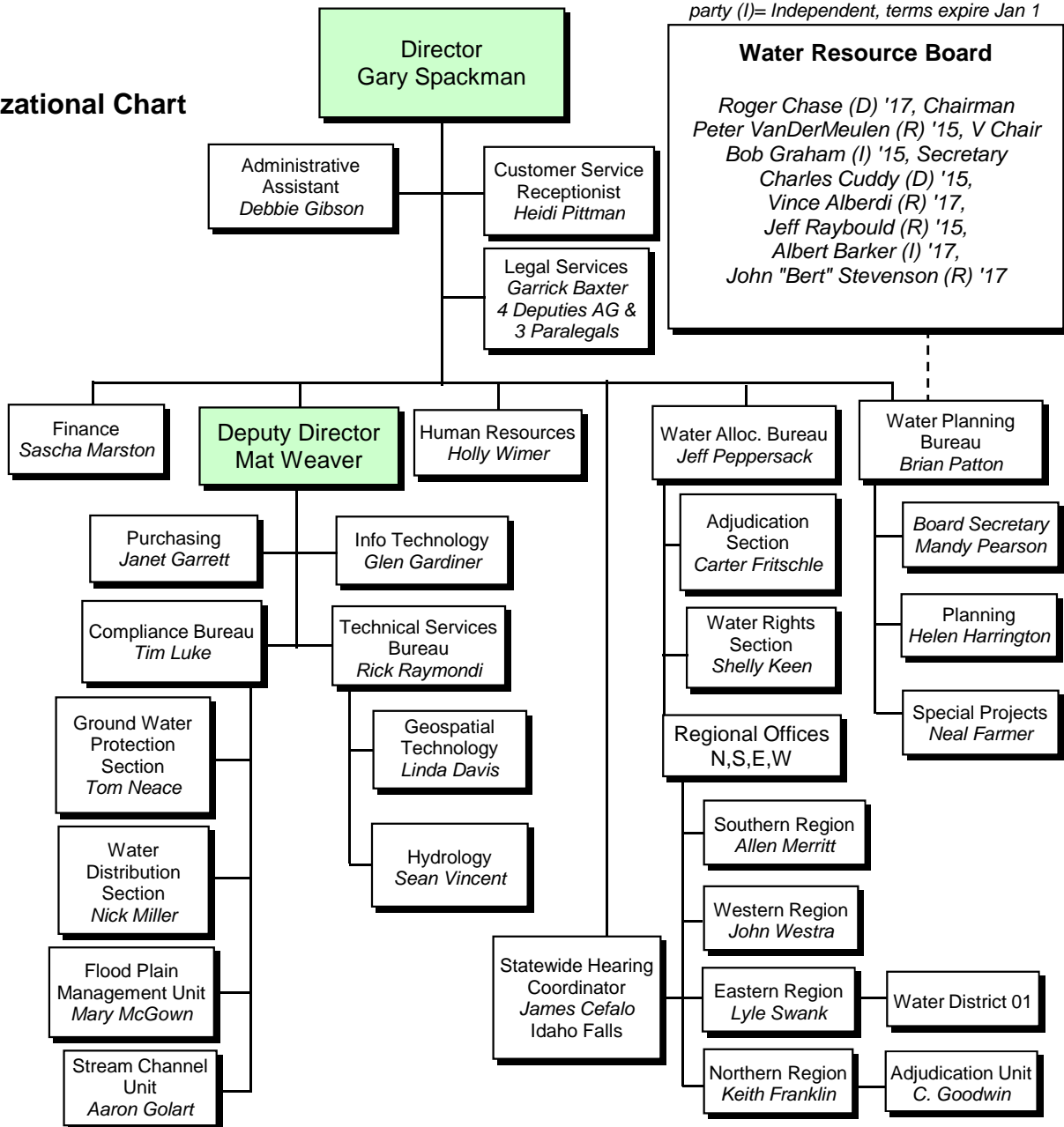
The department is divided into four major programs for budgeting purposes. 1) The Management and Support Services program provides administrative, legal and information system support for the department. 2) The Planning and Technical Services Division provides staff support for the Water Resources Board and provides planning and project management for water sustainability and aquifer stabilization, technical analysis, and ground water monitoring. 3) The Water Management Division provides water resource protection through inspection and regulatory programs, and provides water allocation services through permits and water distribution programs. The Snake River Basin Adjudication program is responsible for completing a fair and accurate determination of the nature, extent and priority of Snake River Basin water rights. Remaining responsibilities in this program were rolled into Water Management in the 2008 Legislative session. 4) The Northern Idaho Adjudication program is responsible for completing a fair and accurate determination of the nature, extent, and priority of the water rights north of the Snake River Basin.

The Energy Division provided financial assistance and technical assistance on energy conservation and alternative energy development issues. In 2008, it became a stand-alone agency in the Governor's Office.

Department of Water Resources Agency Profile

Analyst: Houston

Organizational Chart



FY 2014 Personnel Costs by Program and Fund Source*	Mgmt & Support	Planning and Tech Services	Water Mgmt	North Idaho Adjudication	Total by Fund Source
1. General Fund	\$ 802,900	\$ 2,146,100	\$ 3,948,600	\$ 225,600	\$ 7,123,200
2. Indirect Cost Recovery Fund	258,400	65,800	50,200	-	374,400
3. Aquifer Planning & Mgmt	-	300,600	-	-	300,600
4. Water Administration Fund	43,400	-	805,800	-	849,200
5. Adjudication Funds	-	-	35,000	57,200	92,200
6. Miscellaneous Revenue Fund	-	-	587,200	-	587,200
7. Federal Grant Fund	-	359,500	187,500	-	547,000
Total Personnel Cost by Program	\$ 1,104,700	\$ 2,872,000	\$ 5,614,300	\$ 282,800	\$ 9,873,800

* Costs include group positions. However, attorneys and paralegals are paid through operating expenditures.

Department of Water Resources

Agency Profile

Analyst: Houston

Sources of Funds	FY 2014 Appropriation	FY 2014 Expenditures	Percent of Total	Unused Appropriation	Percent	FY 2015 Appropriation
1. General Fund (0001) The General Fund sources are the individual income tax, corporate income tax, sales tax, and other miscellaneous sources.	\$ 11,195,000	\$ 11,207,400	71.2%	\$ 12,400	0.1%	\$ 11,827,400
2. Indirect Cost Recovery Fund (0125): Overhead charge for costs to administer federal programs.	626,100	551,900	3.5%	(74,200)	(11.9%)	613,700
3. Aquifer Planning and Management Fund (0129): General Fund transfers to be used for statewide aquifer planning and management.	2,767,100	703,300	4.5%	(2,063,800)	(74.6%)	2,794,300
4. Water Administration Fund (0229-21): Fees collected for well drillers' licenses and permits, water right claim fees, permits to appropriate water, permits to appropriate geothermal resources, reviewing safety of dams, water bank receipts, processing of injection well applications, and penalties.	1,757,700	981,100	6.2%	(776,600)	(44.2%)	1,416,700
5. Water Resources Adjudication Fund (0337-00): Receipts are deposited from filing fees as scheduled in law and are used to pay the costs attributable to the Snake River Basin Adjudication (SRBA).	35,000	35,000	0.2%	0	0.0%	15,900
6. Northern Idaho Adjudication Fund (0337-01): Receipts are deposited from filing fees as scheduled in law and are used to pay the costs attributable to adjudication. The Northern Idaho adjudication was added as a fund detail in 2006. The fund detail is an accounting subunit that allows the revenues and expenditures to be easily separated from the Snake River Basin Adjudication.	106,800	57,400	0.4%	(49,400)	(46.3%)	109,300
7. Miscellaneous Revenue Fund (0349): Revenues include fees collected from Water District 01, Priest Lake Dam user fees, and miscellaneous revenues received for technical services.	1,230,100	996,200	6.3%	(233,900)	(19.0%)	1,253,900
8. Federal Grant Fund (0348): Funds received from grants and agreements with federal agencies including the Federal Emergency Management Agency (FEMA), United States Department of Energy (DOE), National Oceanic and Atmospheric Administration (NOAA) National Marine Fisheries Service, Natural Resource Conservation Service (NRCS), and Army Corps of Engineers (USACE).	3,593,700	1,204,200	7.7%	(2,389,500)	(66.5%)	3,636,000
Total All Appropriated Fund	\$ 21,311,500	\$ 15,736,500	100.0%	\$ (5,575,000)	(26.2%)	\$ 21,667,200

The department also has four continuously appropriated funds: 1) the Revolving Development Fund is used to primarily to make loans for projects approved by the Water Board (§42-1750); 2) the Water Management Fund is used to make loans or grants for new water projects or for the rehabilitation of existing water projects. Projects are limited to reclamation, upstream storage, offstream storage, aquifer recharge, reservoir site acquisition and protection, water supply, water quality, recreation, and water resource studies, including feasibility studies for qualifying projects (§42-1760); 3) the Water Rights Enforcement Fund receives civil penalties collected by the department for illegal diversions and is used to carry out the water enforcement program (§42-1778); and 4) the Secondary Aquifer Planning, Management and Implementation Fund is used for technical studies, project management services, hydrologic monitoring, measurement and comprehensive plan development, as well as for personnel costs, operating expenditures, capital outlay and water projects associated with the statewide comprehensive aquifer planning and management effort (§42-1780(2)).

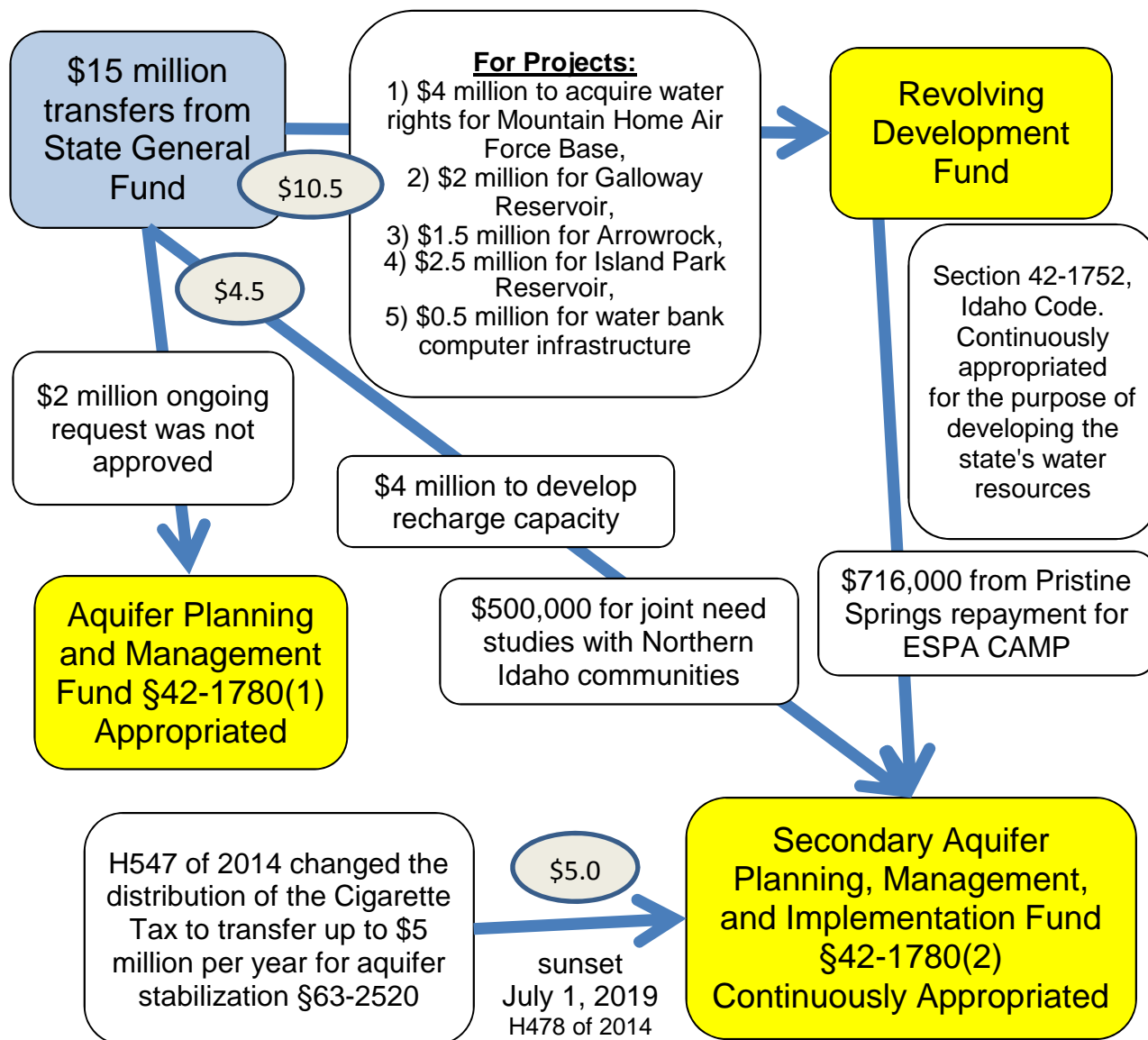
Department of Water Resources

Agency Profile

Analyst: Houston

Last year JFAC transferred \$15 million from the General Fund to the Idaho Water Resource Board for a Water Initiative. The bill transferred \$10.5 million to the Revolving Development Fund as follows: 1) \$4 million to acquire senior priority Snake River water rights to supply the Mountain Home Air Force Base; 2) \$2 million for environmental approvals and land exchange analysis to further the Galloway Reservoir project; 3) \$1.5 million to complete a feasibility and environmental study regarding enlargement of Arrowrock Reservoir; 4) \$2.5 million to pursue enlargement of Island Park Reservoir; and 5) \$500,000 to develop computer infrastructure needed for the water supply bank. The bill also transferred \$4.5 million to the Secondary Aquifer Planning, Management, and Implementation Fund as follows: 1) \$4 million to develop additional managed recharge capacity; and 2) \$500,000 to conduct joint water need studies with Northern Idaho communities to ensure water availability for Idaho's future economic development. However, no additional staff were approved.

Idaho Water Sustainability Initiative Funding Flow Chart (FY 2015)



Department of Water Resources

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	152.00	11,827,400	21,667,200	152.00	11,827,400	21,667,200
Removal of One-Time Expenditures	0.00	(609,000)	(641,100)	0.00	(609,000)	(641,100)
Base Adjustments	(1.00)	0	(2,317,900)	(1.00)	0	(2,317,900)
FY 2016 Base	151.00	11,218,400	18,708,200	151.00	11,218,400	18,708,200
Benefit Costs	0.00	94,600	133,800	0.00	66,200	93,300
Inflationary Adjustments	0.00	95,000	119,200	0.00	54,800	79,000
Replacement Items	0.00	257,700	257,700	0.00	257,700	257,700
Statewide Cost Allocation	0.00	40,500	40,500	0.00	40,500	40,500
Change in Employee Compensation	0.00	62,800	95,100	0.00	186,900	282,300
FY 2016 Program Maintenance	151.00	11,769,000	19,354,500	151.00	11,824,500	19,461,000
1. Language to Commence Palouse Basin	0.00	0	0	0.00	0	0
2. Aquifer Measuring and Modeling	0.00	0	716,000	0.00	0	716,000
3. Additional Equipment	0.00	10,000	10,000	0.00	10,000	10,000
4. Water District 02 Support	0.00	0	110,800	0.00	0	110,800
5. Business Process Evaluation	0.00	175,000	175,000	0.00	175,000	175,000
6. Re-establish Salmon Office	0.00	33,000	33,000	0.00	0	0
7. Flood Plain Management Position	1.00	6,300	64,700	1.00	6,200	64,400
8. Positions for Sustainability Initiative	1.24	0	394,500	1.24	0	403,500
9. Transfer to Continuous Appropriation	(4.24)	0	(394,500)	(4.24)	0	(403,500)
10. Bear River Adjudication	0.00	0	0	0.00	0	0
Cash Transfer	0.00	0	(716,000)	0.00	0	(716,000)
FY 2016 Total	149.00	11,993,300	19,748,000	149.00	12,015,700	19,821,200
Change from Original Appropriation	(3.00)	165,900	(1,919,200)	(3.00)	188,300	(1,846,000)
% Change from Original Appropriation		1.4%	(8.9%)		1.6%	(8.5%)

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	152.00	11,827,400	6,203,800	3,636,000	21,667,200

Removal of One-Time Expenditures

Removes one-time funding provided for FY 2015. Removes \$94,700 provided for a 1% one-time bonus to be awarded based on merit. Replacement items included \$352,800 from the General Fund as follows: \$56,000 for 50 desktop computers; \$37,100 for seven switches; \$5,500 for a plotter; \$7,200 for a server; \$3,900 for workstations; \$3,300 for chairs; \$83,500 for help desk software; \$20,000 for two closed conduit flowmeters; \$28,000 to replace a 170,000 mile 1995 Dodge Caravan; \$28,000 to replace a 168,200 mile 1998 Ford Taurus; \$28,000 to replace a 111,000 mile 1991 Chevy Blazer; \$25,000 to replace a 110,000 mile 1994 GMC pickup; \$25,000 to replace a 169,500 mile 1998 Chevy pickup; and \$12,300 to replace a map scanner. Also removes \$183,600 provided from the General Fund to pay the department's share of the costs to replace the cooling system at the Water Center.

Agency Request	0.00	(609,000)	(23,500)	(8,600)	(641,100)
<i>Governor's Recommendation</i>	0.00	(609,000)	(23,500)	(8,600)	(641,100)

Base Adjustments

The department adjusts the base in four parts. First, it reduces the base by \$2,302,000 in the Aquifer Planning and Management Fund (0129-00) to bring the budget more in line with available revenues. The adjustment leaves the base of fund 0129-00 at \$388,900 in personnel costs and \$100,000 in operating expenditures for a total of \$488,900. The fund had expenditures of \$703,400 in FY 2014 and a cash balance of \$1.7 million at the end of FY 2014. The source of funding has been entirely from General Fund transfers.

Second, this item removes \$15,900 in appropriation provided by the Legislature to spend down the balance of the SRBA Fund. Third, this item reflects the reduction of one FTP previously funded with federal funds due to the transfer of the \$140,000 Risk Map program to the Bureau of Homeland Security in the fall of 2013. The federal appropriation is retained at this time for other purposes. Finally, this item transfers three unfunded positions from the Water Management Program to the Planning and Technical Services Program.

Agency Request	(1.00)	0	(2,317,900)	0	(2,317,900)
<i>Governor's Recommendation</i>	(1.00)	0	(2,317,900)	0	(2,317,900)

FY 2016 Base					
Agency Request	151.00	11,218,400	3,862,400	3,627,400	18,708,200
<i>Governor's Recommendation</i>	151.00	11,218,400	3,862,400	3,627,400	18,708,200

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Workers' compensation is \$1,300 of the total.

Agency Request	0.00	94,600	31,800	7,400	133,800
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	0.00	66,200	22,100	5,000	93,300
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Inflationary Adjustments

Inflationary adjustments include \$51,600 from the General Fund, \$14,600 in dedicated funds, and \$9,600 in federal funds for a total of \$75,800. Inflationary adjustments include professional services, computer supplies, fuel and lubricant costs, utility charges, communication costs, employee travel, general services, and repair and maintenance services. Contract inflation, all from the General Fund, includes rent increases amounting to \$35,500 for the Water Center and \$7,900 for regional offices for a total of \$43,400.

Agency Request	0.00	95,000	14,600	9,600	119,200
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In addition to contract inflation, the Governor recommends dedicated spending authority for general inflation plus \$11,400 in General Fund support for increased costs paid to the U.S. Geological Survey for stream gaging work.

<i>Governor's Recommendation</i>	0.00	54,800	14,600	9,600	79,000
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Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

MANAGEMENT AND SUPPORT SERVICES: Includes \$168,700 from the General Fund for replacement items as follows: \$80,000 for 50 desktop computers; \$14,400 for two network switches; \$19,500 for 15 laptop or tablet computers; \$19,000 for five conference room projectors, \$7,800 for a video teleconferencing camera, and \$28,000 to replace a 2002 Chevy Blazer with 186,000 miles.

PLANNING AND TECHNICAL SERVICES: Includes \$5,000 from the General Fund for five workstations.

WATER MANAGEMENT: Includes \$84,000 from the General Fund for the following: \$28,000 to replace a 75,000 mile 1999 Ford Taurus with a sport utility vehicle; \$28,000 to replace a 103,000 mile 2000 Jeep Cherokee; and \$28,000 to replace a 150,000 mile 1995 Chevy Pickup.

Agency Request	0.00	257,700	0	0	257,700
Governor's Recommendation	0.00	257,700	0	0	257,700

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$49,300 for Attorney General fees, a decrease of \$16,100 for risk management costs, an increase of \$3,100 for State Controller fees, and an increase of \$300 for State Treasurer fees for a total increase of \$36,600. However, IDWR allocated \$3,900 of risk management's reduction to the continuously appropriated Revolving Development Fund resulting in a net increase of \$40,500 to the appropriated part of the budget. The appropriated SWCAP base is \$1,156,600 so this request represents a 3.5% increase in cost allocation costs for the part of the budget with a fixed appropriation.

Agency Request	0.00	40,500	0	0	40,500
Governor's Recommendation	0.00	40,500	0	0	40,500

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	62,800	23,600	8,700	95,100
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	186,900	70,200	25,200	282,300
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FY 2016 Program Maintenance					
Agency Request	151.00	11,769,000	3,932,400	3,653,100	19,354,500
Governor's Recommendation	151.00	11,824,500	3,969,300	3,667,200	19,461,000

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Language to Commence Palouse Basin					Northern Idaho Adjudication
<p>The Department of Water Resources commenced the adjudication of the Coeur d'Alene Basin on July 8, 2008. Section 42-1406B, Idaho Code, also recognizes the need to adjudicate the water rights of the Palouse River Basin and the Clark Fork-Pend Oreille River Basin. The law requires periodic legislative review and authorization to ensure that water rights are being adjudicated efficiently and to determine if there are sufficient moneys for continued adjudication in the subsequent basins. The department has completed taking most of the claims in the Coeur d'Alene-Spokane River Basin and is currently recommending water rights for consideration by the court. This request is to authorize the director to file a petition with the adjudication court in Twin Falls to commence an adjudication in the Palouse River Basin. By the time a petition to adjudicate the water rights in the Palouse River Basin is filed, there will be sufficient personnel resources that can be redirected to taking claims in the Palouse Basin. Continuity is desirable to supply the adjudication court with recommendations. Currently, four positions are supported by the General Fund and 0.85 FTPs are supported by filing fees. Filing fees will be paid by water users at the same rate as in the Coeur d'Alene-Spokane River Basin Adjudication.</p> <p>LEGISLATIVE INTENT: It is the intent of the Legislature that, in accordance with Section 42,1406B(1), the director of the Idaho Department of Water Resources file a petition with the adjudication court in Twin Falls, Idaho to commence a water rights adjudication of the Palouse River Basin.</p>					
Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
2. Aquifer Measuring and Modeling					Planning and Technical Services
<p>The Idaho Water Resource Board (IWRB) requests that \$716,000 be transferred from the Revolving Development Account to the Secondary Aquifer Planning, Management, and Implementation Fund created by the 2010 Legislature. The IWRB requests to redirect these funds for the purpose of aquifer monitoring, measurement and modeling of the Eastern Snake Plain Aquifer, Wood River Valley, Treasure Valley, Rathdrum Prairie, Palouse, Lewiston, and others. (These activities were previously funded through the Aquifer Planning and Management Fund.) The source of the money is from the sixth year of loan repayments from groundwater users for purchase of the water rights at Pristine Springs near the city of Twin Falls (original \$10 million General Fund appropriation \$1511 of 2008). The original \$10 million, ten-year, 4% loan was refinanced in January 2012 in the amount of \$7.5 million for 15 years at 4.876%. The Secondary Aquifer Planning, Management, and Implementation Fund is continuously appropriated. That means that no annual appropriation is necessary for any cash that is deposited into the fund. [One-time cash transfer]</p>					
Agency Request	0.00	0	716,000	0	716,000
Governor's Recommendation	0.00	0	716,000	0	716,000
3. Additional Equipment					Water Management
<p>This line item includes \$9,000 for a flow meter and \$1,000 for a mobile projector for a total of \$10,000 from the General Fund. The flow meter will be used by the Eastern regional office for the measurement of open channel flows in canals, ditches, and natural streams. The mobile projector will be used by adjudication staff in public meeting settings with a large number of participants. [One-time]</p>					
Agency Request	0.00	10,000	0	0	10,000
Governor's Recommendation	0.00	10,000	0	0	10,000
4. Water District 02 Support					Water Management
<p>The department requests \$54,500 in salary, \$22,600 in benefits, and \$33,400 in operating expenditures for a total of \$110,500 from the Miscellaneous Revenue Fund to provide water master services to water district 02 (WD02). Created in 2012, WD02 stretches from Milner to Murphy and began operation in 2013 with the election of an existing IDWR employee as watermaster to assist with the organization of the district at no cost to the users. WD02 will now provide for the cost of IDWR's employee, and the administration of water rights and water deliveries, through water user assessments. [Ongoing]</p>					
Agency Request	0.00	0	110,800	0	110,800
Governor's Recommendation	0.00	0	110,800	0	110,800

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Business Process Evaluation					
					Management and Support Services
<p>The department requests funding for an information technology contract to analyze, evaluate, and document the department's current business processes, applications, and databases, with the intent of making recommendations for the future. The department currently has 58 workflow applications that are coded in programming languages that are no longer supported. Applications such as file inventory, ad hoc data entry, key word search, and water right applications are used by over half the staff on a daily basis. The evaluation will include an application-by-application recommendation of how to modernize or replace those 58 applications. The budget estimate is based on a four-month project timeline of 96 project manager hours, 520 process engineer hours, 128 functional architect hours, 272 software architect hours, and 312 technical writer hours. [One-time]</p>					
Agency Request	0.00	175,000	0	0	175,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>175,000</i>	<i>0</i>	<i>0</i>	<i>175,000</i>
6. Re-establish Salmon Office					
					Water Management
<p>The department requests funding to re-establish an office in Salmon. The department had an office there from 1996 to 2010 but closed it due to a retirement and an overall strategy to meet budget reductions. It does have one staff member there who shares an office with the Office of Species Conservation. The office would be managed by an existing position that would be relocated to Salmon. This position would serve as the assistant watermaster to water district 170 to oversee water delivery and regulation in Custer and Lemhi counties. Oversight is necessary for the state to meet its commitments under the Wild and Scenic River Agreement. There is also a benefit to having an agency representative living in the area who can provide immediate local customer service regarding water rights, water distribution, well construction, and stream channel alternation. The department will incur additional ongoing expenses for rent and utilities and one-time costs for computer equipment, office equipment, and field equipment. [\$16,500 ongoing and \$16,500 one-time]</p>					
Agency Request	0.00	33,000	0	0	33,000
<i>Not 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>
7. Flood Plain Management Position					
					Water Management
<p>Current staffing in the flood plain management unit is limited to a coordinator and one part-time position. The staffing level is not sufficient to complete the needed community assistance visits, technical assistance, responding to review requests, and review of local community ordinances for compliance with the National Flood Insurance Program (NFIP). The department requests \$45,700 in personnel costs and \$19,000 in operating expenditures to convert the one temporary part-time position to a permanent full-time position. The Federal Emergency Management Agency will grant the additional federal funds, provided the state supplies a 25% match. Because the part-time position was overmatched, only \$6,300 is needed in state match. This request would bring the incumbent fully-trained flood plain specialist to pay grade J and double the number of communities that can be contacted in a year. [Ongoing]</p>					
Agency Request	1.00	6,300	0	58,400	64,700
<i>The Governor adjusts the position cost calculation down by \$300 to account for health insurance costs.</i>					
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>6,200</i>	<i>0</i>	<i>58,200</i>	<i>64,400</i>

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
8. Positions for Sustainability Initiative			Planning and Technical Services		
<p>Last session the Legislature appropriated \$15 million for a water sustainability initiative (H479) and approved an ongoing source of funding from the cigarette tax of up to \$5 million per year for statewide aquifer stabilization (H547). This request adds 4.24 FTPs to the Secondary Aquifer Management, Planning, and Implementation Fund and moves incumbents to those positions. Furthermore, the department has three unfunded positions in the base budget so three of the additional FTPs are not needed. It uses the savings to fill three unfunded full-time equivalent positions (FTP). The three new positions include 1) one engineering/telemetry technician to operate, maintain, repair, and expand the monitoring & telemetry system; 2) one engineer to coordinate planning, design, and construction of recharge and other sustainability projects; and 3) a project manager to coordinate the overall efforts of the ESPA recharge including conveyance contracts, infrastructure needs, monitoring & reporting, and managing daily recharge operations in cooperation with partners. The request moves to the secondary fund, one technical hydrologist (PCN 0048), one technical hydrogeologist (PCN 0087), one technical engineer (PCN 0159), half of the cost of the technical services bureau chief (PCN 0026), half the cost of an associate engineer (PCN 0113), and 24% of the cost of the planning bureau chief (PCN 0131). The request amounts to an additional \$394,500 in personnel costs ongoing. The dollar amounts are included here but net out to zero in the next line item because the request is from the continuously appropriated Secondary Aquifer Management, Planning, and Implementation Fund.</p>					
Agency Request	1.24	0	394,500	0	394,500
<i>Adjusts for benefit costs and 3% CEC.</i>					
Governor's Recommendation	1.24	0	403,500	0	403,500
9. Transfer to Continuous Appropriation			Planning and Technical Services		
<p>The request is to move 4.24 positions and \$394,500 in continuously appropriated personnel costs off-budget. The amounts are shown as negative to net against the previous line item because the request is to shift them to the continuously appropriated Secondary Aquifer Management, Planning, and Implementation Fund. If this line item is not approved then the positions will fall under a fixed appropriation and become part of the appropriated budget pursuant to Section 67-3514.</p>					
Agency Request	(4.24)	0	(394,500)	0	(394,500)
Governor's Recommendation	(4.24)	0	(403,500)	0	(403,500)
10. Bear River Adjudication			Water Management		
<p>This line item acts as a placeholder for discussion of the fiscal impact of possible proposed legislation regarding commencement of adjudication of the water rights in the Bear River Basin. Under one scenario, the budget would include 1.00 full-time equivalent position, \$100,000 in personnel costs, and \$100,000 in operating expenditures for a total of \$200,000 ongoing from the General Fund. As the adjudication ramps up in the future, IDWR expects that it will need four additional personnel and about \$500,000 a year until completion. Spending authority for filing fees will also be requested in future years. [Ongoing, Requires Legislation]</p>					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0
Cash Transfer			Planning and Technical Services		
<p>Reflects the cash transfers as requested. If approved, the transfer language will be included in the appropriation bill.</p>					
<p>CASH TRANSFER. There is hereby appropriated to the Department of Water Resources and the State Controller shall transfer \$716,000 from the Revolving Development Fund to the Secondary Aquifer Planning, Management, and Implementation Fund, on July 1, 2015, or as soon thereafter as practicable, for the period July 1, 2015, through June 30, 2016.</p>					
Agency Request	0.00	0	(716,000)	0	(716,000)
Governor's Recommendation	0.00	0	(716,000)	0	(716,000)
FY 2016 Total					
Agency Request	149.00	11,993,300	4,043,200	3,711,500	19,748,000
Governor's Recommendation	149.00	12,015,700	4,080,100	3,725,400	19,821,200

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	(3.00)	165,900	(2,160,600)	75,500	(1,919,200)
% Change from Original App	(2.0%)	1.4%	(34.8%)	2.1%	(8.9%)
<i>Governor's Recommendation</i>					
Change from Original App	(3.00)	188,300	(2,123,700)	89,400	(1,846,000)
% Change from Original App	(2.0%)	1.6%	(34.2%)	2.5%	(8.5%)

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Idaho Legislative Budget Book

Department of Agriculture

2015 Legislative Session

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Department of Agriculture

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Agriculture, Dept of	35,788,500	28,642,600	36,076,200	36,304,800	36,444,300
Soil and Water Conservation	2,699,000	2,613,900	2,878,500	2,907,300	2,891,400
Total:	38,487,500	31,256,500	38,954,700	39,212,100	39,335,700
BY FUND CATEGORY					
General	9,925,000	9,932,000	10,322,200	10,631,700	10,589,900
Dedicated	22,253,600	18,413,200	22,862,600	22,834,600	22,978,300
Federal	6,308,900	2,911,300	5,769,900	5,745,800	5,767,500
Total:	38,487,500	31,256,500	38,954,700	39,212,100	39,335,700
Percent Change:		(18.8%)	24.6%	0.7%	1.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	21,455,100	18,188,800	21,951,400	22,564,300	22,790,000
Operating Expenditures	9,544,400	7,145,400	9,768,400	9,800,400	9,768,400
Capital Outlay	1,040,500	962,900	1,283,500	899,800	900,900
Trustee/Benefit	6,447,500	4,959,400	5,951,400	5,947,600	5,876,400
Total:	38,487,500	31,256,500	38,954,700	39,212,100	39,335,700
Full-Time Positions (FTP)	205.05	205.05	206.05	213.05	213.80

Department Description

The Department of Agriculture contains the budget for nine programs. Eight of these programs are budgeted together: Administration, Animal Industries, Agricultural Resources, Plant Industries, Agricultural Inspections, Marketing and Development, Animal Damage Control, and the Sheep and Goat Health Board. The Soil and Water Conservation Commission's budget is developed and submitted by the commission's five-member board and is appropriated in a separate appropriation bill.

Department of Agriculture

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Administration	2,407,800	2,113,100	2,497,900	2,610,600	2,631,400
Animal Industries	5,019,500	3,906,500	5,192,700	5,492,500	5,538,100
Agricultural Resources	3,496,200	3,101,200	3,534,300	3,637,900	3,669,600
Plant Industries	11,408,400	8,163,000	11,285,000	10,905,200	10,955,600
Agricultural Inspections	10,014,000	9,114,500	10,269,200	10,386,100	10,390,300
Market Development	2,611,800	1,727,100	2,535,300	2,561,700	2,568,700
Animal Damage Control	671,900	383,500	596,900	543,100	521,900
Sheep and Goat Health Board	158,900	133,700	164,900	167,700	168,700
Total:	35,788,500	28,642,600	36,076,200	36,304,800	36,444,300
BY FUND CATEGORY					
General	7,568,000	7,568,000	7,791,200	8,073,900	8,049,800
Dedicated	21,911,600	18,163,300	22,515,100	22,485,100	22,627,000
Federal	6,308,900	2,911,300	5,769,900	5,745,800	5,767,500
Total:	35,788,500	28,642,600	36,076,200	36,304,800	36,444,300
Percent Change:		(20.0%)	26.0%	0.6%	1.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	20,303,700	17,037,400	20,756,700	21,354,300	21,515,000
Operating Expenditures	9,150,000	6,859,200	9,331,800	9,402,900	9,402,900
Capital Outlay	1,040,500	955,800	1,239,500	853,200	853,200
Trustee/Benefit	5,294,300	3,790,200	4,748,200	4,694,400	4,673,200
Total:	35,788,500	28,642,600	36,076,200	36,304,800	36,444,300
Full-Time Positions (FTP)	189.05	189.05	190.05	196.05	196.05

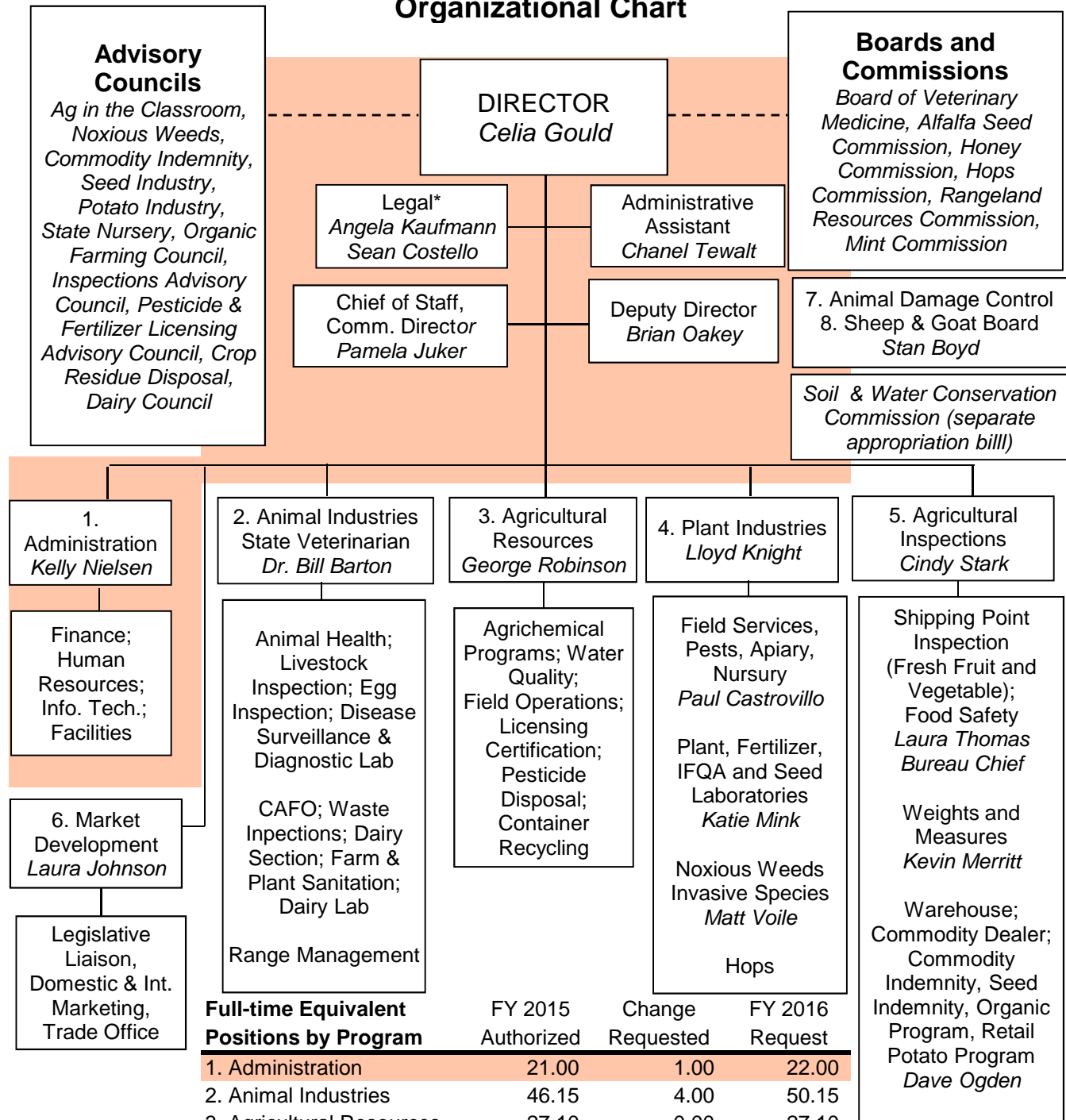
Division Description

The mission of the Idaho State Department of Agriculture is to guarantee that Idaho agricultural products are of high quality, disease-free, and meet federal and state laws, rules and regulations. The department protects consumers and producers from fraud and provides marketing assistance to the industry. There are eight budgeted programs: 1) The Administration Program coordinates the accounting, payroll, legal, and personnel functions. 2) Animal Industries is responsible for veterinary services, range management, dairy laboratory and dairy inspection, animal laboratory, livestock inspection, egg inspection, and animal waste management. 3) Agricultural Resources protects the public health, environment, livestock, and wildlife of the state from possible adverse effects resulting from the improper use of pesticides and fertilizers. 4) Plant Industries includes the plant, fertilizer, and seed laboratories and programs, noxious weeds, the Honey Commission, and the Invasive Species Program. 5) Agricultural Inspections includes the Bureau of Shipping Point Inspections, the Bureau of Warehouse Control, the Retail Potato Program, Hops Program, Organic Foods Program, and the Bureau of Weights and Measures. 6) The Marketing and Development Program assists Idaho food producers to increase their profitability by enhancing the marketing opportunities for their products. In FY 2009, Idaho Rural Partnership (IRP), an independent public body corporate and politic, was moved to the supervision of the Department of Agriculture. In FY 2014, IRP was moved off-budget. 7) The United States Department of Agriculture's, Animal and Plant Health Inspection Service, Wildlife Services Program operates in Idaho under a memorandum of understanding with the Idaho State Animal Damage Control Board. 8) The Sheep and Goat Health Board provides a comprehensive program involving disease and predator control. The program enables the sheep and goat industries to maintain high production standards and economic returns.

Department of Agriculture Agency Profile

Analyst: Houston

Organizational Chart



*FTP count does not include legal, 600 to 700 seasonal group employees, other group positions, or 5.00 Indemnity staff.

Department of Agriculture

Agency Profile

Analyst: Houston

Sources of Funds	FY 2014 Appropriation	FY 2014 Expenditures	Percent of Total	Unused Appropriation	Unused Percent	FY 2015 Appropriation
1. General Fund (0001)	\$ 7,568,000	\$ 7,568,000	26.4%	\$ -	0.0%	\$ 7,791,200
Individual income tax, corporate income tax, sales tax, and miscellaneous taxes, fees, and interest.						
2. Animal Damage Control	215,700	100,000	0.3%	(115,700)	(53.6%)	215,700
Fund (0052-00): Cash transfers from the Department of Fish and Game.						
3. Admin. and Accounting	1,098,200	843,400	2.9%	(254,800)	(23.2%)	1,133,200
(0125-01): Indirect costs from federal grants, other dedicated funds, rent receipts, and sales.						
4. Facilities Maintenance	313,900	274,000	1.0%	(39,900)	(12.7%)	319,800
Fund (0125-02): Allocations between bureaus and Health & Welfare for building maintenance.						
5. Agricultural Inspection	1,614,600	1,071,900	3.7%	(542,700)	(33.6%)	1,644,300
Fund (0330-00): Moneys received from inspections, taxes on bees, and livestock market operators.						
6. Weights and Measures	430,500	402,200	1.4%	(28,300)	(6.6%)	468,900
Inspection (0330-12): Fees for licensing of weighing and measuring devices.						
7. Invasive Species	1,525,900	982,800	3.4%	(543,100)	(35.6%)	1,461,500
Fund (0330-13): Fees generated from boating stickers for prevention of quagga and zebra mussels.						
8. Ag Fees - Sheep & Goat	267,500	219,600	0.8%	(47,900)	(17.9%)	269,900
(0332-03): Assessments on wool, cattle, horses, and mules. Includes support for Animal Damage Control.						
9. Ag Fees - Commercial	1,543,700	1,441,500	5.0%	(102,200)	(6.6%)	1,686,100
Feed & Fert. (0332-04): Feed and fertilizer registration and inspection fees.						
10. Ag Fees - Pesticides	2,575,400	2,406,800	8.4%	(168,600)	(6.5%)	2,697,600
(0332-05): Pesticide registration and applicator licenses and exam fees.						
11. Ag Fees - Livestock	813,700	511,700	1.8%	(302,000)	(37.1%)	806,800
Disease Ctrl (0332-06): Brand inspections, insemination licenses, sale of pigs, and cervidae producers.						
12. Ag Fees - Dairy	1,410,800	1,371,300	4.8%	(39,500)	(2.8%)	1,625,100
Inspection (0332-07): Dairy/milk inspection fees. Hauler permits, business, testers and graders licenses.						
13. Ag Fees - Honey	16,700	3,400	0.0%	(13,300)	(79.6%)	16,700
Advertising (0332-08): Fees per hive or colony of bees.						
14. Ag Fees - Egg	161,100	114,600	0.4%	(46,500)	(28.9%)	165,100
Inspection (0332-09): Egg distributor licenses, egg candler licenses, and assessments per dozen eggs.						
15. Ag Fees - Organic Food	305,400	249,100	0.9%	(56,300)	(18.4%)	313,800
Products (0332-10): Registration fees, gross sale fees, inspection, and mileage fees.						
16. Ag Fees - Commercial	9,900	0	0.0%	(9,900)	(100.0%)	9,900
Fisheries (0332-11): License fee on aquaculture facilities.						
17. Ag Fees - Poultry	89,700	600	0.0%	(89,100)	(99.3%)	89,700
Fund (0332-12): Inspection fee on poultry facilities.						
18. Miscellaneous Revenue	125,000	0	0.0%	(125,000)	(100.0%)	0
(0349-00): Contributions from industry for the Idaho Rural Partnership (IRP) moved off-budget.						
19. Seminars and Publications	344,100	202,300	0.7%	(141,800)	(41.2%)	343,900
(0401-01): Cost recovery moneys from private industry and trade associations. Sale of trichomoniasis test pouches.						
20. USDA Publications	64,900	31,000	0.1%	(33,900)	(52.2%)	64,900
(0401-02): National Agricultural Statistics Service grant to distribute USDA market publications.						
21. Quality Assurance Lab.	427,800	235,100	0.8%	(192,700)	(45.0%)	386,600
Services (0402-00): Fees charged for laboratory analysis and industry support.						
22. Rural Econ. Dev. Int.	169,300	27,700	0.1%	(141,600)	(83.6%)	169,300
Freight Trans. (0403-03): Interest from fund balances and outstanding loans used for administrative costs						
23. Ag Fees - Fresh Fruit & Veg. Inspection	8,360,200	7,674,200	26.8%	(686,000)	(8.2%)	8,598,700
(0486): Fees collected from interested parties for inspection of fruits and vegetables prepared for shipment.						
24. Agricultural Loans	27,600	100	0.0%	(27,500)	(99.6%)	27,600
(0490-00): Federal Rural Rehabilitation Corporation loans and grants for rural agricultural development.						
25. Federal Grant	6,308,900	2,911,300	10.2%	(3,397,600)	(53.9%)	5,769,900
Fund (0348-00): Moneys received from the USDA and various federal agencies for a range of purposes.						
Total Appropriated Fund: \$ 35,788,500 \$ 28,642,600 100.0% \$ (7,145,900) (20.0%) \$ 36,076,200						
Transfers from the General Fund to the Pest Control Deficiency Fund are continuously appropriated.						
The Commodity Indemnity Fund and the Seed Indemnity Fund are also continuously appropriated.						

Department of Agriculture

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	190.05	7,791,200	36,076,200	190.05	7,791,200	36,076,200
Pest Control Deficiency Warrants	0.00	389,400	389,400	0.00	389,400	389,400
Cash Transfers	0.00	(389,400)	(389,400)	0.00	(389,400)	(389,400)
FY 2015 Total Appropriation	190.05	7,791,200	36,076,200	190.05	7,791,200	36,076,200
Noncognizable Funds and Transfers	0.00	0	55,000	0.00	0	55,000
FY 2015 Estimated Expenditures	190.05	7,791,200	36,131,200	190.05	7,791,200	36,131,200
Removal of One-Time Expenditures	0.00	(37,800)	(1,477,300)	0.00	(37,800)	(1,477,300)
Base Adjustments	0.00	0	(115,000)	0.00	0	(115,000)
FY 2016 Base	190.05	7,753,400	34,538,900	190.05	7,753,400	34,538,900
Benefit Costs	0.00	56,000	175,700	0.00	38,400	121,200
Replacement Items	0.00	0	846,400	0.00	0	846,400
Statewide Cost Allocation	0.00	(3,500)	(19,600)	0.00	(3,500)	(19,600)
Change in Employee Compensation	0.00	37,800	169,700	0.00	110,100	386,700
FY 2016 Program Maintenance	190.05	7,843,700	35,711,100	190.05	7,898,400	35,873,600
1. Rangeland Monitoring Program	2.00	152,000	152,000	2.00	94,600	151,400
2. Human Resource Unit Supervisor	1.00	57,000	85,200	1.00	56,800	84,900
3. Dairy Laboratory Microbiologist	1.00	0	73,700	1.00	0	73,400
4. Dairy Program Records Specialist	1.00	0	56,900	1.00	0	56,600
5. Weights and Measures Program	0.00	0	145,400	0.00	0	145,400
6. Specialty Crop Grant Coordinator	1.00	0	59,300	1.00	0	59,000
7. Animal Damage Control	0.00	21,200	21,200	0.00	0	0
FY 2016 Total	196.05	8,073,900	36,304,800	196.05	8,049,800	36,444,300
Change from Original Appropriation	6.00	282,700	228,600	6.00	258,600	368,100
% Change from Original Appropriation		3.6%	0.6%		3.3%	1.0%

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	190.05	7,791,200	22,515,100	5,769,900	36,076,200

Pest Control Deficiency Warrants

Plant Industries

Funding is requested to reimburse actual expenditures incurred in FY 2014 for exotic or invasive species monitoring and control including potato cyst nematode, Japanese Beetle, and other exotic pests. The existence of exotic or invasive pests in the state, and the lack of information about the distribution of those pests, can cause economic losses to the public by the direct effects of the pests and the placement of quarantines and import restrictions by other states and countries. Although some funding is provided in the base budget for water milfoil and quagga mussel prevention, there is little funding in the base budget for other survey, control and eradication activities. These programs are carried out under the deficiency warrant authority provided in Title 22, chapters 19 and 20, Idaho Code. This request will reimburse expenditures of \$166,900 in personnel costs and \$222,500 in operating expenditures for a total of \$389,400. FY 2014 costs included \$16,600 for exotic pest monitoring, \$315,100 for Japanese Beetle treatment, and \$57,700 for potato cyst nematode monitoring. [One-time]

Agency Request	0.00	389,400	0	0	389,400
Governor's Recommendation	0.00	389,400	0	0	389,400

Cash Transfers

Transfer General Fund cash to the Pest Deficiency Warrant Fund where actual costs were incurred.

Agency Request	0.00	(389,400)	0	0	(389,400)
Governor's Recommendation	0.00	(389,400)	0	0	(389,400)

FY 2015 Total Appropriation					
Agency Request	190.05	7,791,200	22,515,100	5,769,900	36,076,200
Governor's Recommendation	190.05	7,791,200	22,515,100	5,769,900	36,076,200

Noncognizable Funds and Transfers

After the budget was submitted on September 1st, the Division of Financial Management approved one-time noncognizable spending authority for a National Organic Cost Share federal grant in the amount of \$55,000. The grant had to be spent by the end of September.

Agency Request	0.00	0	0	55,000	55,000
Governor's Recommendation	0.00	0	0	55,000	55,000

FY 2015 Estimated Expenditures					
Agency Request	190.05	7,791,200	22,515,100	5,824,900	36,131,200
Governor's Recommendation	190.05	7,791,200	22,515,100	5,824,900	36,131,200

Removal of One-Time Expenditures

Remove one-time funding provided for FY 2015. Remove \$182,800 provided for one-time 1% CEC. Remove replacement funding including \$78,500 for the Administration Program; \$124,400 for the Animal Industries Program; \$137,100 for the Agricultural Resources Program; \$426,000 for the Plant Industries Program; \$465,700 for the Agricultural Inspections Program; and \$2,800 for the Market Development Program. Remove \$5,000 related to the IT programmer position approved for FY 2015. Also, remove \$55,000 noncog federal grant approved September 25, 2014.

Agency Request	0.00	(37,800)	(1,342,800)	(96,700)	(1,477,300)
Governor's Recommendation	0.00	(37,800)	(1,342,800)	(96,700)	(1,477,300)

Base Adjustments

The federal National Agricultural Statistics Service (NASS) moved out of the Health and Welfare (H&W) building and no longer rents the space from the department. This space was then filled by H&W staff and they pay for their building costs directly, so no rent is collected by ISDA. After the fund balance is drawn out, this fund will no longer be necessary, so the base is reduced by \$40,000 leaving \$24,900 in the base. Also removes the entire \$75,000 federal fund appropriation no longer available to the Animal Damage Control Program.

Agency Request	0.00	0	(40,000)	(75,000)	(115,000)
Governor's Recommendation	0.00	0	(40,000)	(75,000)	(115,000)

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Base					
Agency Request	190.05	7,753,400	21,132,300	5,653,200	34,538,900
<i>Governor's Recommendation</i>	<i>190.05</i>	<i>7,753,400</i>	<i>21,132,300</i>	<i>5,653,200</i>	<i>34,538,900</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Workers' compensation is \$700 of the total.

Agency Request	0.00	56,000	114,800	4,900	175,700
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>38,400</i>	<i>79,400</i>	<i>3,400</i>	<i>121,200</i>

Replacement Items

ADMINISTRATION PROGRAM: From the Administration and Accounting Services Fund: \$12,100 for 11 desktop computers with monitors, \$26,000 for two servers, \$28,000 for network storage, \$2,000 for five universal power supply backups, \$1,600 for a laptop computer, and \$28,900 to replace a 2008 Chevy Impala with a sport utility vehicle for a total of \$98,600.

ANIMAL INDUSTRIES PROGRAM: From the Livestock Disease Control Fund: \$48,600 for two pickups with toppers, \$8,000 for five laptop computers, \$6,600 for six desktop computers with monitors, \$800 for a balance, \$4,800 for an incubator, and \$4,200 for other laboratory equipment for a total of \$73,000. Replacement items for the Dairy Program include: \$22,300 for a 1/2-ton pickup, \$8,800 for eight desktop or laptop computers, and \$2,000 for a truck topper for a total of \$33,100 from the Dairy Inspections Fund. The total program replacement item request is \$106,100.

AGRICULTURAL RESOURCES PROGRAM: From the Pesticides Fund: \$72,900 for three 1/2-ton pickups with toppers, \$96,000 for a chipper, \$12,800 for eight laptop computers, \$4,400 for four desktop computers, \$5,400 for three LCD projectors, \$18,600 for three sets of water sampling equipment, \$7,000 for five field tablets, and \$1,500 for office furniture for a total of \$218,600.

PLANT INDUSTRIES PROGRAM: From the Agricultural Inspection Fund: \$6,400 for four laptop computers and \$10,000 for a centrifuge. From the Invasive Species Fund: \$48,600 for two pickup trucks with toppers and \$18,000 for two watercraft decontamination units. From the Feed and Fertilizer Fund: \$5,500 for five desktop computers and \$10,000 for a centrifuge. From federal funds: \$4,400 for four desktop computers and \$10,000 for two ATVs. The total request is \$112,900 for this program.

AGRICULTURAL INSPECTIONS: From the Weights and Measures Fund: \$29,900 for a pickup, \$6,000 for extendo bed and topper for the replacement vehicle, \$8,000 for five laptop computers, \$5,000 for five 5-gallon stainless-steel gas measures, \$70,000 for a mass balance, and \$5,000 for a variable speed hoist for a total of \$123,900. From the Organic Food Fund: \$1,100 for one desktop computer, \$1,600 for a laptop, and \$23,100 to replace a full-size sedan for a total of \$25,800. From the Fresh Fruit and Vegetable Inspection Fund: \$11,000 for ten desktop computers, \$6,400 for four laptops, \$6,000 for three laser printers, and \$133,800 for six SUVs or pickups for a total of \$157,200. The total request for the Agricultural Inspections Program is \$306,900 (excluding continuously appropriated indemnity funds).

MARKET DEVELOPMENT: From the Agricultural Inspection Fund: \$3,300 to replace three desktop computers and monitors.

Agency Request	0.00	0	832,000	14,400	846,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>832,000</i>	<i>14,400</i>	<i>846,400</i>

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$10,000 for Attorney General fees, a decrease of \$36,700 for risk management costs, an increase of \$7,200 for State Controller fees, and a decrease of \$100 for State Treasurer fees for a total decrease of \$19,600. Reflects a 4.7% decrease from the \$415,500 SWCAP Base.					
Agency Request	0.00	(3,500)	(16,100)	0	(19,600)
Governor's Recommendation	0.00	(3,500)	(16,100)	0	(19,600)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	37,800	117,900	14,000	169,700
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	110,100	239,100	37,500	386,700

FY 2016 Program Maintenance

Agency Request	190.05	7,843,700	22,180,900	5,686,500	35,711,100
Governor's Recommendation	190.05	7,898,400	22,266,700	5,708,500	35,873,600

1. Rangeland Monitoring Program

Animal Industries

In July of 2014, the department (ISDA) and the Bureau of Land Management (BLM) signed a memorandum of understanding providing for cooperative monitoring of federal rangelands. The department requests two additional full-time permanent positions and one seasonal temporary staff for the Range Management Program in order to meet increasing demand for rangeland photo-monitoring services. The Division of Animal Industries currently employs one full-time range management specialist and one temporary seasonal employee from General Funds. Idaho livestock producers benefit from ISDA photo-monitoring of their federal grazing allotments. This data is valuable to track changes in the health of the rangeland when the permits come up for renewal and the BLM makes grazing permit decisions. The request includes \$85,600 for salaries for one range management manager, pay grade N, one technical records specialist, pay grade H, and one seasonal temp at \$12.35 per hour. The request also includes \$10,000 for travel and \$1,600 for a laptop computer. [\$150,400 ongoing and \$1,600 one-time]

Agency Request	2.00	152,000	0	0	152,000
<i>The Governor makes a \$600 adjustment to the position cost to reflect health insurance costs and adjusts the fund source to shift two-thirds of one position from the General Fund to the dedicated Livestock Disease Control Fund (0332-06). The source is from branding fees and technical service fees charged to users.</i>					
Governor's Recommendation	2.00	94,600	56,800	0	151,400

2. Human Resource Unit Supervisor

Administration

The Human Resources (HR) Division, staffed by one HR senior and two HR specialists, provides services for up to 500 employees. Employees range from full-time benefited to temporary seasonal. The seasonal demands have increased significantly with the implementation of invasive species check stations and potato cyst nematode inspections. The agency has also experienced high turnover and re-hiring which puts a burden on the HR staff. This has led to turnover in the HR staff. This request is to hire a human resource unit supervisor at \$57,800 in salary and \$24,400 in benefits to manage the existing HR staff. Operating expenditures in the amount of \$3,000 are included for travel and training. The request is funded two-thirds from the General Fund and one-third from the Administration and Accounting Services Fund (charges to other funds). [Ongoing]

Agency Request	1.00	57,000	28,200	0	85,200
<i>The Governor adjusts the position cost calculation by \$300 to account for health insurance costs.</i>					
Governor's Recommendation	1.00	56,800	28,100	0	84,900

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. Dairy Laboratory Microbiologist					Animal Industries
<p>As new dairy processing facilities come on-line and others expand, the need for finished product testing continues to increase. Outside laboratory certification needs are increasing as well and dairy lab personnel are responsible for completing these outside lab certifications. The current staff consists of two microbiologists. An additional microbiologist, pay grade L, is requested to allow the lab to keep pace with increasing demand for testing requirements and services. The request also includes \$3,000 in operating expenditures, \$1,600 for a laptop computer, and \$1,000 for office furniture. Funding is from fees charged on milk production and deposited to the Dairy Inspection Fund. [\$71,100 ongoing and \$2,600 one-time]</p>					
Agency Request	1.00	0	73,700	0	73,700
<i>The Governor adjusts position costs down by \$300 to reflect health insurance costs.</i>					
Governor's Recommendation	1.00	0	73,400	0	73,400
4. Dairy Program Records Specialist					Animal Industries
<p>The department is requesting one additional position to assist with completing the daily workload in the Dairy Bureau. The raw milk program continues to expand as well as the overall program. An additional technical records specialist 2 position is needed to keep up with data entry and overall program maintenance. The additional position will allow the program to maintain the accuracy of records that need to be entered and managed. This position has not been requested in the past because of the internal policy of using existing staff until their capacity has been reached. The workload now exceeds the staff's capacity. The request includes \$51,300 for personnel costs, \$3,000 for operating expenditures, and \$2,600 for capital outlay. Funding is from assessments charged on milk production and deposited to the dedicated Dairy Inspection Fund. [\$54,300 ongoing and \$2,600 one-time]</p>					
Agency Request	1.00	0	56,900	0	56,900
<i>The Governor adjusts position costs down by \$300 to reflect health insurance costs.</i>					
Governor's Recommendation	1.00	0	56,600	0	56,600
5. Weights and Measures Program					Agricultural Inspections
<p>The department requests to increase the appropriation for the Weights and Measures Inspection Fund in the amount of \$36,700 in personnel costs and \$108,700 in operating expenditures. One-third of the staff is currently eligible for retirement and one-half the staff will be eligible for retirement in the next three-to-five years. Increasing the personnel appropriation will allow the department to hire replacement personnel to shadow the exiting staff. This will reduce training costs and provide leave-balance payouts for retiring employees. An experienced pool of staff is needed to inspect scales and gas pumps throughout the state to ensure that all pumps and scales are tested in a timely manner. Furthermore, increased pressures on personnel costs mean that less salary savings can be moved to operating expenditures in the future. Therefore, additional appropriation is requested for fuel, repairs and maintenance, standards calibration, travel, communication costs, and supplies. Although the free-fund balance at the end of FY 2014 was \$558,500, this fund (0330-12) has estimated revenues of only about \$422,000 per year and this addition would bring the ongoing appropriation to over \$500,000. [Ongoing]</p>					
Agency Request	0.00	0	145,400	0	145,400
Governor's Recommendation	0.00	0	145,400	0	145,400

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. Specialty Crop Grant Coordinator					Market Development
<p>The specialty crop grant program has grown beyond expectations from \$121,000 in FY 2006, to \$166,000 in FY 2008, to \$1 million in FY 2014, to nearly \$2 million in FY 2015. Eligible entities include for-profit organizations, governments, universities, and non-profit organizations. It is anticipated there will be 50 sub-recipients in FY 2015. Specialty crops include fruits and vegetables, tree nuts, dried fruits, and horticulture and nursery crops, including floriculture. Value-added processing of eligible crops also qualifies. Projects are evaluated on how well they enhance the competitiveness of Idaho's specialty crops, soundness and quality of the project plan, measurable outcomes, and return on investment. Currently, a trade specialist is doubling as the grant coordinator. A full-time specialty crop grant coordinator is needed to manage the USDA federally-funded program. It is anticipated that Idaho will continue to receive about \$2 million per year. These grants are important to industry groups, farmers, and food processors. The salary is budgeted at \$36,600 (80% of policy for pay grade J), \$19,700 for benefits, and \$3,000 for operating expenditures for a total of \$59,300. [Ongoing]</p>					
Agency Request	1.00	0	0	59,300	59,300
<i>The Governor adjusts position costs down by \$300 to reflect health insurance costs.</i>					
Governor's Recommendation	1.00	0	0	59,000	59,000
7. Animal Damage Control					Animal Damage Control
<p>The Animal Damage Control Board has a memorandum of understanding with the USDA Wildlife Services, to prevent and control damage to animal husbandry, agriculture, horticulture, forestry, wildlife, and human health or safety caused by predatory animals, rodents, birds, and other vertebrate pests; including threatened or endangered wildlife, as are established by federal or state law or rule, or by county ordinance. The board passes funding provided by the Legislature to five animal damage control districts that meet annually with Wildlife Services, to develop budgets based on a combination of federal and cooperative funding. A reduction in state funding during the great recession, and a significant reduction in federal funding in the past few years, has caused a reduction in manpower and resources available to address depredation losses in Idaho. This request would bring General Fund support for the program from \$138,800 to the FY 2008 level of \$160,000. [Ongoing]</p>					
Agency Request	0.00	21,200	0	0	21,200
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2016 Total					
Agency Request	196.05	8,073,900	22,485,100	5,745,800	36,304,800
Governor's Recommendation	196.05	8,049,800	22,627,000	5,767,500	36,444,300
Agency Request					
Change from Original App	6.00	282,700	(30,000)	(24,100)	228,600
% Change from Original App	3.2%	3.6%	(0.1%)	(0.4%)	0.6%
Governor's Recommendation					
Change from Original App	6.00	258,600	111,900	(2,400)	368,100
% Change from Original App	3.2%	3.3%	0.5%	0.0%	1.0%

Soil and Water Conservation Commission

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	2,357,000	2,364,000	2,531,000	2,557,800	2,540,100
Dedicated	342,000	249,900	347,500	349,500	351,300
Total:	2,699,000	2,613,900	2,878,500	2,907,300	2,891,400
Percent Change:		(3.2%)	10.1%	1.0%	0.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,151,400	1,151,400	1,194,700	1,210,000	1,275,000
Operating Expenditures	394,400	286,200	436,600	397,500	365,500
Capital Outlay	0	7,100	44,000	46,600	47,700
Trustee/Benefit	1,153,200	1,169,200	1,203,200	1,253,200	1,203,200
Total:	2,699,000	2,613,900	2,878,500	2,907,300	2,891,400
Full-Time Positions (FTP)	16.00	16.00	16.00	17.00	17.75

Division Description

The Legislature transferred the Soil and Water Conservation Commission from the Department of Lands to the Department of Agriculture effective July 1, 1997. The commission's five members are appointed to staggered five-year terms by the Governor to assist the 50 Soil and Water Conservation Districts (SWCDs), in accordance with Section 22-2718, Idaho Code.

Mission: to facilitate coordinated non-regulatory, voluntary, and locally-led conservation by federal, state, and local governments including Idaho's conservation districts and other partners; in order to conserve, sustain, improve, and enhance soil, water, air, plant and animal resources.

The responsibilities of the commission are to:

1. Offer assistance to the supervisors of soil conservation districts in carrying out their programs.
2. Keep each of the supervisors informed of the activities and experience of the other conservation districts and to facilitate an interchange of advice and experience between them.
3. Coordinate the progress of the soil conservation districts so far as this may be done by consultation.
4. Secure the cooperation and assistance of the U.S. and any of its agencies, and other Idaho state agencies in the work of the districts.
5. Disseminate information throughout the state concerning the activities and programs of the soil conservation districts in areas where their organization is desirable.
6. Provide for the establishment and encouragement of the Idaho OnePlan computer-based conservation planning process for all natural resource concerns.
7. Conduct conservation improvements in cooperation with federal agencies, state agencies, and the owners and operators of privately owned lands.
8. Provide conservation grants and cost-share through the Water Quality Program for Agriculture for implementation of best management practices by private landowners.
9. Provide loans for soil and water conservation projects through the Resource Conservation and Rangeland Development Fund.
10. Report to the Senate Agricultural Affairs Committee and the House Agricultural Affairs Committee on or before March 1 of each year.
11. Promulgate rules necessary to carry out its responsibilities.

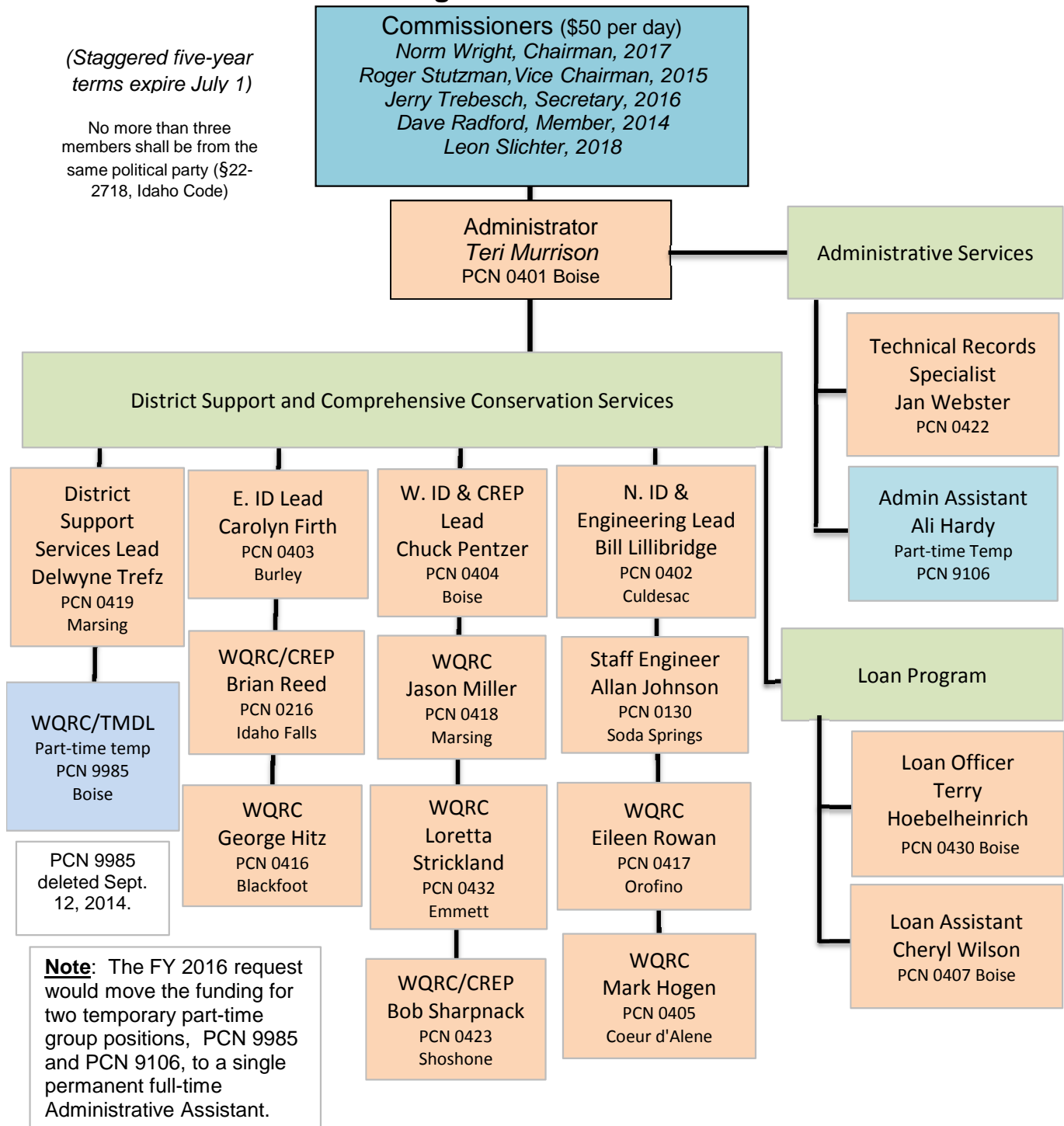
Soil and Water Conservation Commission Agency Profile

Analyst: Houston

Organizational Chart

(Staggered five-year terms expire July 1)

No more than three members shall be from the same political party (§22-2718, Idaho Code)



ACRONYMS:

CREP = Conservation Reserve Enhancement Program
 FTPs = Full-Time Equivalent Positions
 TMDL = Total Maximum Daily Load
 WQRC = Water Quality Resource Conservationist

Fund Source	FY 2015	FY 2016
	Authorized FTPs	Requested FTPs
General	13.90	14.90
RCRDP Admin	2.10	2.10
Total Full-Time Equiv	16.00	17.00

Soil and Water Conservation Commission

Agency Profile

Analyst: Houston

Strategic Planning and Coordination, Section 67-1901, Idaho Code

Core Functions

1. Provide leadership and assistance to Idaho's 50 local conservation districts.
2. Provide non-regulatory, science-based incentive programs to develop voluntary conservation practices.
3. Carry out operations and protocols to assist commissioners and staff in the performance of their duties.

Key Services Provided by the Commission	FY 2011	FY 2012	FY 2013	FY 2014
Trustee & Benefit Payment Expenditures	\$1,187,600	\$1,103,200	\$1,103,200	\$1,169,200
District Allocations	\$872,583	\$1,053,200	\$1,053,200	\$1,103,200

With the assistance of the commission, Jefferson and Mud Lake Soil and Water Conservation districts consolidated in August 2010. The combined Jefferson Soil and Water Conservation District received base funding of \$17,000 for fiscal years 2012, 2013, and 2014.

Assist with five-year anti-degradation plans	50	50	50	50
Provide Technical Assistance (landowners served)	812	271	246	386
Conservation Reserve Enhancement Contracts	161	157	159	156
Conservation Reserve Acres under Contract	17,457	17,210	17,236	16,792
Nitrate Priority Areas (acres treated)	49,320	40,606	35,685	27,918
Resource Conservation Rangeland Devel (new loans)	17	12	4	12
TMDL Ag Implementation Plans Completed	4	3	5	NA

Resource Conservation & Rangeland Devel. Fund	FY 2011	FY 2012	FY 2013	FY 2014
Beginning Free Fund Balance (Fund 0522)	\$1,693,100	\$2,984,800	\$4,443,500	\$5,747,200
Loan Principal Repaid	1,721,800	1,817,800	1,553,100	1,259,300
Loan Interest, Treasurer's Interest, Misc. Receipts	400,100	327,700	261,600	185,300
Total Available for Year	3,815,000	5,130,300	6,258,200	7,191,800
Transfer Out for Loans	724,700	524,400	234,800	791,500
Cash Expenditures for Administration	105,500	162,400	276,200	242,500
Ending Free Fund Balance	\$2,984,800	\$4,443,500	\$5,747,200	\$6,157,800
Outstanding Loans:	\$ 6,995,700	\$ 5,702,100	\$ 4,379,000	\$ 3,910,900

Sources: Principal repayments and loan interest. Prior to 2001, this fund received revenues from the estate tax.

Uses: Loans for conservation improvements and water quality enhancement.

Clean Water State Revolving (CWSRF) - SCC Fund	FY 2011	FY 2012	FY 2013	FY 2014
Beginning Free Fund Balance (Fund 0529)	\$500	\$13,200	\$16,200	\$22,800
Loan Principal Repaid	48,700	45,000	108,600	15,900
Loan Interest	58,600	10,500	38,800	29,200
Total Available for Year	107,800	68,700	163,600	67,900
Transfer to DEQ Principal & Interest Payments	94,600	42,700	134,700	44,300
Cash Expenditures & Transfer to General Fund*	0	9,800	6,100	6,100
Ending Free Fund Balance	\$13,200	\$16,200	\$22,800	\$17,500
Outstanding Loans:	\$ 803,100	\$ 758,200	\$ 649,600	\$ 633,700

Sources: An agreement with DEQ to use a portion of the CWSRF. Part of the loan interest.

Uses: Loans to address septic system failure, canal breakage, and seepage.

Soil and Water Conservation Commission

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	16.00	2,531,000	2,878,500	16.00	2,531,000	2,878,500
Removal of One-Time Expenditures	0.00	(80,700)	(81,900)	0.00	(80,700)	(81,900)
FY 2016 Base	16.00	2,450,300	2,796,600	16.00	2,450,300	2,796,600
Benefit Costs	0.00	13,300	15,300	0.00	9,100	10,500
Replacement Items	0.00	46,600	46,600	0.00	46,600	46,600
Statewide Cost Allocation	0.00	(11,100)	(11,100)	0.00	(11,100)	(11,100)
Change in Employee Compensation	0.00	8,700	9,900	0.00	24,900	28,500
FY 2016 Program Maintenance	16.00	2,507,800	2,857,300	16.00	2,519,800	2,871,100
1. District Operating Support	0.00	50,000	50,000	0.00	0	0
2. Convert Two Temps to One Permanent	1.00	0	0	1.00	0	0
3. Financial Specialist Position	0.00	0	0	0.75	20,300	20,300
FY 2016 Total	17.00	2,557,800	2,907,300	17.75	2,540,100	2,891,400
Change from Original Appropriation	1.00	26,800	28,800	1.75	9,100	12,900
% Change from Original Appropriation		1.1%	1.0%		0.4%	0.4%

Soil and Water Conservation Commission

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	16.00	2,531,000	347,500	0	2,878,500

Removal of One-Time Expenditures

Removes \$9,900 one-time funding provided for 1% CEC, \$28,000 provided to update the Pollution Abatement Plan, and \$44,000 provided for replacement items.

Agency Request	0.00	(80,700)	(1,200)	0	(81,900)
Governor's Recommendation	0.00	(80,700)	(1,200)	0	(81,900)

FY 2016 Base					
Agency Request	16.00	2,450,300	346,300	0	2,796,600
Governor's Recommendation	16.00	2,450,300	346,300	0	2,796,600

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Workers' compensation is \$100 of the total.

Agency Request	0.00	13,300	2,000	0	15,300
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	9,100	1,400	0	10,500
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Replacement Items

Includes \$46,600 to replace two survey instrument packages. The one in Northern Idaho is completely broken and the one used in Southeastern Idaho is of the same age as the one in Northern Idaho. The old units require two operators to survey but the replacement equipment can be operated by a single user.

Agency Request	0.00	46,600	0	0	46,600
Governor's Recommendation	0.00	46,600	0	0	46,600

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$2,100 for Attorney General fees, an decrease of \$8,200 for risk management costs, a decrease of \$900 for State Controller fees, and an increase of \$100 for State Treasurer fees for a total decrease of \$11,100. Reflects a 25.5% decrease from the \$43,500 SWCAP Base.

Agency Request	0.00	(11,100)	0	0	(11,100)
Governor's Recommendation	0.00	(11,100)	0	0	(11,100)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	8,700	1,200	0	9,900
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	24,900	3,600	0	28,500
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FY 2016 Program Maintenance					
Agency Request	16.00	2,507,800	349,500	0	2,857,300
Governor's Recommendation	16.00	2,519,800	351,300	0	2,871,100

Soil and Water Conservation Commission

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. District Operating Support

The commission requests \$50,000 from the General Fund to distribute equally among local conservation districts. The 50 soil and water conservation districts provide assistance to landowners and users in the conservation, sustainment, improvement and enhancement of Idaho's natural resources. State funds, in conjunction with local county funds, first pay for basic personnel and operating costs of the districts. Section 22-2727, Idaho Code, provides for the distribution of available state moneys, of which, \$8,500 first goes to each of the districts; the remainder is distributed as a match, the lesser of \$50,000 or up to twice the amount provided in county support. Ada, Franklin, and Nez Perce Soil and Water Conservation districts will all receive the cap in FY 2015. Pursuant to a request by the Idaho Association of Soil Conservation Districts, moneys in this request would not be distributed through the 2:1 match formula established in law but would instead be distributed equally in the amount of \$1,000 to each of the 50 districts. The commission has set the distribution of the FY 2015 trustee & benefit payment base of \$1,203,200, of which, \$425,000 is to be distributed equally to the 50 districts; \$678,200 is to be distributed on a 2:1 local match up to \$50,000 per district; \$50,000 is to be distributed for capacity building to the districts based on commission approval; and \$50,000 is to be divided equally among the districts for additional district operating support as approved last year. [Ongoing]

Agency Request	0.00	50,000	0	0	50,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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2. Convert Two Temps to One Permanent

This request is to convert two existing temporary positions to one permanent position using the existing appropriation. The commission currently has two benefited temporary employees. One is in the field and one in the office. Another field position carries a partial workload of office-related activities. The commission seeks to realign field and office support responsibilities and convert the office position to a full-time benefited position. [Ongoing]

Agency Request	1.00	0	0	0	0
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Governor's Recommendation	1.00	0	0	0	0
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3. Financial Specialist Position

Agency Request	0.00	0	0	0	0
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The Governor recommends 0.75 FTP and \$51,200 for the personnel costs of a financial specialist position. The commission currently contracts with the Department of Administration for both financial and human resource support. Due to the size of the agency, as well as the complexity of its budget which includes a loan program, it is recommended that the commission have a part-time position in-house to provide support. The commission is no longer covered under the Department of Administration's delegated human resource status and now pays the non-delegated agency fee to the Division of Human Resources. The recommendation includes an object transfer of \$32,000 from operating expenditures previously paid to the Department of Administration for fiscal and human resource support. A partially offsetting reduction of 0.5 FTP can be found in the Department of Administration's budget. Also included is \$1,100 one-time capital outlay for a computer.

Governor's Recommendation	0.75	20,300	0	0	20,300
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FY 2016 Total					
Agency Request	17.00	2,557,800	349,500	0	2,907,300
Governor's Recommendation	17.75	2,540,100	351,300	0	2,891,400

Agency Request					
Change from Original App	1.00	26,800	2,000	0	28,800
% Change from Original App	6.3%	1.1%	0.6%		1.0%
Governor's Recommendation					
Change from Original App	1.75	9,100	3,800	0	12,900
% Change from Original App	10.9%	0.4%	1.1%		0.4%

Department of Commerce

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	5,788,700	5,744,300	5,890,000	5,978,500	5,568,700
Dedicated	12,082,700	7,700,400	12,137,900	15,553,400	14,176,000
Federal	16,373,800	6,706,400	16,389,000	16,399,000	16,365,200
Total:	34,245,200	20,151,100	34,416,900	37,930,900	36,109,900
Percent Change:		(41.2%)	70.8%	10.2%	4.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,593,400	3,053,300	3,723,900	3,605,100	3,611,000
Operating Expenditures	5,541,100	4,643,600	5,627,700	7,680,800	6,878,000
Capital Outlay	25,000	72,900	0	39,100	39,100
Trustee/Benefit	25,085,700	12,381,300	25,065,300	26,605,900	25,581,800
Total:	34,245,200	20,151,100	34,416,900	37,930,900	36,109,900
Full-Time Positions (FTP)	53.00	53.00	49.00	47.00	46.00

Department Description

The Idaho Department of Commerce is dedicated to creating jobs, generating economic growth, creating economic opportunities, and advancing the well-being and prosperity of Idaho citizens. The agency offers many economic development programs to both existing and new businesses to the state, and is committed to ensuring access to services and information for all its customers and partners.

The mission of the department includes:

Promote business retention, expansion of existing businesses, start-ups and recruitment of new businesses to Idaho; provide technical and financial assistance to counties and cities; assist Idaho companies in expanding sales into international markets; promote the commercialization of new technologies and the advancement of entrepreneurial startups; market the state to domestic and international visitors; promote general marketing efforts to raise the awareness of Idaho's attributes across the nation.

The divisions and functional groups within the department include:

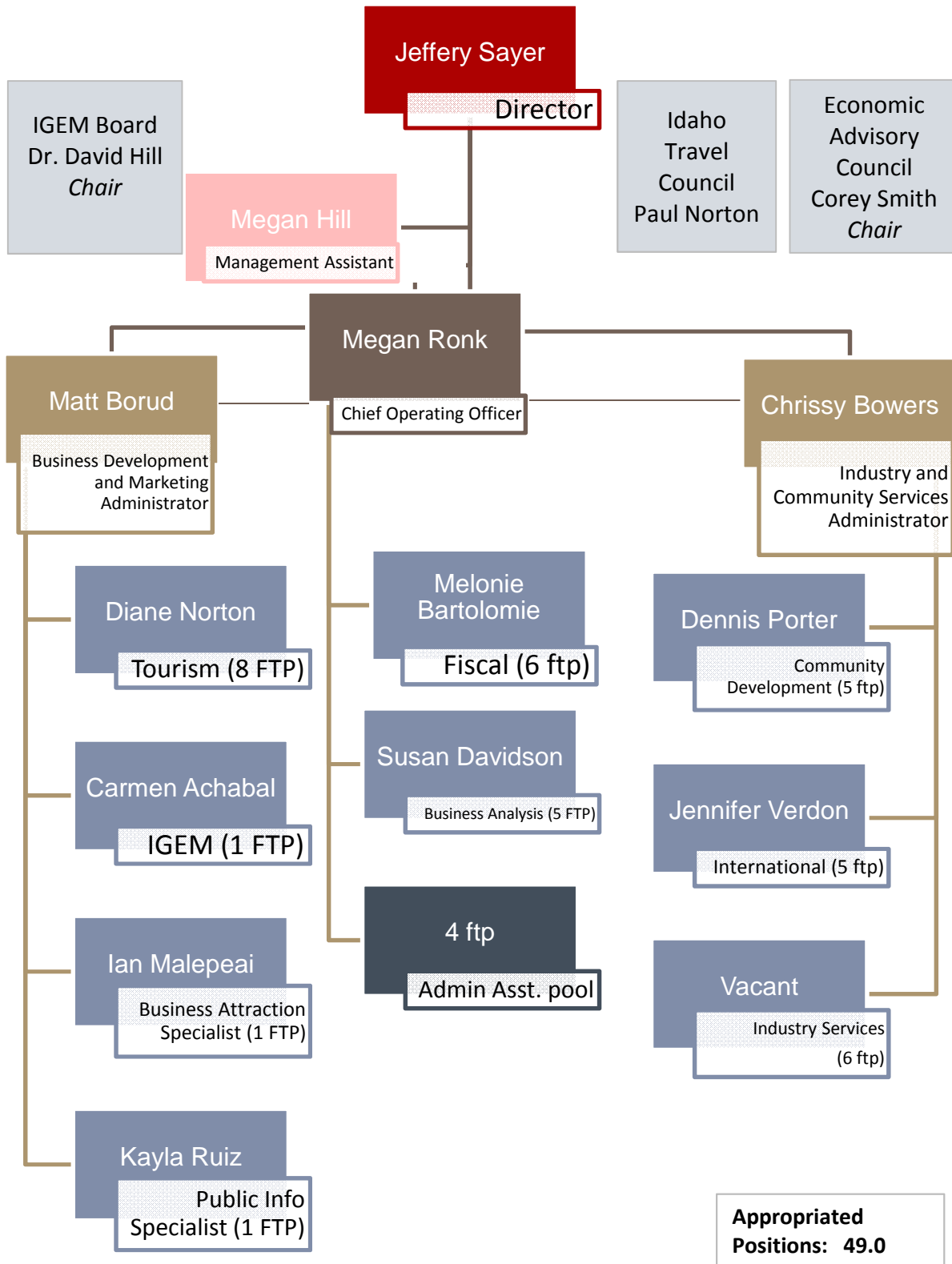
The Business Development and Marketing Division is tasked with marketing the state to potential companies looking to expand or relocate, promoting the state to domestic and international tourists, and generating innovative and entrepreneurial opportunities for growth within the state. The Tourism Development Team works to expand Idaho's tourism and recreation industry by marketing the state's travel opportunities domestically and internationally. The Idaho Global Entrepreneurial Mission (IGEM) program leverages private-industry guidance and the talent and expertise of Idaho's research universities to commercialize innovative and viable technologies. A national sales position is focused on proactively recruiting targeted companies to consider Idaho for expansion.

The Industry and Community Services Division is tasked with managing strategic initiatives to further Idaho's communities' ability to attract new economic opportunities, to help Idaho businesses grow through export or government contracting opportunities, and to support expansion of Idaho's key and emerging industries. Within this division, the Community Development Team provides financial and technical assistance to cities and counties through federal and state funded grant programs. The International Business Development Team helps Idaho's businesses export goods and services, develop new markets, and increase foreign awareness and acceptance of Idaho's products and services. The Industry & Community Support Team is tasked with supporting key industries in achieving growth, and ensuring communities are poised for growth.

The Operations Division supports the entire department and its teams in meeting their overall goals by providing fiscal, budget development, legislative, public relations, IT, and administrative services. Within this division, the Business Analysis Team provides consultative services to companies interested in expanding or relocating to the state. This team also provides strategic analysis and research support for all Commerce teams to enhance the department's strategic capabilities.

Department of Commerce Organizational Chart

Analyst: Bybee



**Appropriated
Positions: 49.0**

Department of Commerce

Analyst: Bybee

Agency Profile - Grants to County and Local Governments and Businesses

Program	2010	2011	2012	2013	2014
General Fund Grants					
Idaho Opportunity Fund (frmly Bus & Jobs Dev.)	176,900	400,000		185,000	680,000
Econ. Dev. Professionals	489,500	500,000	500,000	500,000	560,000
Snake River Plain Aquifer Mitigation	-	-	-	-	-
FAST - State Match	-	25,000	-	6,000	-
Gem Grants	501,700	486,500	50,600	153,800	699,000
Growth Management State	-	-	-	-	-
IGEM	-	-	-	-	621,300
Rural Initiative	1,069,800	1,035,700	94,000	306,300	680,100
Small Business Innovation Research	-	-	-	-	-
Small Business Assistance Grants	-	-	-	-	-
Small Business Technology Transfer	39,800	-	-	-	-
Special Olympics	-	-	-	-	-
TechConnect	-	-	-	-	-
Total Grants from General Fund	2,277,700	2,447,200	644,600	1,151,100	3,240,400
Original Appropriation	1,370,000	1,050,000	1,100,000	2,650,000	5,650,000
Amount Encumbered	760,000	520,000	699,000	1,830,000	3,158,700
Encumbrance as % of appropriation	55.5%	49.5%	63.5%	69.1%	55.9%
Dedicated Fund Grants					
Idaho Rural Partnership Match	-	-	-	-	-
Rivers	28,300	24,300	19,900	18,800	24,500
Ski Areas	83,500	84,400	88,300	72,200	57,400
Travel Council	2,935,200	2,837,700	2,594,600	3,354,800	3,345,100
Total Grants from Ded Funds	3,047,000	2,946,400	2,702,800	3,445,800	3,427,000
Original Appropriation	3,764,900	3,764,900	3,764,900	3,814,900	3,814,900
Amount Encumbered	-	-	-	-	-
Federal Grants					
Community Dev. Block Grants	8,530,700	11,099,700	8,884,200	7,927,300	6,088,900
Procurement Technical Assistance	-	39,900	-	-	-
Fed. State Tech. Partnership	-	14,500	26,500	-	-
National Fire Plan	-	-	-	-	-
Growth Management Federal	81,800	35,600	-	-	-
IHFA - Small Business Assistance	-	-	4,345,500	8,791,000	-
Joint Land Use Study	115,700	76,500	-	-	-
State Trade Export Promotion	-	-	-	285,500	184,000
Total Grants from Federal Funds	8,728,200	11,266,200	13,256,200	17,003,800	6,272,900
Original Appropriation	15,620,800	15,620,800	15,620,800	24,443,600	15,620,800
Total Grants From All Funds	14,052,900	16,659,800	16,603,600	21,600,700	12,940,300
Total Original Appropriations	20,755,700	20,435,700	20,485,700	30,908,500	25,085,700
Total Amount Encumbered	760,000	520,000	699,000	1,830,000	3,158,700

Department of Commerce

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	49.00	5,890,000	34,416,900	49.00	5,890,000	34,416,900
Removal of One-Time Expenditures	0.00	(19,800)	(59,900)	0.00	(19,800)	(59,900)
Base Adjustments	(1.00)	0	(172,900)	(2.00)	0	(213,800)
FY 2016 Base	48.00	5,870,200	34,184,100	47.00	5,870,200	34,143,200
Benefit Costs	0.00	26,700	41,700	0.00	18,300	28,600
Replacement Items	0.00	25,000	39,100	0.00	25,000	39,100
Statewide Cost Allocation	0.00	(3,300)	(5,200)	0.00	(3,300)	(5,200)
Change in Employee Compensation	0.00	19,900	30,700	0.00	58,500	90,600
FY 2016 Program Maintenance	48.00	5,938,500	34,290,400	47.00	5,968,700	34,296,300
1. IT Support to Administration	(1.00)	0	0	(1.00)	0	0
2. Salesforce Customer Relationship Mgmt	0.00	40,000	40,000	0.00	0	0
3. Additional Marketing for Tourism	0.00	0	3,600,500	0.00	0	2,213,600
4. Opportunity Fund Cash Infusion	0.00	0	0	0.00	2,600,000	2,600,000
Cash Transfers	0.00	0	0	0.00	(3,000,000)	(3,000,000)
FY 2016 Total	47.00	5,978,500	37,930,900	46.00	5,568,700	36,109,900
Change from Original Appropriation	(2.00)	88,500	3,514,000	(3.00)	(321,300)	1,693,000
% Change from Original Appropriation		1.5%	10.2%		(5.5%)	4.9%

Department of Commerce

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	49.00	5,890,000	12,137,900	16,389,000	34,416,900
Removal of One-Time Expenditures					
Removes \$30,300 in personnel costs for one-time CEC and \$29,600 from trustee & benefit payments for additional IGEM grants.					
Agency Request	0.00	(19,800)	(35,800)	(4,300)	(59,900)
<i>Governor's Recommendation</i>	0.00	(19,800)	(35,800)	(4,300)	(59,900)
Base Adjustments					
Reduces one FTP and \$122,900 in personnel costs from the Miscellaneous Revenue Fund and \$50,000 from trustee & benefit payments from the Small Business Assistance Grants Fund. The Small Business Assistance Grants program was discontinued by the Department of Commerce in FY 2015 due to a lack of interest in preceeding fiscal years. The program remains in statute under Section 67-4723A, Idaho Code.					
Agency Request	(1.00)	0	(172,900)	0	(172,900)
<i>The Governor recommends an additional FTP reduction in the federal fund and associated personnel costs.</i>					
<i>Governor's Recommendation</i>	(2.00)	0	(172,900)	(40,900)	(213,800)
FY 2016 Base					
Agency Request	48.00	5,870,200	11,929,200	16,384,700	34,184,100
<i>Governor's Recommendation</i>	47.00	5,870,200	11,929,200	16,343,800	34,143,200
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	26,700	9,500	5,500	41,700
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	0.00	18,300	6,500	3,800	28,600
Replacement Items					
Includes one server, SAN rack and cabinet for \$20,000 and one vehicle for \$19,100. Fund source is split 64% General Fund, 23% Tourism and Promotion Fund, and 13% federal grant.					
Agency Request	0.00	25,000	9,000	5,100	39,100
<i>Governor's Recommendation</i>	0.00	25,000	9,000	5,100	39,100
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$6,300 for Attorney General fees, a reduction of \$100 for risk management costs, and an increase of \$1,200 for State Controller fees, for a total decrease of \$5,200 below the SWCAP base of \$152,400.					
Agency Request	0.00	(3,300)	(1,200)	(700)	(5,200)
<i>Governor's Recommendation</i>	0.00	(3,300)	(1,200)	(700)	(5,200)
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	19,900	6,400	4,400	30,700
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
<i>Governor's Recommendation</i>	0.00	58,500	18,900	13,200	90,600
FY 2016 Program Maintenance					
Agency Request	48.00	5,938,500	11,952,900	16,399,000	34,290,400
<i>Governor's Recommendation</i>	47.00	5,968,700	11,962,400	16,365,200	34,296,300

Department of Commerce

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. IT Support to Administration

This request transfers \$38,000 from personnel costs to operating expenditures and reduces the FTP cap by one to contract for IT support with the Department of Administration's Chief Information Office. Previously, the Department of Commerce had in-house IT support. This request is split \$28,500 from the General Fund and \$9,500 from the Tourism and Promotion Fund (75% - 25%, respectively). [Ongoing]

ANALYST COMMENT: According to the FY 2015 Wage and Salary Report, the department's IT systems integration analyst was paid 100% from the General Fund with a salary and benefit budget of \$55,800 before the incumbent left the agency. The resulting \$17,800 savings (\$27,300 from the General Fund) is retained in personnel costs.

Agency Request	(1.00)	0	0	0	0
Governor's Recommendation	(1.00)	0	0	0	0

2. Salesforce Customer Relationship Mgmt

This request is to fund a portion of the maintenance costs associated with the Salesforce Customer Relationship Management System used by the Department of Commerce to store and manage contacts, clients, workflow, customer relations, purchase orders and grant management. Commerce has developed an online, real-time business operation enabling staff to access and process up-to-date information. It provides a centralized data set to allow the department better project management and the ability to share information seamlessly. Total annual cost of the software maintenance is \$60,000. For the past two years, Commerce has transferred personnel costs down to operating expenditures, but because the agency will now be fully staffed this request is necessary to continue utilizing this service. [Ongoing]

Agency Request	0.00	40,000	0	0	40,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

3. Additional Marketing for Tourism

This request is for additional funding for marketing from the Tourism and Promotion Fund for \$1,980,300 in operating expenditures and \$1,620,200 in trustee & benefit payments, to expand marketing and promotions of the state. The request in operating expenditures would be used to support enhanced statewide promotion of tourism by targeting domestic and international visitors. Commerce will contract with various agencies and markets to promote tourism. The trustee & benefits portion will be passed through to local communities to support tourism as required by statute. [Ongoing]

ANALYST COMMENT: The free fund balance for the Tourism and Promotion Fund has grown \$799,400 since FY 2012 to \$6,261,300. Using the department's assumption of 7% growth in revenues, this request would bring the free fund balance down to \$3,981,700. However, the request would provide an ongoing appropriation that would exceed projected revenues by \$2,645,600 or 28.2%.

Agency Request	0.00	0	3,600,500	0	3,600,500
Governor's Recommendation	0.00	0	2,213,600	0	2,213,600

4. Opportunity Fund Cash Infusion

Agency Request	0.00	0	0	0	0
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The Governor recommends appropriating and transferring \$3 million from the General Fund to the Idaho Opportunity Fund. The Idaho Opportunity Fund currently has an ongoing appropriation of \$3 million and does not require any additional appropriation. As of December 31, 2014, there was a cash balance in the Idaho Opportunity Fund of \$3,261,600. This transfer will bring the available cash to \$6,261,600. Additionally, the Governor recommends removing the ongoing appropriation of \$400,000 from the General Fund for the purpose of providing Idaho Opportunity Fund Grants. The ongoing appropriation was added in FY 2013.

Governor's Recommendation	0.00	2,600,000	0	0	2,600,000
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Department of Commerce

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Cash Transfers					
Agency Request	0.00	0	0	0	0
<i>CASH TRANSFER: There is hereby appropriated to the Department of Commerce and the State Controller shall transfer \$3,000,000 from the General Fund to the Idaho Opportunity Fund, through installments or as practicable for the period July 1, 2015 through June 30, 2016.</i>					
Governor's Recommendation	0.00	(3,000,000)	0	0	(3,000,000)
FY 2016 Total					
Agency Request	47.00	5,978,500	15,553,400	16,399,000	37,930,900
Governor's Recommendation	46.00	5,568,700	14,176,000	16,365,200	36,109,900
Agency Request					
Change from Original App	(2.00)	88,500	3,415,500	10,000	3,514,000
% Change from Original App	(4.1%)	1.5%	28.1%	0.1%	10.2%
Governor's Recommendation					
Change from Original App	(3.00)	(321,300)	2,038,100	(23,800)	1,693,000
% Change from Original App	(6.1%)	(5.5%)	16.8%	(0.1%)	4.9%

Department of Finance

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	6,812,800	6,674,100	7,210,900	7,407,400	7,294,200
Percent Change:		(2.0%)	8.0%	2.7%	1.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	5,183,200	5,066,500	5,367,500	5,613,900	5,500,700
Operating Expenditures	1,624,200	1,555,300	1,707,500	1,732,100	1,732,100
Capital Outlay	5,400	52,300	135,900	61,400	61,400
Total:	6,812,800	6,674,100	7,210,900	7,407,400	7,294,200
Full-Time Positions (FTP)	64.00	64.00	64.00	64.00	64.00

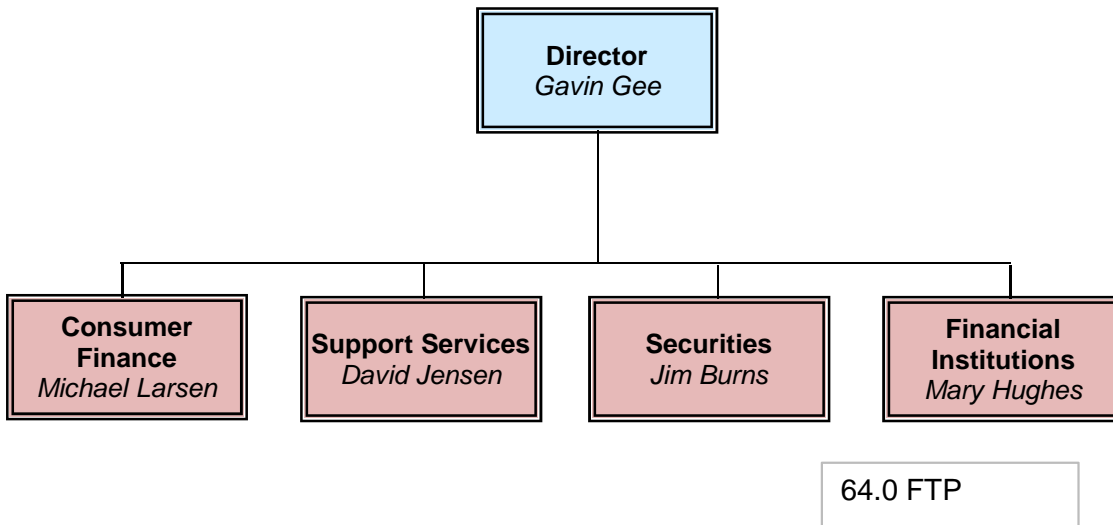
Department Description

Originally created by the State Legislature in 1905, the Department of Finance is a regulatory agency charged with the supervision and oversight of state-chartered financial institutions, regulated lenders, securities issuers, broker-dealers and stockbrokers, residential mortgage brokers and lenders, investment advisers and sales personnel, collection agencies, endowed care cemeteries, and others.

The mission of the department is to aggressively promote access to vigorous, healthy and comprehensive financial services for Idaho citizens. This is accomplished through prudent and efficient oversight of financial institutions, investment opportunities, and credit transactions. Through administration of laws enacted by the Idaho Legislature, legitimate financial transactions are encouraged, while fraud, unsafe practices, and unlawful conduct are detected and appropriate enforcement action is taken. The department administers and enforces 23 regulatory statutes and is funded entirely by fees levied by law on the industries subject to its supervision.

[Statutory Authority: Section 67-2701 et seq., Idaho Code]

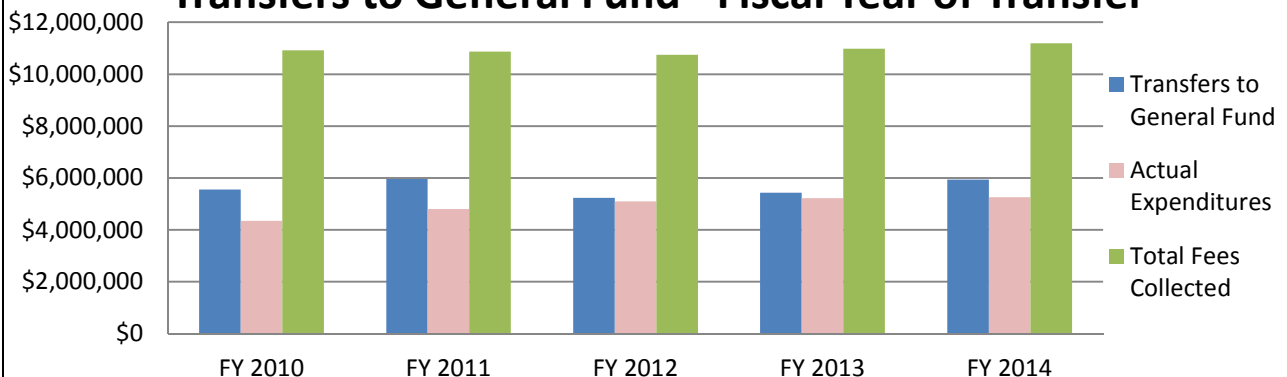
Organizational Chart and General Fund Transfers



GENERAL FUND TRANSFERS

At the beginning of each fiscal year, those moneys in the Finance Administration Account which exceed the current year's appropriation ... by twenty-five percent (25%) or more, shall be transferred to the General Fund at the beginning of the following fiscal year.

Transfers to General Fund - Fiscal Year of Transfer



Department of Finance

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	64.00	0	7,210,900	64.00	0	7,210,900
Removal of One-Time Expenditures	0.00	0	(249,700)	0.00	0	(249,700)
FY 2016 Base	64.00	0	6,961,200	64.00	0	6,961,200
Benefit Costs	0.00	0	60,400	0.00	0	41,200
Replacement Items	0.00	0	130,800	0.00	0	130,800
Statewide Cost Allocation	0.00	0	23,600	0.00	0	23,600
Change in Employee Compensation	0.00	0	46,000	0.00	0	137,400
FY 2016 Program Maintenance	64.00	0	7,222,000	64.00	0	7,294,200
1. Salary Increases to Policy	0.00	0	185,400	0.00	0	0
FY 2016 Total	64.00	0	7,407,400	64.00	0	7,294,200
Change from Original Appropriation	0.00	0	196,500	0.00	0	83,300
% Change from Original Appropriation			2.7%			1.2%

Department of Finance

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	64.00	0	7,210,900	0	7,210,900

Removal of One-Time Expenditures

Removes \$45,400 in personnel costs for one-time CEC; \$68,400 in operating expenditures for copier leases, printer cartridges, software subscriptions, IT backup renewal, firewall maintenance, and computer supplies; and \$135,900 in capital outlay for replacement items which included \$76,000 for a data backup system, \$23,800 for 17 laptop computers, and \$14,500 for 17 desktop computers.

Agency Request	0.00	0	(249,700)	0	(249,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(249,700)</i>	<i>0</i>	<i>(249,700)</i>

FY 2016 Base					
Agency Request	64.00	0	6,961,200	0	6,961,200
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>0</i>	<i>6,961,200</i>	<i>0</i>	<i>6,961,200</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	60,400	0	60,400
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>41,200</i>	<i>0</i>	<i>41,200</i>
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Replacement Items

Request includes \$23,100 for a new vehicle, \$10,200 for copier leases, \$4,700 for printer cartridges, \$35,400 for software subscriptions, \$6,500 for an IT backup renewal, \$6,000 for firewall maintenance, \$6,600 for computer supplies, \$23,800 for 17 laptop computers, and \$14,500 for 17 desktop computers.

Agency Request	0.00	0	130,800	0	130,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>130,800</i>	<i>0</i>	<i>130,800</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$22,600 for Attorney General fees, a reduction of \$700 for risk management costs, an increase of \$1,400 for State Controller fees, and an increase of \$300 for State Treasurer fees, for a total increase of \$23,600 over the SWCAP base of \$464,800.

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

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	46,000	0	46,000
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The Governor recommends a 3% increase in 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>137,400</i>	<i>0</i>	<i>137,400</i>
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FY 2016 Program Maintenance					
Agency Request	64.00	0	7,222,000	0	7,222,000
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>0</i>	<i>7,294,200</i>	<i>0</i>	<i>7,294,200</i>

Department of Finance

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Salary Increases to Policy

This request is for \$152,800 in salary and \$34,600 in benefits to bring seven financial institution examiners at the commissioned level up to policy in pay grade O. These examiners are in high demand due to competing regulatory agencies that are growing rapidly, while technological advances and challenging economic environments also contribute to uncertainty for the department's licensed industries. The goal for these increases is to help the department retain experienced examiners and investigators.

This has been a recurring line item for the Department of Finance, in an effort to bring more of their examiners up to the policy level and ensure the department offers a competitive salary and benefit package comparable to federal agencies. The following is a ten-year history of the Legislature funding similar line items.

FY 2006 - \$143,500 to reclassify 14 financial institution examiners.

FY 2010 - \$91,200 to reclassify four financial examiners and one financial specialist.

FY 2011 - \$191,500 restored the 5% cut in personnel costs from FY 2010.

FY 2013 - \$163,800 moved seven financial institution examiners to policy.

FY 2014 - \$196,600 to move 19 positions up to policy including financial examiners and a consumer affairs specialist.

Agency Request	0.00	0	185,400	0	185,400
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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FY 2016 Total					
Agency Request	64.00	0	7,407,400	0	7,407,400
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>0</i>	<i>7,294,200</i>	<i>0</i>	<i>7,294,200</i>

Agency Request

Change from Original App	0.00	0	196,500	0	196,500
% Change from Original App	0.0%		2.7%		2.7%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>83,300</i>	<i>0</i>	<i>83,300</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>1.2%</i>		<i>1.2%</i>

Industrial Commission

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Compensation	5,478,300	5,261,700	5,795,200	5,850,600	5,888,000
Rehabilitation	3,691,100	3,630,900	3,847,600	3,937,700	3,974,300
Crime Victims Compensation	3,774,300	2,975,100	3,804,300	3,820,600	3,829,100
Adjudication	2,345,700	2,145,300	2,250,200	2,261,200	2,277,100
Total:	15,289,400	14,013,000	15,697,300	15,870,100	15,968,500
BY FUND CATEGORY					
Dedicated	14,489,400	13,213,000	14,897,300	15,070,100	15,168,500
Federal	800,000	800,000	800,000	800,000	800,000
Total:	15,289,400	14,013,000	15,697,300	15,870,100	15,968,500
Percent Change:		(8.3%)	12.0%	1.1%	1.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	8,503,900	8,495,700	8,850,600	8,978,500	9,076,900
Operating Expenditures	2,528,400	2,244,100	2,549,900	2,553,600	2,553,600
Capital Outlay	197,900	210,300	155,600	196,800	196,800
Trustee/Benefit	4,059,200	3,062,900	4,141,200	4,141,200	4,141,200
Total:	15,289,400	14,013,000	15,697,300	15,870,100	15,968,500
Full-Time Positions (FTP)	137.25	137.25	137.25	137.25	137.25

Department Description

The Industrial Commission was established in 1918 to ensure that Idaho's Workers' Compensation Law is impartially and efficiently administered. The commission encourages safe working environments, prompt and accurate benefit payments, timely dispute resolution, and quality vocational rehabilitation services. The commission maintains files of all industrial accidents and illnesses and keeps records of employers and their workers' compensation insurance companies.

The COMPENSATION PROGRAM includes benefits administration, employer compliance, fiscal, information systems, and the human resources section. Responsibilities of the Compensation Program include evaluating insurance carriers and employers wishing to become self-insured, enforcing coverage requirements, and monitoring benefit payments. This program also funds the Logging Safety and Industrial Safety Programs at the Division of Building Safety. The Logging Safety Program seeks to improve safety in logging operations across the state. Industrial Safety provides inspection of state, school district, county and city facilities, to ensure safe working conditions.

The REHABILITATION PROGRAM was created in 1978 by the Legislature to assist in reducing the period of temporary disability resulting from an industrial injury; and to aid in restoring the injured worker (to as close as possible) to their pre-injury employment status and wage, with the least possible physical impairment. Consultants serve injured workers from eleven field offices across the state, and are involved in the physical and vocational rehabilitation of injured workers to successfully return them to gainful employment.

The CRIME VICTIMS COMPENSATION PROGRAM was established in 1986 to provide financial assistance to innocent victims of crime. Benefits are paid only for costs such as medical and mental health care, funeral expenses for deceased victims, lost wages for victims who are unable to work as a result of a crime, and sexual assault and child sexual abuse examinations up to a maximum of \$25,000 per victim, per crime. Property damages are not eligible. Funding comes from fines and penalties assessed on criminal convictions in Idaho and a federal grant. Certain restitution and prison payment programs are also directed to the fund.

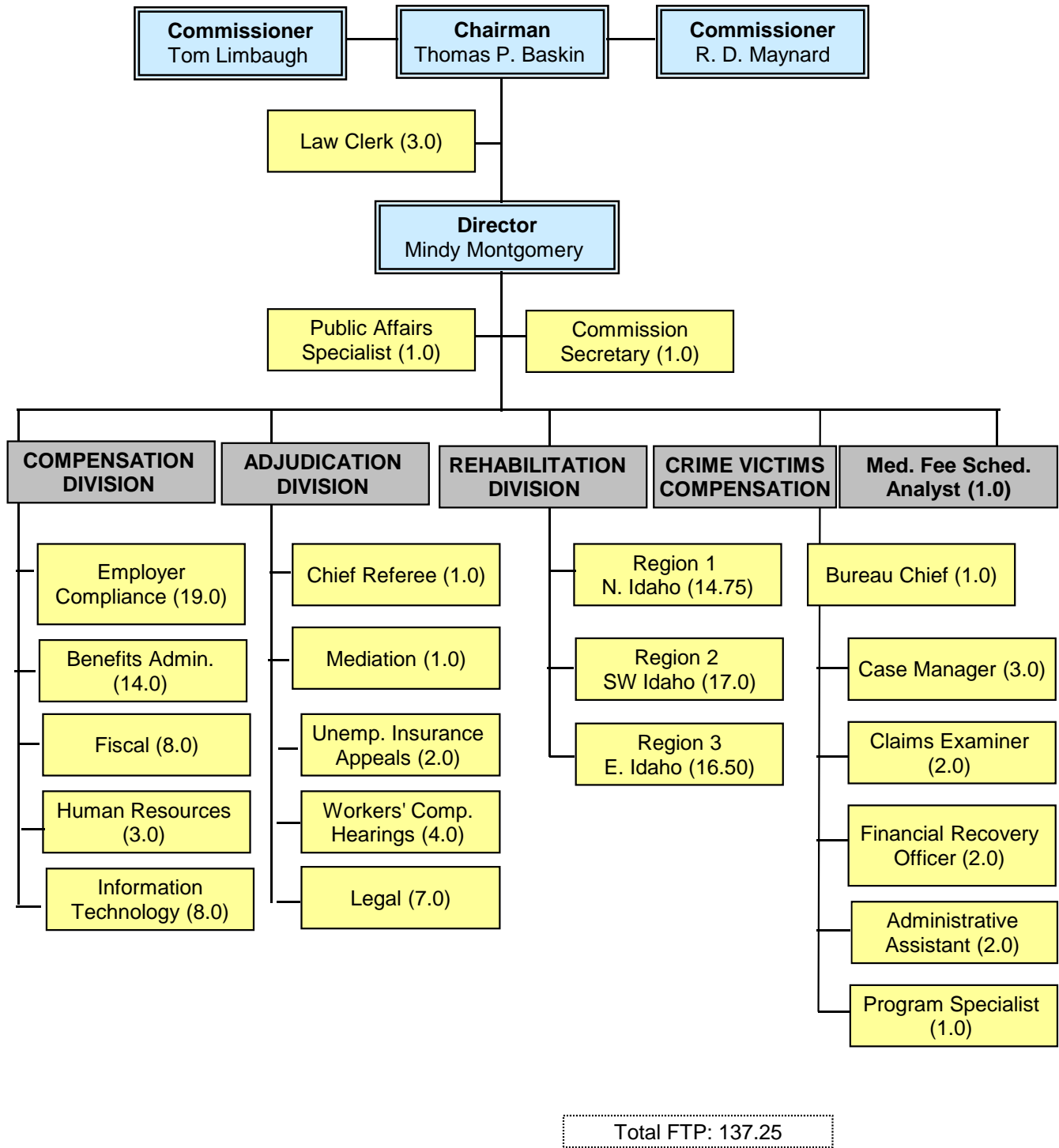
The ADJUDICATION PROGRAM consists of three commissioners appointed by the Governor who sit as a judicial body, to hear and adjudicate disputes between injured workers and employers, provide judicial review of unemployment appeals from the Department of Labor, and render decisions on medical fee disputes. The commission also provides a mediation process that is available at any stage of the claim to assist parties in reaching a successful resolution of a dispute.

Industrial Commission

Agency Profile

Analyst: Bybee

Organizational Chart



Industrial Commission

Agency Profile

Analyst: Bybee

Selected Measures

CASE MANAGEMENT/SERVICES PROVIDED	FY 2011	FY 2012	FY 2013	FY 2014
COMPENSATION PROGRAM				
Workers' Compensation Claims Filed	31,756	31,588	33,027	34,040
Medical Only	28,578	28,451	29,701	28,239
Time-Loss	3,148	3,106	3,306	5,738
Fatalities	30	31	20	32
Cases Referred to Compliance Investigator	6,221	6,346	6,217	6,214
Cases Brought Into Compliance	1,646	1,933	1,692	1,511
REHABILITATION PROGRAM				
Cases Rehabilitated (Workers Returned to Work)	1,268	1,290	1,486	1,442
CRIME VICTIMS COMPENSATION				
Crime Victims Claims Filed	2,414	2,693	2,569	2,543
Decisions Made	2,105	1,104	2,424	2,562
Awards	1,467	764	1,661	1,793
Denials	638	340	763	768
Crime Victims Compensation Paid	\$2.08M	\$2.15M	\$2.93M	\$2.05M
ADJUDICATION				
Workers' Compensation Complaints Filed	931	946	946	925
Workers' Compensation Hearings Held	116	95	80	81
Mediations Held*	653	773	735	709
Successful Mediations*	609	750	708	669
Unemployment Decisions Issued (Including Reconsiderations)	1,083	1,022	801	692
*Each "mediation held" can include more than one claim. "Successful mediations" are counted by claim, so the number of successful mediations may exceed the number of mediations held.				

Appropriation / Request	FY 2014 Actual Expenditures	FY 2015 Original Appropriation	FY 2016 Request	%Change from FY 2015 to 2016
1. Industrial Administration Fund (0300)	10,924,000	11,689,800	11,836,800	1.26%
2. Crime Victims Compensation (0313)	2,175,100	3,004,300	3,020,600	0.54%
3. Miscellaneous Revenue (0349)	32,300	35,500	45,000	26.76%
4. Federal Grant (0348)	800,000	800,000	800,000	0.00%
5. Police and Detention Officer (0312)	81,600	167,700	167,700	0.00%
Total	14,013,000	15,697,300	15,870,100	1.10%

Industrial Commission

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	137.25	0	15,697,300	137.25	0	15,697,300
Removal of One-Time Expenditures	0.00	0	(244,800)	0.00	0	(244,800)
FY 2016 Base	137.25	0	15,452,500	137.25	0	15,452,500
Benefit Costs	0.00	0	131,200	0.00	0	89,800
Replacement Items	0.00	0	196,800	0.00	0	196,800
Statewide Cost Allocation	0.00	0	10,200	0.00	0	10,200
Change in Employee Compensation	0.00	0	69,900	0.00	0	209,700
FY 2016 Program Maintenance	137.25	0	15,860,600	137.25	0	15,959,000
1. Work Comp Seminars	0.00	0	9,500	0.00	0	9,500
FY 2016 Total	137.25	0	15,870,100	137.25	0	15,968,500
Change from Original Appropriation	0.00	0	172,800	0.00	0	271,200
% Change from Original Appropriation			1.1%			1.7%

Industrial Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	137.25	0	14,897,300	800,000	15,697,300

Removal of One-Time Expenditures

Removes \$73,200 in personnel costs for one-time CEC; \$16,000 in operating expenditures used to remodel the Lewiston office; and \$155,600 in capital outlay for replacement items and additional equipment which included eight workstations including panels for \$42,000, phone systems in Lewiston and Idaho Falls field offices for \$20,000, 18 executive chairs for \$11,100, 51 chairs for \$14,200, five conference room chairs for \$900, three stacking chairs for \$800, four file cabinets for \$3,800, four desks for \$3,700, one bookcase for \$600, five laptop computers with docking stations for \$7,400, 20 computers for \$19,900, 35 monitors for \$7,000, two printers for \$1,200 and a network router with backup hardware for \$23,000.

Agency Request	0.00	0	(244,800)	0	(244,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(244,800)</i>	<i>0</i>	<i>(244,800)</i>

FY 2016 Base					
Agency Request	137.25	0	14,652,500	800,000	15,452,500
<i>Governor's Recommendation</i>	<i>137.25</i>	<i>0</i>	<i>14,652,500</i>	<i>800,000</i>	<i>15,452,500</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	131,200	0	131,200
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>89,800</i>	<i>0</i>	<i>89,800</i>
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Replacement Items

Request as follows by program.

COMPENSATION: One vehicle for \$28,900, 11 desktop computers with monitors for \$11,600, four executive chairs for \$2,900, three laptop computers for \$4,200, one workstation for \$1,900, and a portion of two servers for \$6,600, for a total of \$56,100.

REHABILITATION: Four lateral file cabinets for \$4,000; one credenza for \$900; one desk for \$1,000; 13 desktop computers with monitors for \$14,400; three executive chairs for \$1,500; four laptop computers (two with docking stations and monitors) for \$6,400; one network switch for \$4,000; a phone system for Boise, Coeur d'Alene, and Twin Falls for \$30,000; two vehicles for \$51,200; one workstation for \$1,100; uninterrupted power supply for the Boise, Caldwell, Coeur d'Alene, Idaho Falls, Lewiston, Pocatello, and Twin Falls offices for \$16,100; and a portion of two servers for \$5,600, for a total of \$136,200.

CRIME VICTIMS COMPENSATION: One executive chair for \$700, and a portion of two servers for \$1,200, for a total of \$1,900.

ADJUDICATION: A portion of two servers for \$2,600.

Agency Request	0.00	0	196,800	0	196,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>196,800</i>	<i>0</i>	<i>196,800</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$17,500 for Attorney General fees, a decrease of \$9,600 for risk management costs, an increase of \$2,500 for State Controller fees, and a decrease of \$200 for State Treasurer fees, for a total increase of \$10,200 over the SWCAP base of \$266,700.

Agency Request	0.00	0	10,200	0	10,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>10,200</i>	<i>0</i>	<i>10,200</i>

Industrial Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	69,900	0	69,900
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The Governor recommends a 3% increase in compensation, distributed on merit.

Governor's Recommendation	0.00	0	209,700	0	209,700
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FY 2016 Program Maintenance					
Agency Request	137.25	0	15,060,600	800,000	15,860,600
Governor's Recommendation	137.25	0	15,159,000	800,000	15,959,000

1. Work Comp Seminars

Compensation

Includes ongoing support for the annual Worker's Compensation Seminar and periodic Certified Idaho Worker's Compensation Course. The costs have increased for venues, speakers, travel, materials and other costs associated with these seminars and courses. This request will expend additional fees collected from these events. The free fund balance for the Miscellaneous Revenue Fund after FY 2014 expenditures was \$112,400 and the total appropriation for this fund is \$35,500.

Agency Request	0.00	0	9,500	0	9,500
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Governor's Recommendation	0.00	0	9,500	0	9,500
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FY 2016 Total					
Agency Request	137.25	0	15,070,100	800,000	15,870,100
Governor's Recommendation	137.25	0	15,168,500	800,000	15,968,500

Agency Request

Change from Original App	0.00	0	172,800	0	172,800
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% Change from Original App	0.0%		1.2%	0.0%	1.1%
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Governor's Recommendation

Change from Original App	0.00	0	271,200	0	271,200
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% Change from Original App	0.0%		1.8%	0.0%	1.7%
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Department of Insurance

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Insurance Regulation	7,490,600	5,827,600	7,811,100	7,892,000	7,947,000
State Fire Marshal	1,057,300	921,800	1,011,400	1,073,000	1,081,500
Total:	8,547,900	6,749,400	8,822,500	8,965,000	9,028,500
BY FUND CATEGORY					
Dedicated	7,907,200	6,385,500	8,171,900	8,310,700	8,371,200
Federal	640,700	363,900	650,600	654,300	657,300
Total:	8,547,900	6,749,400	8,822,500	8,965,000	9,028,500
Percent Change:		(21.0%)	30.7%	1.6%	2.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	4,873,500	4,505,300	5,135,500	5,310,700	5,311,700
Operating Expenditures	3,540,500	2,024,000	3,584,800	3,494,900	3,557,400
Capital Outlay	133,900	220,100	102,200	159,400	159,400
Total:	8,547,900	6,749,400	8,822,500	8,965,000	9,028,500
Full-Time Positions (FTP)	73.00	73.00	73.50	73.50	73.50

Department Description

The mission of the Department of Insurance is to equitably, effectively, and efficiently administer the Idaho Insurance Code and the International Fire Code. The department has two budgeted programs: the Insurance Regulation Division and the State Fire Marshal's Office. The Insurance Regulation Division consists of three bureaus and one section (IT) overseen by a deputy director. Support services are provided by an administrative group reporting to the director. The responsibilities can be summarized as follows:

Insurance Regulation Division, Company Activities Bureau: This bureau monitors the financial condition of all insurance entities domiciled in the state of Idaho to assure that each complies with Idaho law, and that the financial obligations of the company to its policyholders, will be met. The bureau also licenses producers, adjusters and third-party administrators; collects and audits insurance premium tax returns; regulates title agencies; and performs market conduct analyses and examinations, of insurers and self-funded plans doing business in Idaho.

Insurance Regulation Division, Consumer Services Bureau: This bureau researches consumer and industry complaints, and provides assistance to consumers and the insurance industry on matters involving insurance contracts and potential violations of the insurance code. Also within this bureau is Idaho's Senior Health Insurance Benefits Advisors (SHIBA) program, which provides information, counseling and assistance on Medicare coverage issues to Idaho's senior citizens, through a network of over 100 volunteers and a call center staffed to service a toll-free phone line.

Insurance Regulation Division, Product Review Bureau: This bureau reviews filed rates and forms. The bureau meets the effective rate review standards for the individual and small group health insurance markets, retaining state-level regulatory authority. The bureau supports the Idaho Health Insurance Exchange in fulfilling the plan management requirements, by reviewing and certifying health plans that meet the Qualified Health Plan (QHP) standards.

State Fire Marshal Division: The State Fire Marshal's Office participates in and coordinates an integrated statewide system designed to protect human life from fire and explosions through fire prevention, investigation and public education activities. The program involves fire prevention activities, fire/arson investigations, code enforcement and the operation of various statistical systems, including the Idaho Fire Incident Reporting System. The State Fire Marshal's Office provides assistance to local fire agencies throughout the state.

Department of Insurance Agency Profile

Analyst: Bybee

PREMIUM TAX DISTRIBUTION

The Department of Insurance is responsible for administering and collecting a tax assessed on all insurance premiums. This tax collected from authorized insurers is in lieu of all other state and local taxes with the exception of real property tax §41-405, Idaho Code.

Revenue from the premium tax is distributed to the following funds:

Insurance Refund: Used to reimburse insurers for overpayment of taxes, fines, penalties, etc.

PERSI: §59-1394, Idaho Code provides that at least 50% of the gross tax on fire insurance premiums is used to partially fund the firefighter retirement system. 100% of the gross tax on fire insurance is used for this purpose.

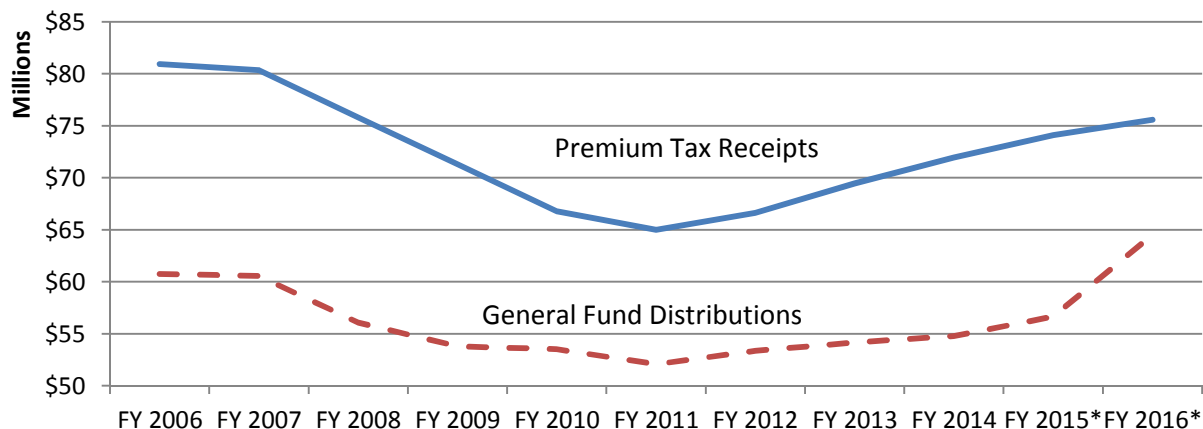
High Risk Reinsurance Pool: If premium tax revenue exceeds \$45 million after all other deductions, 25% of the excess goes into the Individual High Risk Reinsurance Pool to pay the costs associated with providing health insurance coverage to high risk individuals regardless of health status or claims experience.

Idaho Health Insurance Access Card: If premium tax revenue exceeds \$55 million, 25% of the excess goes to the Idaho Health Insurance Access Card Fund, with 80% going to CHIP Plan B and the children's access card program, and 20% (not to exceed \$1.2 million) to the small business health insurance pilot program.

General Fund: The balance of the premium tax, fines and penalties are distributed to the General Fund.

DISTRIBUTION OF PREMIUM TAX REVENUES FY 2013 - FY 2016

	FY 2013	FY 2014	FY 2015*	FY 2016*
General Fund	\$54,143,900	\$54,782,446	\$56,636,316	\$64,538,091
Insurance Refund	\$6,423,700	\$6,731,200	\$7,409,229	\$7,557,414
Fireman's PERSI	\$3,345,800	\$3,311,094	\$3,410,427	\$3,478,635
Insurance Insolvency Fund	\$0	\$0	\$0	\$0
High Risk Reinsurance Pool	\$4,015,200	\$4,804,761	\$4,568,159	\$0
Chip B and Access Card	\$1,515,200	\$2,304,761	\$2,068,159	\$0
Total (Premium Tax Receipts)	\$69,443,800	\$71,934,262	\$74,092,290	\$75,574,140



*Estimate based on projected revenues and expenses.

NOTE: Distributions can exceed actual revenues slightly, depending on the amount of fees collected by the agency. §41-401(3)(e), Idaho Code provides that "at the beginning of each fiscal year, those moneys in the Insurance Administrative Account which exceed the current year's appropriation plus any residual encumbrances made against prior years' appropriations by twenty-five percent (25%) or more shall be transferred to the general [fund]."

LEGISLATION IMPACTING DISTRIBUTIONS: S1014 of 2013 included a clause that struck the distributions for the Chip B, Access Card, and High Risk Reinsurance Pool beginning October 1, 2015. The Division of Medicaid, at the Department of Health and Welfare, has asked for General Funds to continue Chip B and Access Card in FY 2016.

Department of Insurance

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	73.50	0	8,822,500	73.50	0	8,822,500
Removal of One-Time Expenditures	0.00	0	(144,300)	0.00	0	(144,300)
FY 2016 Base	73.50	0	8,678,200	73.50	0	8,678,200
Benefit Costs	0.00	0	69,100	0.00	0	47,000
Replacement Items	0.00	0	159,400	0.00	0	159,400
Statewide Cost Allocation	0.00	0	15,200	0.00	0	15,200
Change in Employee Compensation	0.00	0	43,100	0.00	0	128,700
FY 2016 Program Maintenance	73.50	0	8,965,000	73.50	0	9,028,500
1. Pay Increases for Reclassified Staff	0.00	0	0	0.00	0	0
2. 1% Payline Adjustment	0.00	0	0	0.00	0	0
FY 2016 Total	73.50	0	8,965,000	73.50	0	9,028,500
Change from Original Appropriation	0.00	0	142,500	0.00	0	206,000
% Change from Original Appropriation			1.6%			2.3%

Department of Insurance

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	73.50	0	8,171,900	650,600	8,822,500

Removal of One-Time Expenditures

Removes \$42,100 in personnel costs for one-time CEC and \$102,200 in capital outlay for replacement items which included \$20,300 for 27 desktop computers, \$10,800 for 54 monitors, \$9,800 for seven laptop computers, \$1,600 for ten docking stations, \$14,400 for three half-blades for a server, \$24,000 for three network printers, \$1,200 for four local printers, \$1,800 for six label printers, \$1,400 for three desktop scanners, \$5,000 for two document imaging scanners, one server for \$7,000, one fax machine for \$200, \$4,000 for eight chairs, and \$700 for one plotter.

Agency Request	0.00	0	(142,200)	(2,100)	(144,300)
<i>Governor's Recommendation</i>	0.00	0	(142,200)	(2,100)	(144,300)

FY 2016 Base					
Agency Request	73.50	0	8,029,700	648,500	8,678,200
<i>Governor's Recommendation</i>	73.50	0	8,029,700	648,500	8,678,200

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	65,400	3,700	69,100
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	0.00	0	44,500	2,500	47,000

Replacement Items

Request includes the following, by program:

INSURANCE REGULATION: Two firewall / edge boxes for \$1,600, \$19,500 for 26 desktop computers, \$9,800 for 49 monitors, \$14,000 for ten laptop computers, \$600 for four docking stations, \$14,400 for three servers, \$24,000 for three network printers, \$900 for three local printers, \$1,200 for four label printers, \$1,400 for three desktop scanners, \$5,000 for two document imaging scanners, one fax machine for \$200, and \$3,600 for six chairs, for a total of \$96,200.

STATE FIRE MARSHAL: \$31,400 for one pickup truck, \$7,000 for personal protective equipment, \$800 for one desktop computer, \$4,200 for three notebook computers, \$500 for three docking stations, \$3,000 for ten monitors, \$600 for two label printers, \$2,500 for a projector, \$12,000 for forensic camera equipment, and two chairs for \$1,200, for a total of \$63,200.

Agency Request	0.00	0	159,400	0	159,400
<i>Governor's Recommendation</i>	0.00	0	159,400	0	159,400

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$14,900 for Attorney General fees, a reduction of \$500 for risk management costs, an increase of \$700 for State Controller fees, and an increase of \$100 for State Treasurer fees, for a total increase of \$15,200 over the SWCAP base of \$621,900.

Agency Request	0.00	0	15,200	0	15,200
<i>Governor's Recommendation</i>	0.00	0	15,200	0	15,200

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	41,000	2,100	43,100
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

<i>Governor's Recommendation</i>	0.00	0	122,400	6,300	128,700
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Department of Insurance

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	73.50	0	8,310,700	654,300	8,965,000
<i>Governor's Recommendation</i>	73.50	0	8,371,200	657,300	9,028,500

1. Pay Increases for Reclassified Staff

Insurance Regulation

This request is to transfer \$61,900 from operating expenditures to personnel costs, to provide for \$50,900 in salary and \$11,000 in benefit increases associated with reclassifying five positions.

Two positions in the Company Activities Bureau, in the Analysis Section, will be reclassified to financial examiner analyst and financial examiner analyst supervisor. Both positions will become non-classified positions (only the supervisor position is currently non-classified). Analysis positions require development and training specific to insurance accounting, best accomplished by obtaining a Certified Financial Examiner (CFE) designation to be fully effective under increasingly stringent national standards. The department's financial analyst function works increasingly closely with, and is part of, the examination function. The position upgrades will incorporate the requirement for staff to have Accredited Financial Examiner (AFE) or CFE designations upon hire, or to attain them within a stated timeframe. The Department of Insurance will hire candidates at any level with the goal of achieving the CFE designation. As designations are attained, the pay level will increase. It is critical to the Department's regulatory function for staff to have the required education, training and Society of Financial Examiners designation, for the Department of Insurance to retain accreditation through the National Association of Insurance Commissioners.

The third action is to reclassify the position human resources specialist to HR specialist, sr. The department intends to pursue DHR delegated authority, and the requisite training and increased responsibilities come with a commensurate salary increase. This position will remain classified

The department requests to reclassify an office services supervisor 1 to an office services supervisor 2. This position will remain classified. Duties currently being performed in this OS supervisor 1 position have become more complex, requiring a broader knowledge of a wider range of programs. Five new licensing types have contributed to the increased responsibilities.

Finally, the department requests to reclassify an office specialist 2 to a technical records specialist 1. This position will remain classified. The position has traditionally been limited to online application data processing, performance of miscellaneous licensing transactions, and handling the customer service aspect of those activities under one assigned license type. Due to an approximately 34% increase in licensing volumes, five new license types, and increased use of technology by the licensing section, this position is now responsible for a broader range of activities, including training and monitoring the progress of new employees, a broader range of license type activities, and serving as the web master for the Licensing Section.

Agency Request	0.00	0	0	0	0
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The Governor does not recommend the adjustment for the supervisor position or the HR position, but recommends the other three reclassifications. The recommendation is a transfer of \$42,600 from OE to PC.

<i>Governor's Recommendation</i>	0.00	0	0	0	0
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2. 1% Payline Adjustment

Insurance Regulation, State Fire Marshal

This request is to transfer \$43,200 from operating expenditures to personnel costs to provide a 1% payline adjustment for all employees of the Department of Insurance. This request will help with overall salary compression issues within the department.

Agency Request	0.00	0	0	0	0
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	0.00	0	0	0	0
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FY 2016 Total					
Agency Request	73.50	0	8,310,700	654,300	8,965,000
<i>Governor's Recommendation</i>	73.50	0	8,371,200	657,300	9,028,500

Department of Insurance

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	0	138,800	3,700	142,500
% Change from Original App	0.0%		1.7%	0.6%	1.6%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	0	199,300	6,700	206,000
% Change from Original App	0.0%		2.4%	1.0%	2.3%

Department of Labor

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Employment Services	12,389,100	4,920,200	11,551,700	16,553,800	16,300,500
Wage and Hour	532,700	482,600	550,000	555,800	560,800
Career Information Services	620,600	564,100	533,700	770,200	773,400
Human Rights Commission	1,035,700	848,200	1,064,100	1,035,900	1,019,900
Serve Idaho	2,695,500	1,600,500	2,616,500	2,619,700	2,621,900
Total:	17,273,600	8,415,600	16,316,000	21,535,400	21,276,500
BY FUND CATEGORY					
General	302,300	294,600	313,500	545,200	320,700
Dedicated	14,235,900	6,406,600	13,316,000	18,362,700	18,326,700
Federal	2,735,400	1,714,400	2,686,500	2,627,500	2,629,100
Total:	17,273,600	8,415,600	16,316,000	21,535,400	21,276,500
Percent Change:		(51.3%)	93.9%	32.0%	30.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,400,200	1,878,300	3,492,800	5,279,900	5,163,700
Operating Expenditures	10,376,700	4,324,500	10,071,600	13,531,000	13,466,300
Capital Outlay	1,446,700	971,400	701,600	674,500	596,500
Trustee/Benefit	2,050,000	1,241,400	2,050,000	2,050,000	2,050,000
Total:	17,273,600	8,415,600	16,316,000	21,535,400	21,276,500
Full-Time Positions (FTP)	47.04	47.04	45.01	65.01	65.01

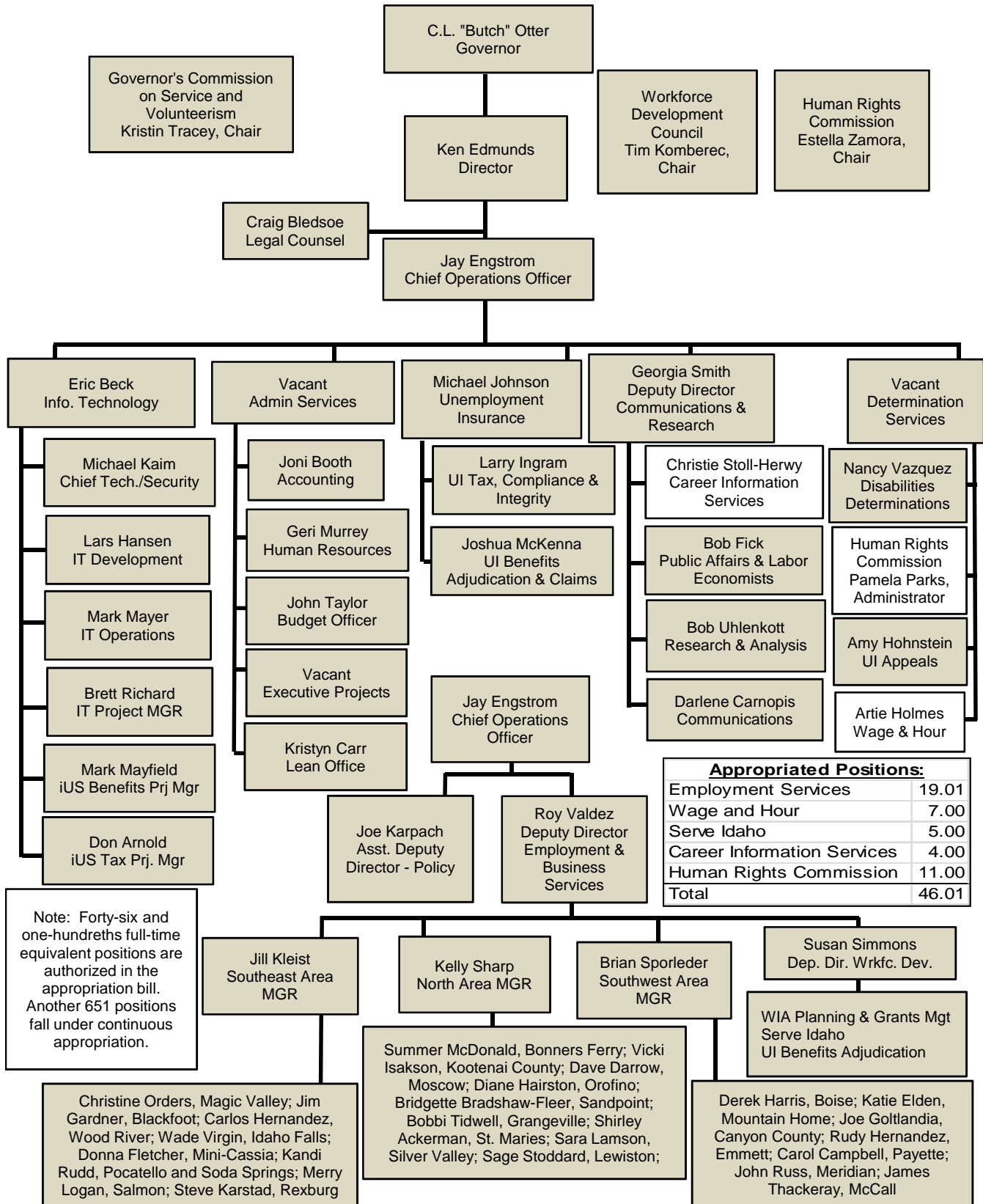
Department Description

For purposes of appropriation, the Department of Labor is organized into five programs: Employment Services, Wage and Hour, Career Information Services, the Human Rights Commission, and Serve Idaho.

- 1) Except for the requirement that Reed Act funding must be legislatively authorized, Employment Services operates on a continuous appropriation of federal funds, and funds generated by administration of the employment security law and unemployment insurance taxes.
- 2) The Wage and Hour section administers Idaho laws regarding the payment of minimum wage and claims for unpaid wages. This program provides redress to citizens for wage and hour law violations, and dispenses information and assistance to employers on wage and hour law provisions.
- 3) The Career Information Services Program provides a comprehensive source of career information about Idaho and the nation. Information and data is gathered and presented to job seekers for the purposes of exploring career opportunities, finding educational programs and schools that offer them, and ultimately finding work.
- 4) The Idaho Human Rights Commission administers the policies outlined in the federal fair employment practice acts banning discrimination based on race, gender, color, religion, national origin, age, and disability. Although Section 67-5903, Idaho Code, creates the nine-member Human Rights Commission in the Office of the Governor - and compensates them \$50 per day, plus necessary expenses - H603 of 2010 amended Section 67-5905 to provide that the Director of the Department of Labor appoint the administrator and provide support staff from within the Department of Labor.
- 5) Through the Serve Idaho Program, the Governor's Commission on Service and Volunteerism promotes collaborative efforts among public, private and nonprofit, state and local agencies to advance community service programs and activities throughout the state. It is funded by grants from the Corporation for National and Community Service and through cash and in-kind donations from state and local partners. House Bill 603 of 2010 transferred administrative support from the Executive Office of the Governor to the Department of Labor.

Department of Labor Organizational Chart

Analyst: Bybee



Appropriated Positions:	
Employment Services	19.01
Wage and Hour	7.00
Serve Idaho	5.00
Career Information Services	4.00
Human Rights Commission	11.00
Total	46.01

Note: Forty-six and one-hundredths full-time equivalent positions are authorized in the appropriation bill. Another 651 positions fall under continuous appropriation.

Department of Labor

Agency Profile

Analyst: Bybee

	FY 2013	FY 2014	Percent	FY 2015	FY 2016
Appropriated Funds	Expenditures	Expenditures	of Total	Appropriation	Request
1 General Fund (0001-00)	\$436,000	\$294,600	0.1%	\$313,500	\$545,200
The General Fund sources are the individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor profits, kilowatt-hour tax, mine license tax, treasurer's interest on investments of certain idle funds, court fees and fines, insurance premium tax, and agency receipts.					
2 Unemployment Penalty & Interest (0302-00)	1,613,900	1,598,600	0.4%	3,930,700	11,965,700
Receipts to this fund include penalties and all interest on judgments or funds secured by liens, collected under the provisions of Section 72-1347A, Idaho Code. This fund is referred to as the Employment Security Administrative and Reimbursement Fund in Section 72-1354, Idaho Code.					
3 Employment Security Special Admin (0303-00)	5,027,700	4,631,200	1.1%	9,146,600	6,157,400
This fund consists of interest earned from investment of the Employment Security Reserve Fund, Section 72-1347-1347A, Idaho Code. This fund is used for costs related to department programs administered under the employment security law as approved by the Workforce Development Council.					
4 Miscellaneous Revenue (0349-00)	202,300	176,800	0.0%	238,700	239,600
Sources of funds include miscellaneous receipts, grants, contributions or donations, Workforce Development Training Fund moneys, and Idaho Career Information System fees.					
5 Federal Grant (0348-00)	2,868,300	1,714,400	0.4%	2,686,500	2,627,500
Federal Reed Act funds received from U.S. Department of Labor. These funds must be legislatively authorized, however once authorized, are included in continuously appropriated funds. Also, beginning in FY 2011, federal grants received through the Human Rights Commission.					
TOTAL Appropriated Funds	\$10,148,200	\$8,415,600	2.1%	\$16,316,000	\$21,535,400

Continuously Appropriated Funds

6 Workforce Development Training (0305-00)	4,771,700	4,771,600	1.2%
This fund is derived from the diversion of Unemployment Insurance taxes equal to 3% of the taxable wage rate authorized and payable under Section 72-1350, Idaho Code. This fund is maintained separately and authorized under Section 72-1347B, Idaho Code. This fund is used to provide or expand training and retraining opportunities for Idaho's workforce. The fund has a statutory sunset of January 1, 2018.			
7 Miscellaneous Revenue (0349-31)	5,113,300	4,446,700	1.1%
Federal Reed Act funds received from U.S. Department of Labor. These funds must be legislatively authorized, however once authorized, are included in continuously appropriated funds. Expenditures show up here.			
8 Unemployment Compensation (0514-00)	324,310,000	324,310,000	79.7%
This fund is for receipting unemployment taxes and interest collected, and for disbursing unemployment benefits. Additionally, in 2011, the Legislature authorized in Section 72-1346B, Idaho Code, the Department of Labor, the ability to pay the principle and interest on bonds sold for the repayment of federal advances.			
9 Labor Federal Funds (0348-31)	67,081,900	65,014,900	16.0%
The major federal grant is for administration of the Unemployment Insurance Program as authorized under the Social Security Act. This grant and others for the Employment Service and Workforce Investment Act (WIA) are administered at the federal level by the U.S. Department of Labor. No state matching funds are required. Funds made available to the state through discretionary grants awarded by the U.S. Department of Labor are also credited to this account. The moneys deposited in this fund are used to pay administrative expenses and contract costs arising out of the administration of the Employment Security Law, Section 72-1301, Idaho Code. Funds are also used to pay for employment and training programs, services to veterans and other specialized employment-related services.			
TOTAL Continuous Funds	401,276,900	398,543,200	97.9%
Grand Total Appropriated and Continuous	\$411,425,100	\$406,958,800	100%

Department of Labor

Comparative Summary

Analyst: Bybee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	45.01	313,500	16,316,000	45.01	313,500	16,316,000
1. Relocation Expenses	0.00	0	15,000	0.00	0	0
2. Additional IT Equipment	0.00	0	190,000	0.00	0	190,000
3. iUS/Labor Exchange Shift	0.00	0	3,000,000	0.00	0	3,000,000
FY 2015 Total Appropriation	45.01	313,500	19,521,000	45.01	313,500	19,506,000
Removal of One-Time Expenditures	0.00	(2,000)	(1,104,600)	0.00	(2,000)	(1,089,600)
FY 2016 Base	45.01	311,500	18,416,400	45.01	311,500	18,416,400
Benefit Costs	0.00	4,300	40,600	0.00	2,900	27,800
Replacement Items	0.00	0	374,500	0.00	0	296,500
Statewide Cost Allocation	0.00	0	(62,200)	0.00	0	(62,200)
Change in Employee Compensation	0.00	2,100	29,900	0.00	6,300	89,100
FY 2016 Program Maintenance	45.01	317,900	18,799,200	45.01	320,700	18,767,600
1. Gen Fund for W&H Enforcement	0.00	227,300	0	0.00	0	0
2. Admin Salary Increase	0.00	0	24,100	0.00	0	0
3. Expand Training Services	2.00	0	232,700	2.00	0	232,100
4. Network Equipment	0.00	0	300,000	0.00	0	300,000
5. Building Maintenance and Repair	0.00	0	122,000	0.00	0	122,000
6. Transfer in Spending Authority	0.00	0	227,700	0.00	0	0
7. New IT Positions	2.00	0	276,800	2.00	0	276,200
8. Change Fund Source for Positions	16.00	0	1,552,900	16.00	0	1,578,600
9. Industry Sector Grants	0.00	0	0	0.00	5,000,000	5,000,000
Cash Transfers	0.00	0	0	0.00	(5,000,000)	(5,000,000)
FY 2016 Total	65.01	545,200	21,535,400	65.01	320,700	21,276,500
Change from Original Appropriation	20.00	231,700	5,219,400	20.00	7,200	4,960,500
% Change from Original Appropriation		73.9%	32.0%		2.3%	30.4%

Department of Labor

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	45.01	313,500	13,316,000	2,686,500	16,316,000
1. Relocation Expenses					Human Rights Commission
This request is to provide the new program administrator for the Human Rights Commission with qualified moving and relocation expenses. This request is from the Unemployment Security Special Administration Fund in operating expenditures.					
Agency Request	0.00	0	15,000	0	15,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
2. Additional IT Equipment					Employment Services
Includes \$190,000 in one-time capital outlay for switch replacements necessary to maintain network system. This request is to keep switch replacements on a five-year rotation ensuring there are no problems with the network due to technology. This request was inadvertently left out of the FY 2015 budget request.					
Agency Request	0.00	0	190,000	0	190,000
Governor's Recommendation	0.00	0	190,000	0	190,000
3. iUS/Labor Exchange Shift					Employment Services
This request shifts \$3 million in operating expenditures from the Unemployment Security Special Administration Fund (Special Admin Fund) to the Unemployment Penalty and Interest Fund (P&I Fund), and requests an additional \$3 million from the Unemployment Penalty and Interest Fund to support the iUS project and activities related to the Wagner-Peyser Grant. iUS cost overruns and diminishing long-term interest income have depleted the cash balance in the Special Admin Fund and requires a shift to the P&I Fund, which has a sufficient cash balance, to cover those ongoing activities.					
The additional appropriation from the P&I Fund will cover the following activities:					
1) The development of iUS has been experiencing significant cost overruns due to the deployment of the new system. In order to avoid major problems, like unemployment benefits going unpaid, and meet the December 31 deadline of ceasing operations on the State Controller's mainframe, the department has committed additional resources for overtime for its IT contractors. The department anticipates a \$1.4 million increase over the \$3.2 million budget for this project.					
2) The second part of the increase is related to the Wagner-Peyser Grant (WP) which is responsible for employment services activities and the labor exchange. Historically, WP Grants have been \$6 million per year and the department has covered additional costs at local offices with a combination of Special Admin, P&I, and the Unemployment Insurance (UI) Grant. In FY 2014, the additional costs were over \$1 million. The department is centralizing the Unemployment Insurance (UI) program, which means the loss of UI grant funds to support the local offices. At the same time, UI funds are decreasing due to the counter-cyclical funding. As a result, the department requests P&I Fund pick up the \$1.07 million needed to continue funding the labor exchange at the local level at historic amounts.					
3) The remaining \$530,000 request is to fulfill the director's initiative to expand labor exchange services to employers. While related to the WP Grant, it has, historically, only supported workers. By expanding the labor exchange to employers, the department feels this will help match worker skills or workforce development agencies and institutions with employers, with the Department of Labor serving as a quasi-broker.					
Agency Request	0.00	0	3,000,000	0	3,000,000
Governor's Recommendation	0.00	0	3,000,000	0	3,000,000
FY 2015 Total Appropriation					
Agency Request	45.01	313,500	16,521,000	2,686,500	19,521,000
Governor's Recommendation	45.01	313,500	16,506,000	2,686,500	19,506,000

Department of Labor

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Removal of One-Time Expenditures

Removes \$29,000 in personnel costs for one-time CEC; \$169,000 in operating expenditures for building repair and maintenance; and \$296,600 in capital outlay for replacement items which included \$135,000 for CISCO switch replacements, \$20,000 for blade server replacements, and \$141,600 for six vehicles; Additionally it removes \$190,000 from the supplemental request for switch replacements, and \$15,000 for moving expenses for the Human Rights Commission supplemental. Finally, it removes \$405,000 for VOIP infrastructure and IT equipment.

Agency Request	0.00	(2,000)	(1,101,000)	(1,600)	(1,104,600)
Governor's Recommendation	0.00	(2,000)	(1,086,000)	(1,600)	(1,089,600)

FY 2016 Base

Agency Request	45.01	311,500	15,420,000	2,684,900	18,416,400
Governor's Recommendation	45.01	311,500	15,420,000	2,684,900	18,416,400

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	4,300	33,300	3,000	40,600
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	2,900	22,800	2,100	27,800
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Replacement Items

Includes \$225,000 for switch replacements, and \$149,500 for seven vehicles.

Agency Request	0.00	0	374,500	0	374,500
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The Governor recommends switch replacements for \$225,000 and three vehicles for \$71,500.

Governor's Recommendation	0.00	0	296,500	0	296,500
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Agency Request	0.00	0	(400)	(61,800)	(62,200)
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Governor's Recommendation	0.00	0	(400)	(61,800)	(62,200)
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	2,100	26,400	1,400	29,900
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	6,300	78,900	3,900	89,100
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FY 2016 Program Maintenance

Agency Request	45.01	317,900	15,853,800	2,627,500	18,799,200
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Governor's Recommendation	45.01	320,700	15,817,800	2,629,100	18,767,600
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1. Gen Fund for W&H Enforcement

Wage and Hour

This request is to shift two full-time equivalent positions, \$162,600 in personnel costs, and \$64,700 in operating expenditures from the Unemployment Penalty and Interest Fund to the General Fund. This amount was shifted to the Penalty and Interest Fund from the General Fund during the FY 2009 - 2010 budget reductions. This shift would help maintain adequate fund balances in the Penalty and Interest Fund and all taxpayers are served by enforcement of the wage and hour laws.

Agency Request	0.00	227,300	(227,300)	0	0
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Department of Labor

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Admin Salary Increase					Human Rights Commission
This request is for \$19,900 in salary and \$4,200 in benefits for the new administrator of the Human Rights Commission. The commission has offered the position to an attorney, at a salary that exceeds the current budgeted amount. The commission is using salary savings to pay for the position in the current year, but will need an ongoing increase.					
Agency Request	0.00	0	24,100	0	24,100
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
3. Expand Training Services					Career Information Services
This request is for two full-time equivalent positions, \$90,900 in salary and \$42,200 in benefits for a total of \$133,100 in personnel costs, and \$99,600 in operating expenditures to expand training services for the Career Information Services Program. These new positions will help expand services statewide and include a coordinator for user services, a part-time research analyst, and a part-time administrative support manager. Two unfunded positions were removed from the appropriation, last legislative session.					
Agency Request	2.00	0	232,700	0	232,700
<i>The Governor makes a \$600 adjustment to personnel costs to reflect health insurance costs.</i>					
Governor's Recommendation	2.00	0	232,100	0	232,100
4. Network Equipment					Employment Services
This request is for one-time capital outlay for an additional Storage Area Network (SAN) for \$100,000 and network security controls for \$200,000 from the Special Administration Fund.					
Agency Request	0.00	0	300,000	0	300,000
Governor's Recommendation	0.00	0	300,000	0	300,000
5. Building Maintenance and Repair					Employment Services
This request from the Unemployment Penalty and Interest Fund is to repair and maintain Department of Labor owned buildings. It includes two HVAC replacements for \$20,000, resurface two parking lots for \$12,000, \$20,000 for lighting replacements, install HVAC digital controls for the Canyon County office for \$20,000, and \$50,000 for a sprinkler and irrigation system.					
Agency Request	0.00	0	122,000	0	122,000
Governor's Recommendation	0.00	0	122,000	0	122,000
6. Transfer in Spending Authority					Employment Services
This request is to transfer the appropriation for the Unemployment Penalty and Interest Fund, from the Wage and Hour Program to the Employment Services Program. Line item 1 has the corresponding decrease.					
Agency Request	0.00	0	227,700	0	227,700
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
7. New IT Positions					Employment Services
This request is to add two IT positions for the rewrite of the unemployment insurance tax and benefit system. The request is for \$166,400 in salary and \$58,100 in benefits. Additionally, there is a request in operating expenditures of \$52,300 which includes \$15,000 in computer services, and \$37,300 in miscellaneous expenses. This request is from the Unemployment Penalty and Interest Fund. [Ongoing]					
Agency Request	2.00	0	276,800	0	276,800
<i>The Governor makes a \$600 adjustment to personnel costs to reflect health insurance costs.</i>					
Governor's Recommendation	2.00	0	276,200	0	276,200

Department of Labor

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
8. Change Fund Source for Positions			Employment Services		
<p>This request is for the transfer of 16 positions, \$1,200,900 in personnel costs and \$352,000 in operating expenditures from the continuously appropriated Unemployment Insurance Fund, from the Social Security Administration to the Unemployment Penalty and Interest Fund. The Wagner-Peyser Grant, which is responsible for labor exchange activities, is changing its primary focus from job seekers to employers. Local office staff perform the majority of grant activity. The department is also moving unemployment insurance services into a centralized processing center, which reduces resources for local offices. The reduction of local office resources and the impact of increasing employer business services has created challenges in funding local office operations.</p>					
Agency Request	16.00	0	1,552,900	0	1,552,900
<i>The Governor's recommendation includes an increase to provide a 3% Change in Employee Compensation.</i>					
Governor's Recommendation	16.00	0	1,578,600	0	1,578,600
9. Industry Sector Grants			Employment Services		
Agency Request	0.00	0	0	0	0
<p>The Governor recommends a transfer of \$5 million from the General Fund to the Workforce Development Training Fund for Industry Sector Grants. These funds will promote partnerships between education and industry that will result in advanced training of various high-demand skill sets. This is a cash infusion for the Workforce Development Training Fund, which is continuously appropriated and receives its funding from Unemployment Insurance taxes equal to 35 of the taxable wage rate authorized and payable under Section 72-1350, Idaho Code. Funds are typically used to provide or expand training and retraining opportunities for Idaho's workforce. The Workforce Development Training Fund is continuously appropriated.</p>					
Governor's Recommendation	0.00	5,000,000	0	0	5,000,000
Cash Transfers			Employment Services		
Agency Request	0.00	0	0	0	0
<p>CASH TRANSFER: There is hereby appropriated to the Department of Labor and the State Controller shall transfer \$5,000,000 from the General Fund to the Workforce Development Training Fund, through installments or as practicable for the period July 1, 2015 through June 30, 2016.</p>					
Governor's Recommendation	0.00	(5,000,000)	0	0	(5,000,000)
FY 2016 Total					
Agency Request	65.01	545,200	18,362,700	2,627,500	21,535,400
Governor's Recommendation	65.01	320,700	18,326,700	2,629,100	21,276,500
Agency Request					
Change from Original App	20.00	231,700	5,046,700	(59,000)	5,219,400
% Change from Original App	44.4%	73.9%	37.9%	(2.2%)	32.0%
<i>Governor's Recommendation</i>					
Change from Original App	20.00	7,200	5,010,700	(57,400)	4,960,500
% Change from Original App	44.4%	2.3%	37.6%	(2.1%)	30.4%

Public Utilities Commission

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	5,283,000	5,282,200	5,635,600	5,810,200	5,855,400
Federal	199,200	97,600	179,600	305,700	307,600
Total:	5,482,200	5,379,800	5,815,200	6,115,900	6,163,000
Percent Change:		(1.9%)	8.1%	5.2%	6.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,908,300	3,743,600	4,140,200	4,254,700	4,301,800
Operating Expenditures	1,505,100	1,557,800	1,657,400	1,773,700	1,773,700
Capital Outlay	68,800	78,400	17,600	87,500	87,500
Total:	5,482,200	5,379,800	5,815,200	6,115,900	6,163,000
Full-Time Positions (FTP)	50.00	50.00	50.00	52.00	52.00

Department Description

The Idaho Public Utilities Commission was established by the 12th Session of the Idaho Legislature and was organized on May 8, 1913. The commission oversees the intrastate operation of investor-owned electric, gas, water, telecommunications utilities, pipelines, and railroads. The commission does not regulate publicly owned municipal, or cooperative utilities. The commission serves the citizens and utilities of Idaho by determining fair, just and reasonable rates for utility commodities and services to be delivered safely, reliably, and efficiently, and by ensuring safe and adequate rail services within the state.

After the Legislature removed the motor carrier function from the commission in 1999, the Administration, Utilities and Regulated Carriers Programs were combined into one program for budgeting purposes. The commissioners are supported by two policy analysts, legal counsel, the utilities division, and an administrative division.

The Administration Division has management, fiscal, personnel and public affairs, pipeline, and railroad carrier responsibilities. It provides support services for the agency (Sections 61-301:337, Idaho Code). The railroad carriers function is responsible for ensuring that railroads operate safely and that the public is provided adequate rail service (Section 61-509, Idaho Code).

The Utilities Division includes: audit, engineering, telecommunications, technical analysis, and consumer assistance. The audit section advises the commission on auditing, accounting, financing, income tax and security issues. It participates in all rate cases to determine proper income, expenses, rate bases and revenue requirements. The engineering, telecommunications, and technical analysis sections are primarily responsible for economic and engineering analysis of rates, rate design, and cost-of-service and technical evaluations of company proposals. The consumer assistance section is responsible for handling customer complaints and specialized information requests.

Programs are funded by the Public Utilities Commission (PUC) Fund which consists of fees collected from the regulated utilities (telephone, power, natural gas, and water corporations) in the amount of, not more than 0.3% of their intrastate revenues (Section 61-1004, Idaho Code) and from railroad corporations, not more than 1% of the gross operating revenues derived from the intrastate business. In prior years, General Fund expenditures for the salaries and benefits of the commissioners (Section 61-1009, Idaho Code) were reimbursed to the General Fund at year-end from the Public Utilities Commission Fund. However, beginning in FY 2001, the law was changed and commissioner's salaries are now paid from the PUC Fund.

Public Utilities Commission

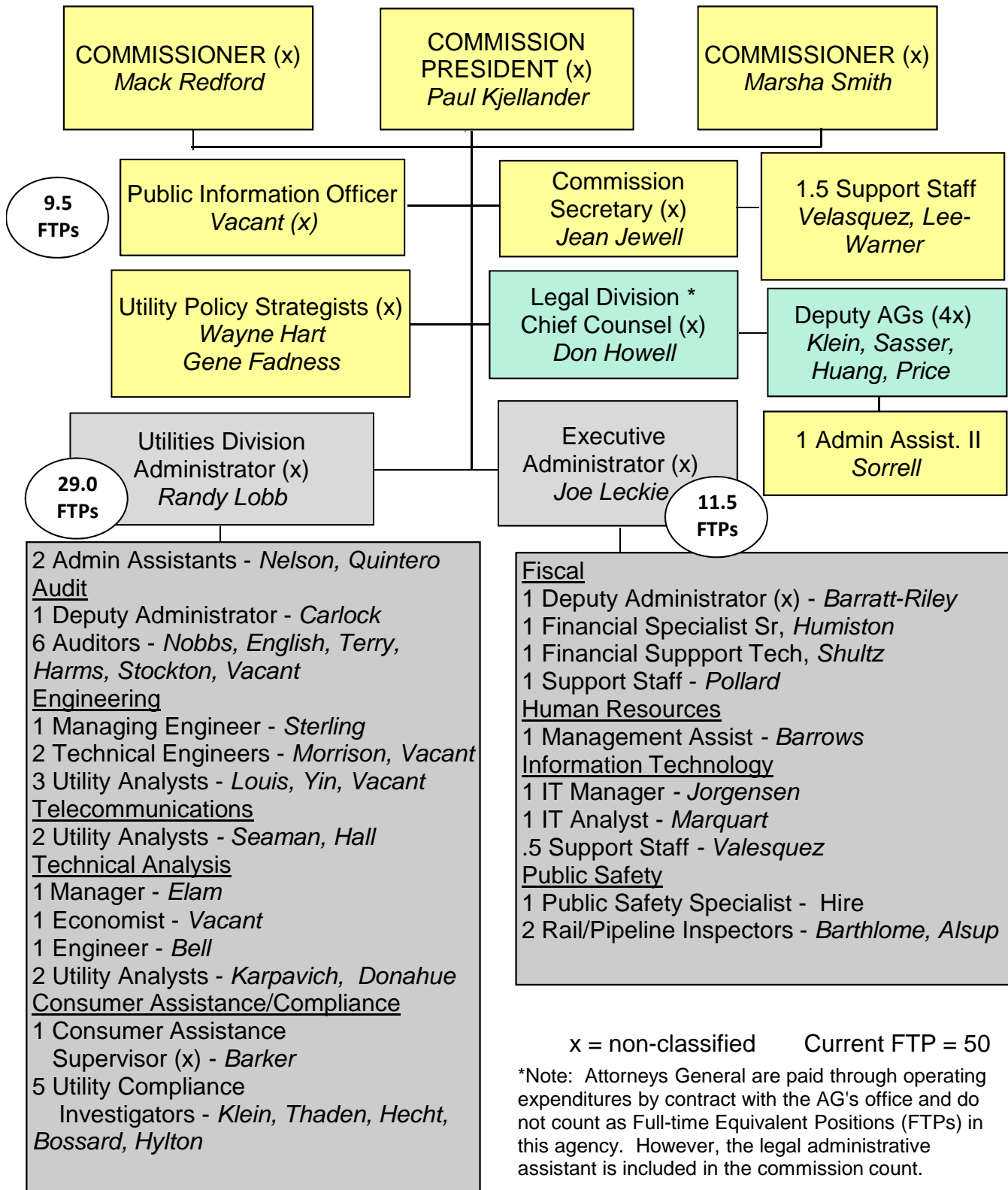
Agency Profile

Analyst: Houston

Organizational Chart

Staggered 6-year terms

No more than two from the same political party



- 2 Admin Assistants - Nelson, Quintero
- Audit
- 1 Deputy Administrator - Carlock
- 6 Auditors - Nobbs, English, Terry, Harms, Stockton, Vacant
- Engineering
- 1 Managing Engineer - Sterling
- 2 Technical Engineers - Morrison, Vacant
- 3 Utility Analysts - Louis, Yin, Vacant
- Telecommunications
- 2 Utility Analysts - Seaman, Hall
- Technical Analysis
- 1 Manager - Elam
- 1 Economist - Vacant
- 1 Engineer - Bell
- 2 Utility Analysts - Karpavich, Donahue
- Consumer Assistance/Compliance
- 1 Consumer Assistance Supervisor (x) - Barker
- 5 Utility Compliance Investigators - Klein, Thaden, Hecht, Bossard, Hylton

- Fiscal
- 1 Deputy Administrator (x) - Barratt-Riley
- 1 Financial Specialist Sr, Humiston
- 1 Financial Support Tech, Shultz
- 1 Support Staff - Pollard
- Human Resources
- 1 Management Assist - Barrows
- Information Technology
- 1 IT Manager - Jorgensen
- 1 IT Analyst - Marquart
- .5 Support Staff - Valesquez
- Public Safety
- 1 Public Safety Specialist - Hire
- 2 Rail/Pipeline Inspectors - Barthlome, Alsup

Public Utilities Commission

Agency Profile

Analyst: Houston

Fund Sources

Public Utilities Commission Fund (0229-20): Each public utility and railroad corporation annually pays a special regulatory fee in such amount as determined by the commission. The fee shall not exceed one percent of the gross operating revenues derived from the intrastate business of each railroad corporation (currently .5327%) and shall not exceed three-tenths of one per cent of the gross operating revenues derived from the intrastate business of each public utility (currently .2371%). This fund pays the costs of regulating utilities subject to the commission's jurisdiction.

State Fiscal Year	FY 2011	FY 2012	FY 2013	FY 2014
Public Utilities Commission Fund				
Beginning Free Fund Balance	\$4,673,500	\$4,870,500	\$5,162,200	\$5,090,800
Encumbrances as of July 1	0	0	0	161,600
Regulatory Utility Fees	4,489,400	4,681,500	4,665,200	5,075,200
Miscellaneous Revenues and Indirect Cost Recovery	4,300	8,800	16,100	81,000
Railroad Regulatory Fees	137,400	109,300	115,300	150,000
Net Transfers In/Out	0	0	0	118,600
Total Available for Year	9,304,600	9,670,100	9,958,800	10,677,200
Expenditures for prior-year encumbrances	0	0	0	76,900
Original Appropriation	4,820,700	4,768,200	4,916,800	5,061,700
Supplementals, Carryover, Receipts	0	0	1,600	0
Reversions	(386,600)	(260,300)	(50,400)	(800)
Reserve for Encumbrances	0	0	(161,600)	(44,300)
Cash Expenditures	4,434,100	4,507,900	4,706,400	5,016,600
Prior year encumbrances	0	0	0	84,700
Encumbrances as of June 30	0	0	161,600	44,300
Ending Free Fund Balance*	\$4,870,500	\$5,162,200	\$5,090,800	\$5,454,700
*The PUC needs to retain a Free Fund Balance of about 50% of the appropriation for cash-flow purposes.				
Budgetary Basis Expenditures (CY Cash Exp + Encumb.)	\$4,434,100	\$4,507,900	\$4,868,000	\$5,060,900

American Reinvestment Fund (0346): American Recovery and Reinvestment Act (ARRA) grant awarded on November 23, 2009. The objectives were to: 1) increase capacity of the PUC to manage a significant increase in dockets and other regulatory actions resulting from ARRA electricity-related topical areas; 2) facilitate timely consideration by the PUC of regulatory actions pertaining to ARRA electricity-related topical areas; 3) create or retain jobs related to energy efficiency, electricity-based renewable energy, energy storage, smart grid, etc. The \$788,840 grant lasted five years ending in FY 2014.

Budgetary Basis Expenditures	\$165,100	\$170,100	\$161,800	\$221,300
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Federal Grants (348-00): Federal moneys used for the physical inspection of intrastate natural gas pipelines and to evaluate pipeline operating procedures.

Budgetary Basis Expenditures	\$86,500	\$174,900	\$108,800	\$97,600
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GRAND TOTAL Budgetary Basis Expenditures	\$4,685,700	\$4,852,900	\$5,138,600	\$5,379,800
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Public Utilities Commission

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	50.00	0	5,815,200	50.00	0	5,815,200
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	50.00	0	5,815,200	50.00	0	5,815,200
Removal of One-Time Expenditures	0.00	0	(180,300)	0.00	0	(180,300)
FY 2016 Base	50.00	0	5,634,900	50.00	0	5,634,900
Benefit Costs	0.00	0	47,900	0.00	0	33,200
Inflationary Adjustments	0.00	0	8,800	0.00	0	8,800
Replacement Items	0.00	0	67,500	0.00	0	67,500
Statewide Cost Allocation	0.00	0	22,100	0.00	0	22,100
Change in Employee Compensation	0.00	0	31,200	0.00	0	93,600
FY 2016 Program Maintenance	50.00	0	5,812,400	50.00	0	5,860,100
1. Retirement Vacation Buyouts	0.00	0	20,000	0.00	0	20,000
2. Pipeline Safety Program	2.00	0	283,500	2.00	0	282,900
FY 2016 Total	52.00	0	6,115,900	52.00	0	6,163,000
Change from Original Appropriation	2.00	0	300,700	2.00	0	347,800
% Change from Original Appropriation			5.2%			6.0%

Public Utilities Commission

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	50.00	0	5,635,600	179,600	5,815,200

Noncognizable Funds and Transfers

Moves \$40,000 in Indirect Cost Recovery Fund appropriation from personnel costs to operating expenditures to account for overhead costs charged to the pipeline safety federal grant.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2015 Estimated Expenditures					
Agency Request	50.00	0	5,635,600	179,600	5,815,200
Governor's Recommendation	50.00	0	5,635,600	179,600	5,815,200

Removal of One-Time Expenditures

Removes \$34,000 provided for one-time 1% CEC, \$96,300 for replacement items, and \$50,000 for retirement buyouts.

Agency Request	0.00	0	(179,100)	(1,200)	(180,300)
Governor's Recommendation	0.00	0	(179,100)	(1,200)	(180,300)

FY 2016 Base					
Agency Request	50.00	0	5,456,500	178,400	5,634,900
Governor's Recommendation	50.00	0	5,456,500	178,400	5,634,900

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Workers' compensation is \$1,100 of the total.

Agency Request	0.00	0	46,800	1,100	47,900
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	0	32,400	800	33,200

Inflationary Adjustments

The commission requests contract inflation in the amount of \$8,800 for office rent. The PUC occupies 17,652 sq. ft. at 472 Washington Street in Boise managed by the Department of Lands for the land grant endowments. Rent will rise 3% from \$16.89 per sq. ft. for FY 2015 to \$17.38 per sq. ft. for FY 2016.

Agency Request	0.00	0	8,800	0	8,800
Governor's Recommendation	0.00	0	8,800	0	8,800

Replacement Items

Requested replacement items include: \$25,000 for software updates, \$4,100 for phones, \$9,800 for 15 desktop computers, \$3,000 for 15 computer monitors, \$10,000 for five network switches, \$8,000 for network backup equipment, \$2,800 for four desks, \$2,400 for four chairs, and \$2,400 for two credenzas.

Agency Request	0.00	0	67,500	0	67,500
Governor's Recommendation	0.00	0	67,500	0	67,500

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$22,800 for Attorney General fees, a decrease of \$2,300 for risk management costs, an increase of \$1,700 for State Controller fees, and a decrease of \$100 for State Treasurer fees for a total increase of \$22,100. Reflects a 4.0% increase over the \$555,400 SWCAP Base.

Agency Request	0.00	0	22,100	0	22,100
Governor's Recommendation	0.00	0	22,100	0	22,100

Public Utilities Commission

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	29,900	1,300	31,200
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	0	89,700	3,900	93,600
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FY 2016 Program Maintenance					
Agency Request	50.00	0	5,631,600	180,800	5,812,400
Governor's Recommendation	50.00	0	5,677,000	183,100	5,860,100

1. Retirement Vacation Buyouts

The commission currently has two commissioners and 12 staff (28% of employees) eligible for retirement and another three (6%) who will be eligible in FY 2016. Should many employees retire at once, it would be very difficult for the agency to cover vacation buyouts, meet payroll, and recruit for replacement employees within the existing budget. The two retirement-eligible commissioners have over 600 hours of vacation on the books between them which could amount to over \$35,000 in vacation payoffs. Last session, JFAC provided \$50,000 one-time for retirement buyouts with the understanding that all unexpended funds would be reverted at year-end. The agency now requests that any unencumbered and unexpended balance of the \$50,000 be reappropriated into FY 2016, or that an additional \$20,000 be appropriated for FY 2016 to be used to cover vacation buyouts only. Carryover requires legislative approval. [One-time]

Agency Request	0.00	0	20,000	0	20,000
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The Governor recommends \$20,000 in one-time spending authority for vacation payoffs for employees eligible to retire in 2016.

Governor's Recommendation	0.00	0	20,000	0	20,000
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2. Pipeline Safety Program

The commission requests appropriation to add two safety inspectors to the pipeline safety program. The request includes \$95,700 for salaries, \$43,700 for benefits, \$20,900 for training, \$12,900 for travel, \$4,600 for safety clothing and supplies, \$900 for office software, and \$60,000 for overhead; plus \$37,800 for one new vehicle, \$4,000 for computer equipment, \$600 for two phones, \$1,400 for two desks and \$1,200 for two chairs. The ongoing source of funding is 30% from fees charged to the natural gas providers and 70% from a federal grant of which \$60,000 would be charged through the Indirect Cost Recovery Fund. One-time items are requested from dedicated funds. The current program has two FTPs split across three positions, funded \$120,000 from dedicated funds and \$180,000 in federal funds. This request would double the size of the program. More resources are needed for damage prevention emphasis, increased inspection days, audits of drug and alcohol abuse programs, review of shift handoffs, review of public awareness programs, integrity management inspections, and investigation of accidents. [\$45,000 one-time and \$238,500 ongoing]

Agency Request	2.00	0	158,600	124,900	283,500
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The Governor adjusts position costs down by \$600 to reflect health insurance costs.

Governor's Recommendation	2.00	0	158,400	124,500	282,900
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FY 2016 Total					
Agency Request	52.00	0	5,810,200	305,700	6,115,900
Governor's Recommendation	52.00	0	5,855,400	307,600	6,163,000

Agency Request

Change from Original App	2.00	0	174,600	126,100	300,700
% Change from Original App	4.0%		3.1%	70.2%	5.2%

Governor's Recommendation

Change from Original App	2.00	0	219,800	128,000	347,800
% Change from Original App	4.0%		3.9%	71.3%	6.0%

Idaho Legislative Budget Book

Self-Governing Agencies

2015 Legislative Session

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Self-Governing Agencies

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Building Safety, Division of	10,949,000	9,216,300	11,167,100	11,657,700	11,386,100
Hispanic Affairs, Commission on	236,100	221,600	259,300	266,400	268,000
Historical Society	5,512,700	4,139,100	5,635,600	6,191,000	5,807,500
Libraries, Commission for	4,804,100	4,699,200	5,156,300	5,517,600	5,261,100
Lottery, State	5,423,700	4,999,100	5,627,700	5,661,700	5,696,000
Medical Boards	5,315,400	4,816,300	5,477,700	5,474,300	5,456,100
Public Defense Commission	0	0	300,000	302,500	304,300
Regulatory Boards	6,482,600	5,992,700	6,640,900	6,785,700	6,824,100
State Appellate Public Defender	2,103,600	2,082,300	2,238,600	2,430,200	2,490,100
Veterans Services, Division of	29,366,700	28,003,800	30,155,400	31,268,400	31,192,500
Total:	70,193,900	64,170,400	72,658,600	75,555,500	74,685,800
BY FUND CATEGORY					
General	8,693,100	8,645,100	9,719,600	10,800,400	10,225,500
Dedicated	45,729,600	41,524,300	45,559,800	47,086,900	46,931,000
Federal	15,771,200	14,001,000	17,379,200	17,668,200	17,529,300
Total:	70,193,900	64,170,400	72,658,600	75,555,500	74,685,800
Percent Change:		(8.6%)	13.2%	4.0%	2.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	43,184,400	40,205,300	46,026,900	47,516,600	47,496,400
Operating Expenditures	25,269,300	22,551,600	23,691,700	24,982,200	24,605,800
Capital Outlay	1,289,700	1,067,000	2,279,000	1,811,200	1,538,600
Trustee/Benefit	450,500	346,500	661,000	1,245,500	1,045,000
Total:	70,193,900	64,170,400	72,658,600	75,555,500	74,685,800
Full-Time Positions (FTP)	708.52	708.52	720.42	729.62	718.49

Department Description

The Department of Self-Governing Agencies includes: Division of Building Safety, Idaho Commission on Hispanic Affairs, Historical Society, Commission for Libraries, State Lottery, Medical Boards, Regulatory Boards, State Appellate Public Defender and Division of Veterans Services.

Division of Building Safety

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	10,905,900	9,190,800	11,123,000	11,573,100	11,300,800
Federal	43,100	25,500	44,100	84,600	85,300
Total:	10,949,000	9,216,300	11,167,100	11,657,700	11,386,100
Percent Change:		(15.8%)	21.2%	4.4%	2.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	8,595,200	6,967,400	8,908,500	9,326,600	9,131,800
Operating Expenditures	1,984,400	1,809,000	1,955,300	1,983,700	1,983,700
Capital Outlay	369,400	439,900	303,300	347,400	270,600
Total:	10,949,000	9,216,300	11,167,100	11,657,700	11,386,100
Full-Time Positions (FTP)	121.00	121.00	121.00	126.00	121.00

Division Description

The Division of Building Safety administers five bureaus and houses seven boards. Funding for the Building; Electrical; Plumbing; Public Works Contractor Licensing; and Heating, Ventilation and Air Conditioning (HVAC) bureaus is provided through fees for licenses, permits, plan reviews, and apprentice/trainee registrations. Other programs operated by the division include the Industrial and Logging Safety programs, funded by transfers from the Idaho Industrial Commission, and the Energy Code Program funded through grant moneys from the U.S. Department of Energy and the Northwest Energy Efficiency Alliance.

The Building Bureau administers regulatory programs involving the construction and safety of state facilities, schools, prefabricated modular structures, and mobile or manufactured homes. The bureau also monitors the rehabilitation of older mobile homes and licenses the manufactured home industry. Plan reviews and inspections are performed to determine compliance with adopted building, accessibility, mechanical, fuel/gas, energy conservation, and U.S. Department of Housing & Urban Development construction safety codes or standards.

The Electrical Bureau licenses all electricians and contractors, registers apprentices, issues permits, reviews plans, and inspects electrical installations to ensure code compliance.

The Plumbing Bureau licenses plumbers and contractors, registers apprentices, issues permits, conducts inspections, and reviews plans.

The Heating, Ventilation & Air Conditioning Bureau establishes qualifications and issues certificates of competency for HVAC installers. The bureau also conducts inspections of HVAC systems.

The Public Works Contractor Licensing Bureau licenses contractors and construction managers performing public works construction.

The Industrial Safety Program conducts inspections of state facilities and school districts to ensure safe working conditions. It also manages the statewide Elevator Safety Program which is funded through certification and inspection fees. The Logging Safety Program seeks to reduce the frequency and severity of accidents in the logging industry by conducting first aid classes and on-the-job safety meetings for loggers, providing safety training for management, and inspecting logging operations.

Division of Building Safety

Agency Profile

Analyst: Bybee

Sources of Funds

Fund Name & Description
<p>1. State Regulatory Fund (0229-00) Funds from various boards are tracked under this single dedicated fund. Individual sub-funds include:</p> <p>Electrical Fund: Electrical contractor license fees and permits.</p> <p>Building Fund: Fees for inspections and plan reviews of U.S. Department of Housing & Urban Development (HUD) manufactured homes, commercial modular structures, state buildings, and schools.</p> <p>Plumbing Fund: Plumbing license fees and permits.</p> <p>Manufactured Housing Fund: Manufacturer, installer, service, and dealer license fees.</p> <p>Public Works Contractor Licensing Fund: Fees generated from licenses issued to contractors, builders, and others doing public works construction.</p> <p>HVAC Fund: HVAC license and examination, registration, and recertification fees.</p> <p>Elevator Safety Fund: Elevator inspection, initial certification, operation, and reinspection fees.</p> <p>Modular Building Fund: Building permit, plan review, and inspection fees and penalties.</p>
<p>2. Federal Grant (0348-00) This fund receives moneys from HUD that are used for the Manufactured Housing Program.</p>
<p>3. Misc. Revenue/Industrial Safety Fund (0349-10) This fund receives moneys from trustee & benefit payments through the Industrial Commission's Compensation Program. Funds are used to inspect state, school district, and other facilities.</p>
<p>4. Misc. Revenue/Logging Fund (0349-11) This fund receives moneys from trustee & benefit payments through the Industrial Commission's Compensation Program. Funds are used to promote safety in the state logging industry.</p>

Annual Budget by Fund: Dollar Amount and Percent Change

FUND	FY 2013 Actual		FY 2014 Actual		FY 2015 Estimated		FY 2016 Request	
	Dollar Amount	Chg. Prev. Yr.	Dollar Amount	Chg. Prev. Yr.	Dollar Amount	Chg. Prev. Yr.	Dollar Amount	Chg. Prev. Yr.
0229-00	8,131,000	6.0%	8,086,200	-0.6%	9,937,900	22.9%	10,360,300	4.3%
0348-00	28,100	-20.4%	25,500	-9.3%	44,100	72.9%	84,600	91.8%
0349-10	538,300	-4.0%	685,600	27.4%	746,700	8.9%	767,500	2.8%
0349-11	370,600	4.6%	419,000	13.1%	438,400	4.6%	445,300	1.6%
TOTAL	9,068,000	5.2%	9,216,300	1.6%	11,167,100	21.2%	11,657,700	4.4%

Division of Building Safety

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	121.00	0	11,167,100	121.00	0	11,167,100
Removal of One-Time Expenditures	0.00	0	(377,800)	0.00	0	(377,800)
FY 2016 Base	121.00	0	10,789,300	121.00	0	10,789,300
Benefit Costs	0.00	0	111,000	0.00	0	76,700
Inflationary Adjustments	0.00	0	17,000	0.00	0	17,000
Replacement Items	0.00	0	360,600	0.00	0	283,800
Statewide Cost Allocation	0.00	0	(1,800)	0.00	0	(1,800)
Change in Employee Compensation	0.00	0	74,400	0.00	0	221,100
FY 2016 Program Maintenance	121.00	0	11,350,500	121.00	0	11,386,100
1. Building Safety Inspector Positions	5.00	0	307,200	0.00	0	0
2. Fund Shift for HUD Grant	0.00	0	0	0.00	0	0
FY 2016 Total	126.00	0	11,657,700	121.00	0	11,386,100
Change from Original Appropriation	5.00	0	490,600	0.00	0	219,000
% Change from Original Appropriation			4.4%			2.0%

Division of Building Safety

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	121.00	0	11,123,000	44,100	11,167,100

Removal of One-Time Expenditures

Removes \$74,500 in personnel costs for one-time CEC and \$303,300 in capital outlay for replacement items which includes 11 automobiles for \$249,200, 17 desktop computers for \$14,500, 24 laptop computers for \$33,600, 22 monitors for \$4,400, a port switch for \$600, and two large 37-inch monitors used for plan-review for \$1,000.

Agency Request	0.00	0	(377,400)	(400)	(377,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(377,400)</i>	<i>(400)</i>	<i>(377,800)</i>

FY 2016 Base					
Agency Request	121.00	0	10,745,600	43,700	10,789,300
<i>Governor's Recommendation</i>	<i>121.00</i>	<i>0</i>	<i>10,745,600</i>	<i>43,700</i>	<i>10,789,300</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	110,700	300	111,000
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>76,500</i>	<i>200</i>	<i>76,700</i>
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Inflationary Adjustments

Contractual inflationary adjustment for rent is a 3% increase above the FY 2015 Base amount of \$574,400 at the Meridian main offices.

Agency Request	0.00	0	16,800	200	17,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>16,800</i>	<i>200</i>	<i>17,000</i>
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Replacement Items

Includes 11 vehicles for \$284,900, 14 desktop computers for \$12,000, 27 laptop computers for \$37,800, 22 monitors for \$7,700, two 37-inch plan review monitors for \$1,000, a network laser printers for \$4,000, VPN software for \$5,000, and Windows Server software for \$8,200.

Agency Request	0.00	0	360,600	0	360,600
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The Governor recommends eight of the eleven vehicles requested and all other requested items.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>283,800</i>	<i>0</i>	<i>283,800</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$4,000 for Attorney General fees, a reduction of \$8,400 for risk management costs, an increase of \$10,700 for State Controller fees, and a decrease of \$100 for State Treasurer fees, for a total decrease of \$1,800 below the SWCAP base of \$110,900.

Agency Request	0.00	0	(1,800)	0	(1,800)
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(1,800)</i>	<i>0</i>	<i>(1,800)</i>
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	74,000	400	74,400
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The Governor recommends a 3% increase in 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>219,900</i>	<i>1,200</i>	<i>221,100</i>
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FY 2016 Program Maintenance					
Agency Request	121.00	0	11,305,900	44,600	11,350,500
<i>Governor's Recommendation</i>	<i>121.00</i>	<i>0</i>	<i>11,340,800</i>	<i>45,300</i>	<i>11,386,100</i>

Division of Building Safety

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Building Safety Inspector Positions					
Includes five full-time equivalent positions, \$205,000 in salary and \$102,200 in benefits for additional building safety inspector positions. These are classified positions at paygrade K and will be paid from the State Regulatory Fund. While these positions won't be immediately filled, should the construction industry continue to pickup, the division will be able to hire these positions to meet demand so there will not be an economic slowdown due to a lack of regulatory inspectors.					
Agency Request	5.00	0	307,200	0	307,200
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
2. Fund Shift for HUD Grant					
This request shifts \$40,000 from the State Regulatory Fund to the federal grant from Housing and Urban Development (HUD) in operating expenditures. The grant allows for a full 1% of agency overhead costs. The HUD grant is used to provide for state administrative agency-related activities under the HUD Manufactured Housing Program (e.g. respond to Idaho consumer complaints, monitor manufactured home dealer lots, perform records reviews of HUD Manufactured Home Manufacturers, etc.).					
Agency Request	0.00	0	(40,000)	40,000	0
Governor's Recommendation	0.00	0	(40,000)	40,000	0
FY 2016 Total					
Agency Request	126.00	0	11,573,100	84,600	11,657,700
Governor's Recommendation	121.00	0	11,300,800	85,300	11,386,100
Agency Request					
Change from Original App	5.00	0	450,100	40,500	490,600
% Change from Original App	4.1%		4.0%	91.8%	4.4%
Governor's Recommendation					
Change from Original App	0.00	0	177,800	41,200	219,000
% Change from Original App	0.0%		1.6%	93.4%	2.0%

Commission on Hispanic Affairs

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	96,600	96,600	116,900	123,100	124,000
Dedicated	98,600	97,200	100,900	101,600	102,100
Federal	40,900	27,800	41,500	41,700	41,900
Total:	236,100	221,600	259,300	266,400	268,000
Percent Change:		(6.1%)	17.0%	2.7%	3.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	160,900	160,800	167,700	170,500	172,100
Operating Expenditures	75,200	60,800	91,600	91,100	91,100
Capital Outlay	0	0	0	4,800	4,800
Total:	236,100	221,600	259,300	266,400	268,000
Full-Time Positions (FTP)	3.00	3.00	3.00	3.00	2.87

Division Description

The Idaho Commission on Hispanic Affairs (ICHA) was established by the Legislature in 1987. The commission provides various services to the Hispanic community and serves as a liaison between the community and government entities. Working toward economic, educational, and social equality, the commission addresses issues facing Idaho's Hispanic community. The commission also provides recommendations to the Governor, Legislature, state agencies, and other organizations on issues of interest or concern to Hispanic people.

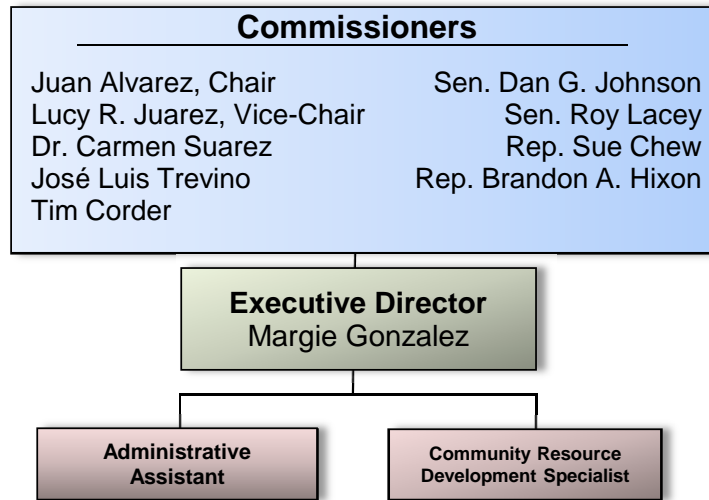
The Community Resource Development Specialist acts as a liaison between the commission, school districts, and the community, and seeks to develop culturally relevant programs for schools, families, and communities. This position also provides technical assistance and other resources to public schools and the State Board of Education to target substance abuse among Hispanic youth.

Commission on Hispanic Affairs

Agency Profile

Analyst: Hoskins

Organizational Chart



Sources of Funds

Fund Name & Description

1. General Fund (0001)

General Fund sources include individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor revenue, kilowatt hour tax, mine license tax, Treasurer's interest on investments of certain idle funds, court fees and fines, insurance premium tax, and other miscellaneous agency receipts.

2. Federal Grant (0348)

A cooperative agreement with the Bureau of Community & Environmental Health within the Idaho Department of Health and Welfare, and the Centers for Disease Control Office on Smoking and Health.

3. Miscellaneous Revenue (0349)

Consists of donations, miscellaneous receipts, non-federal grants, and cigarette tax funds.

Annual Budget by Fund: Dollar Amount and Percent of Total

FUND	FY 2013 Actual		FY 2014 Actual		FY 2015 Orig App		FY 2016 Request	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0001	\$94,700	42.2%	\$96,600	43.6%	\$116,900	45.1%	\$123,100	46.2%
0348	\$32,200	14.4%	\$27,800	12.5%	\$41,500	16.0%	\$41,700	15.7%
0349	\$97,300	43.4%	\$97,200	43.9%	\$100,900	38.9%	\$101,600	38.1%
TOTAL	\$224,200	100.0%	\$221,600	100.0%	\$259,300	100.0%	\$266,400	100.0%

Commission on Hispanic Affairs

Analyst: Hoskins

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	3.00	116,900	259,300	3.00	116,900	259,300
Removal of One-Time Expenditures	0.00	(700)	(1,200)	0.00	(700)	(1,200)
Base Adjustments	0.00	0	0	(0.13)	0	0
FY 2016 Base	3.00	116,200	258,100	2.87	116,200	258,100
Benefit Costs	0.00	1,600	2,800	0.00	1,100	2,000
Replacement Items	0.00	4,800	4,800	0.00	4,800	4,800
Statewide Cost Allocation	0.00	(200)	(500)	0.00	(200)	(500)
Change in Employee Compensation	0.00	700	1,200	0.00	2,100	3,600
FY 2016 Total	3.00	123,100	266,400	2.87	124,000	268,000
Change from Original Appropriation	0.00	6,200	7,100	(0.13)	7,100	8,700
% Change from Original Appropriation		5.3%	2.7%		6.1%	3.4%

Commission on Hispanic Affairs

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	3.00	116,900	100,900	41,500	259,300
Removal of One-Time Expenditures					
Removes \$1,200 in personnel costs for the FY 2015 one-time Change in Employee Compensation (CEC).					
Agency Request	0.00	(700)	(400)	(100)	(1,200)
<i>Governor's Recommendation</i>	0.00	(700)	(400)	(100)	(1,200)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends a reduction of 0.13 vacant and unfunded FTP.</i>					
<i>Governor's Recommendation</i>	(0.13)	0	0	0	0
FY 2016 Base					
Agency Request	3.00	116,200	100,500	41,400	258,100
<i>Governor's Recommendation</i>	2.87	116,200	100,500	41,400	258,100
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	1,600	1,000	200	2,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	0.00	1,100	700	200	2,000
Replacement Items					
This request is for one-time capital outlay in the amount of \$4,800 for the replacement of three desktop computers with monitors and associated software.					
Agency Request	0.00	4,800	0	0	4,800
<i>Governor's Recommendation</i>	0.00	4,800	0	0	4,800
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$200 decrease in Attorney General fees, a \$200 decrease in risk management fees, and a \$100 decrease in State Controller fees.					
Agency Request	0.00	(200)	(300)	0	(500)
<i>Governor's Recommendation</i>	0.00	(200)	(300)	0	(500)
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	700	400	100	1,200
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	0.00	2,100	1,200	300	3,600
FY 2016 Total					
Agency Request	3.00	123,100	101,600	41,700	266,400
<i>Governor's Recommendation</i>	2.87	124,000	102,100	41,900	268,000
Agency Request					
Change from Original App	0.00	6,200	700	200	7,100
% Change from Original App	0.0%	5.3%	0.7%	0.5%	2.7%
Governor's Recommendation					
Change from Original App	(0.13)	7,100	1,200	400	8,700
% Change from Original App	(4.3%)	6.1%	1.2%	1.0%	3.4%

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	2,342,200	2,342,200	2,589,100	3,137,200	2,761,300
Dedicated	1,676,000	1,141,000	1,550,900	1,656,800	1,652,600
Federal	1,494,500	655,900	1,495,600	1,397,000	1,393,600
Total:	5,512,700	4,139,100	5,635,600	6,191,000	5,807,500
Percent Change:		(24.9%)	36.2%	9.9%	3.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,144,200	2,577,000	3,268,100	3,415,800	3,408,300
Operating Expenditures	2,186,100	1,428,100	2,181,500	2,502,500	2,126,500
Capital Outlay	20,800	31,200	24,400	111,100	111,100
Trustee/Benefit	161,600	102,800	161,600	161,600	161,600
Total:	5,512,700	4,139,100	5,635,600	6,191,000	5,807,500
Full-Time Positions (FTP)	49.02	49.02	49.02	50.02	49.02

Division Description

The Idaho State Historical Society is a system of cultural and historic resources comprised of the Idaho State Historical Museum, Idaho State Archives, State Historic Preservation Office, and Historic Sites Program. The agency was established by statute in 1907. The agency is organized within the Department of Self-Governing Agencies and is overseen by a board of trustees appointed by the Governor.

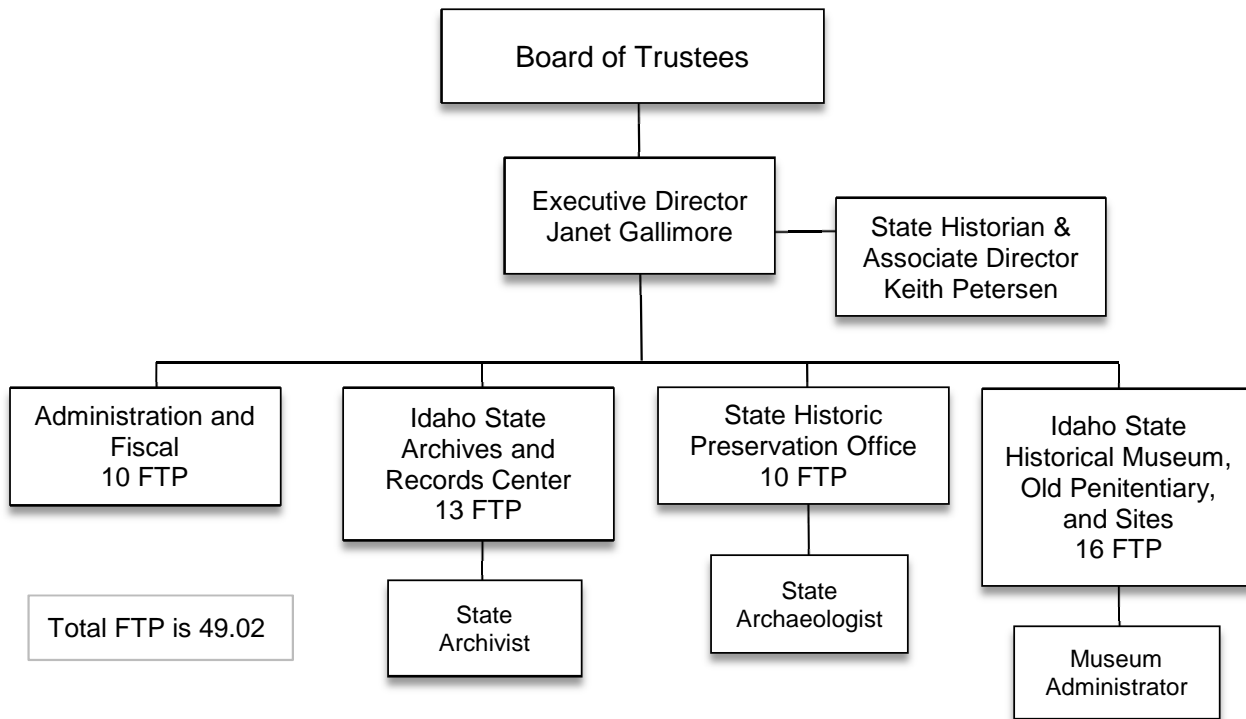
The agency's core functions, as stated by Section 67-41, Idaho Code, are that the agency's trustees shall:

- 1) Identify, preserve, and protect sites, monuments, and points of interest in Idaho of historic merit (§67-4114).
- 2) Protect archaeological and vertebrate paleontological sites and resources on public land (§67-4119).
- 3) Govern the agency and administer the powers and duties required to preserve and protect any historical record of the history and culture of Idaho. A historical record is defined as "any record, artifact, object, historical or archaeological site or structure, document, evidence or public or private writing pursuant to the provisions of Title 9, Idaho Code, relevant to the history of the state of Idaho" (§67-4123).
- 4) Facilitate the use of records for official reference and historical research (§67-4126 [6]).
- 5) Be responsible for records management services for state government and accept archival material from governments (§67-4126 [7]).
- 6) Serve as the Geographic Names Board of the state (§67-4126 [14]).
- 7) Carry out the preservation and protection of the state's historic, archaeological, architectural, and cultural heritage resources (§67-4601 to 4619).
- 8) Provide for the transfer of certain public records to the collection of the agency (§67-4126).
- 9) Provide for the creation of an Idaho Archaeological Survey (§33-3902).
- 10) Be responsible for consultation, determination of appropriate actions, and providing for re-interment of human remains that have been disturbed (§27-501 to 504).
- 11) Administer the National Historic Preservation Act of 1966, as amended. It assigns responsibility to the state historic preservation officer for administration of the national historic preservation program at the state level.

Idaho State Historical Society Agency Profile

Analyst: Lockett

Organizational Chart



Districts and Board Members

Board of Trustees

- District 1:** Don Pischner
- District 2:** Earl H. Bennett
- District 3:** Bill Butticci, Chairman
- District 4:** Ernie A. Hoidal
- District 5:** Tom Blanchard
- District 6:** Jim Johnston
- District 7:** Hope Benedict

District Boundaries



Note: District boundaries coincide with the seven state judicial districts.

Idaho State Historical Society

Agency Profile

Analyst: Lockett

Fund Source and Description

1. General Fund (0001-00)

2. Federal Grant (0348-00)

Receives moneys from a federal grant authorized by the National Historic Preservation Act of 1966 (Public Law 89-665; 16 U.S.C.). This grant supports the State Historic Preservation Office (SHPO) and is administered by the National Park Service, U.S. Department of the Interior. This grant's required state to federal match rate is 40% (state) 60% (federal). SHPO performs essential program areas including the National Register of Historic Places, Certified Local Government Program, Federal Tax Rehabilitation Program and Federal Historic Preservation Project Review. Additional federal funding comes from grant programs including the National Endowment for the Humanities, the National Historic Publication & Records Commission, and the Institute of Museum & Library Services.

3. Miscellaneous Revenue (0349-00)

Consists of moneys donated by private individuals and groups, fees for membership in the Idaho State Historical Society, proceeds from the sale of publications and other items, revenues derived from license agreements and facility rentals, invested income from restricted funds such as History Day Endowment, and interagency billing funds. Old Penitentiary and State Historical Museum admission fees are also considered miscellaneous revenue.

4. Capitol Commission Operating (0481-09)

Income from the sale of unappropriated public land (also referred to as endowment lands), sale of timber, mineral royalties, land rentals, grazing rentals and cottage site rentals, all of which are collected and deposited into the permanent endowment fund. The Endowment Fund Investment Board makes transfers from the permanent fund into this fund, making the funds available for appropriation. The fund retains its own interest.

5. Records Management Service (0450-75)

State agencies pay fees for their records management. Legislation in 2013 provided that these funds are deposited into, and appropriated out of, the Records Management Service Fund.

Annual Budget by Fund: Dollar Amount and Percent of Total

FUND	FY 2012 Actual		FY 2013 Actual		FY 2014 Actual		FY 2015 Approp		FY 2016 Request	
	Dollar Amount	% of Total	Dollar Amount	% of Total	Dollar Amount	% of Total	Dollar Amount	% of Total	Dollar Amount	% of Total
0001	2,117,600	58%	2,325,100	52%	2,342,200	57%	2,589,100	46%	3,137,200	51%
0348	830,000	23%	938,300	21%	655,800	16%	1,495,600	27%	1,397,000	23%
0349	616,700	17%	905,000	20%	823,300	20%	1,190,200	21%	1,292,400	21%
0481-09	90,500	2%	102,200	2%	98,400	2%	115,600	2%	116,900	2%
0450-75	0	0%	223,800	5%	219,300	5%	245,100	4%	247,500	4%
TOTAL	3,654,800	100%	4,494,400	100%	4,139,000	100%	5,635,600	100%	6,191,000	100%

Idaho State Historical Society

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	49.02	2,589,100	5,635,600	49.02	2,589,100	5,635,600
Removal of One-Time Expenditures	0.00	(137,700)	(310,800)	0.00	(137,700)	(310,800)
FY 2016 Base	49.02	2,451,400	5,324,800	49.02	2,451,400	5,324,800
Benefit Costs	0.00	23,200	43,600	0.00	15,500	29,200
Replacement Items	0.00	111,100	111,100	0.00	111,100	111,100
Statewide Cost Allocation	0.00	(1,700)	(1,700)	0.00	(1,700)	(1,700)
Change in Employee Compensation	0.00	13,700	26,700	0.00	39,600	75,300
FY 2016 Program Maintenance	49.02	2,597,700	5,504,500	49.02	2,615,900	5,538,700
1. Gen Fund to Cover Ded Fund CEC	0.00	11,800	0	0.00	35,400	0
2. Records Database License & Maint	0.00	15,000	15,000	0.00	15,000	15,000
3. Data Storage, Backup, and Recovery	0.00	20,000	20,000	0.00	20,000	20,000
4. Enhanced Security of Properties	0.00	100,000	100,000	0.00	0	0
5. Rural Historic Sites Operating Funds	0.00	45,000	45,000	0.00	0	0
6. Museum Business Plan	0.00	75,000	75,000	0.00	75,000	75,000
7. Buildings and Facilities Repairs	0.00	75,000	75,000	0.00	0	0
8. Textile and Costume Digitalization	0.00	150,000	250,000	0.00	0	100,000
9. National History Day Position	1.00	47,700	47,700	0.00	0	0
10. Idaho Digital Newspaper Project	0.00	0	58,800	0.00	0	58,800
FY 2016 Total	50.02	3,137,200	6,191,000	49.02	2,761,300	5,807,500
Change from Original Appropriation	1.00	548,100	555,400	0.00	172,200	171,900
% Change from Original Appropriation		21.2%	9.9%		6.7%	3.1%

Idaho State Historical Society

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	49.02	2,589,100	1,550,900	1,495,600	5,635,600
Removal of One-Time Expenditures					
Agency Request	0.00	(137,700)	(5,800)	(167,300)	(310,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(137,700)</i>	<i>(5,800)</i>	<i>(167,300)</i>	<i>(310,800)</i>
FY 2016 Base					
Agency Request	49.02	2,451,400	1,545,100	1,328,300	5,324,800
<i>Governor's Recommendation</i>	<i>49.02</i>	<i>2,451,400</i>	<i>1,545,100</i>	<i>1,328,300</i>	<i>5,324,800</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	23,200	10,600	9,800	43,600
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>15,500</i>	<i>7,200</i>	<i>6,500</i>	<i>29,200</i>
Replacement Items					
The agency requests a total of \$111,100 from the General Fund to replace their phone system at sites in Boise (\$60,000 for approximately 80 phones, plus routers, switches, and licenses), 16 computers (\$750/each), three laptops (\$1,350/each), and a 4WD vehicle (\$35,000).					
Agency Request	0.00	111,100	0	0	111,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>111,100</i>	<i>0</i>	<i>0</i>	<i>111,100</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. The request includes a decrease of \$100 for Attorney General fees, a decrease of \$2,300 for risk management costs, an increase of \$800 for State Controller fees, and a reduction of \$100 for State Treasurer fees for a total decrease of \$1,700.					
Agency Request	0.00	(1,700)	0	0	(1,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,700)</i>	<i>0</i>	<i>0</i>	<i>(1,700)</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	13,700	5,700	7,300	26,700
<i>The Governor recommends a 3% increase in 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>39,600</i>	<i>14,100</i>	<i>21,600</i>	<i>75,300</i>
FY 2016 Program Maintenance					
Agency Request	49.02	2,597,700	1,561,400	1,345,400	5,504,500
<i>Governor's Recommendation</i>	<i>49.02</i>	<i>2,615,900</i>	<i>1,566,400</i>	<i>1,356,400</i>	<i>5,538,700</i>

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Gen Fund to Cover Ded Fund CEC

The agency is requesting a fund shift from the Federal and Miscellaneous Revenue Funds to the General Fund in the amount of \$11,800, which is equivalent to a 1% CEC and the corresponding benefit costs. The agency's personnel budget is generated from approximately 50% General Fund sources and 50% non-state sources including a large, ongoing federal appropriation for the State Historic Preservation Office (SHPO) and earned income. In FFY 2014, the SHPO received \$732,200 in federal dollars and the agency is required to raise the required state match of 40%. The revenue fund is used to support the State Historical Museum and Old Penitentiary operations, as well as other agency needs.

The agency states this fund shift is necessary for two reasons:

1. The agency is in a position of having to raise additional non-state funds to fulfill CEC increases. The agency is currently at its fundraising capacity because of the museum expansion campaign and its other ongoing fundraising efforts. Additionally, the agency will not have revenue coming in from events, facility rentals and museum admissions because the museum is closed for renovation until 2017. In FY 2013, the museum generated \$125,000 and in FY 2014 it generated \$143,000. Miscellaneous revenue is typically used to offset costs associated with programs, as well as offset ongoing expenses not covered by the General Fund, but is unavailable for the next several years.

2. The agency wants to treat staff equitably when considering CEC distributions and this would provide the necessary funding for each position. The Federal Fund has 10.75 FTP, which includes staff at the SHPO and the allocation of indirect costs for administration staff. There are 8.75 FTP, plus group positions allocated to the Miscellaneous Revenue Fund. The agency has absorbed the limited CEC adjustments over the last few years; however, they are no longer able to do so.

Agency Request	0.00	11,800	(4,600)	(7,200)	0
<i>The Governor recommends a one-time shift to the General Fund from the Miscellaneous Revenue Fund and federal funds to cover the increase in change in employee compensation, due to decreased revenue and federal funding while the museum is closed for renovation.</i>					
Governor's Recommendation	0.00	35,400	(13,800)	(21,600)	0

2. Records Database License & Maint

The agency requests an ongoing appropriation of \$15,000 from the General Fund for annual software licensing and maintenance costs for a new records management system that will replace the current records inventory tracking and billing systems. The agency was appropriated one-time funding of \$100,000 in FY 2015 to replace the obsolete systems with a new system. The new system is in the process of being procured and will be used to manage government records in the state archives and record center inventories. This system will increase government efficiency, with the management of state records all in one database.

Agency Request	0.00	15,000	0	0	15,000
Governor's Recommendation	0.00	15,000	0	0	15,000

3. Data Storage, Backup, and Recovery

The agency requests an ongoing appropriation of \$20,000 from the General Fund to pay for data storage, backup, and disaster recovery at the State Controller's Office data center. Detailed internal analysis revealed that use of the Controller's data center is a more efficient and cost-effective use of resources than maintaining data storage in-house. The Controller provides data security, stability and backup at a level unattainable by in-house agency management. All digital data created by agency staff will be hosted at the datacenter, and includes files for staff use and public access. The Controller's data center has strict 24/7 security and rigorous safety protocols, which is beyond the agency's internal capability. The data center also has a secure disaster recovery system located offsite. The agency will save approximately 15% of one IT employee's time (\$11,500) to be reallocated to higher level priorities, as well as an average of \$3,000 annually by shifting its data storage to the state's datacenter. Analyst Comment: As of January 2015, the agency also has the option to move its data storage to the Department of Administration's Information Technology Program.

Agency Request	0.00	20,000	0	0	20,000
Governor's Recommendation	0.00	20,000	0	0	20,000

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Enhanced Security of Properties

The agency requests \$100,000 ongoing from the General Fund to extend its security contract to ensure proper and comprehensive security measures at the Old Penitentiary site, Table Rock, the state historical museum's collection storage, and the State Historic Preservation Office (SHPO).

The agency was appropriated funds for its existing security contract for the Idaho State Archives and Old Penitentiary historic district in 2006, in conjunction with the completion of the Idaho History Center. There are currently no security services at Table Rock; vandalism and concerns for public safety prompted this request. Additionally, as part of the agency's zero-based-budgeting analysis, the agency identified risk as a result of insufficient security services. Specifically, the risk to state collections and facilities exists due to the absence of security services at two large agency collection storage warehouses, SHPO and the Bureau of Reclamation Building, both of which are near downtown Boise. The intent of this request is to provide a comprehensive security program to protect the state's historic collection, resources, facilities, and property from damage, vandalism, and theft. It is also intended to provide safety and security for agency staff who often work on evenings and weekends.

Agency Request	0.00	100,000	0	0	100,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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5. Rural Historic Sites Operating Funds

The agency requests an ongoing appropriation of \$45,000 from the General Fund to operate and maintain the state-owned buildings and grounds in Franklin and Hansen, Idaho. The funds will pay for day-to-day operational costs such as utilities, communications, repair and maintenance services.

The agency is responsible for maintaining historical state facilities, including two historic homes, a visitor center, and an exhibition hall open to the public in Franklin; and a historic home, visitor center, outbuildings, and interpretive trail system on the Oregon Trail at the Stricker Ranch facility in Hansen. The operations at the Franklin site have an appropriation of \$1,600. Agency staff from Boise are required to travel to these sites on a regular basis to support educational programming activities, to oversee repair and maintenance activities, to enhance community communication, and to support site coordinators. The costs of utilities, communications, contract site coordinators, repair and maintenance, and agency personnel travel continue to rise annually. The agency expects to spend \$30,000 for the Franklin historic site operations and \$15,000 for the Stricker Ranch/Rock Creek Station facility operations annually.

In FY 2014, the agency spent \$13,100 at Stricker and \$22,000 at Franklin. Expenditures at the Franklin site include lawn care, irrigation, pest control, restroom maintenance, and utility payments. In addition, the agency pays the Franklin Pioneer Association, through a memorandum of understanding, to provide wages for personnel to keep the sites open from April to September. The agency pays the site coordinator a stipend for collections management and for taking care of the site. Expenditures at Stricker include maintenance and repair costs, utilities, and a stipend for the site coordinator. Some, but not all, staff travel necessary to provide support and oversight of the sites has been charged to the sites.

The agency partially relies on local non-profit groups to operate and care for these state assets. At Franklin, a volunteer board provides oversight, and very occasionally, an in-kind donation of painting or other services. At Stricker, the volunteer board hosts education programming. The volunteer board generates minor amounts of fees for programming, which they use for brochures or small incidentals. The agency has raised and invested over \$600,000 in non-General Fund sources to improve these sites and create compelling roadside attractions to enhance Idaho's tourism and economic benefit. While these facility improvements benefit, and have been very welcomed by, the local communities, the agency believes it is not realistic to expect the local communities to fund the associated operating costs for Idaho's state amenities.

Agency Request	0.00	45,000	0	0	45,000
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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6. Museum Business Plan

The agency requests \$75,000 in one-time money from the General Fund to hire a consultant to work with agency personnel to plan, develop, and implement a business plan to maximize the long-term sustainability of the Idaho State Historical Museum once it reopens in 2017. The model for this business plan is taken from the recent expansion of the Utah Natural History Museum.

The agency is currently in a three-year process to renovate and expand the Idaho State Historical Museum. The goals of the project are to repair and replace aging infrastructure that date to the museum’s opening in 1950 in order to address issues of mold and asbestos as well as update heating, electrical and plumbing systems. An additional goal of the expansion is to allow space for more educational programs and events, to feature more artifacts from the museum’s permanent collection, to allow room for special traveling exhibitions, and to realize a level of national excellence with exhibits that inspire Idahoans’ sense of pride in our state, as well as serve an essential educational role for students of all ages.

The agency has a Permanent Building Fund appropriation of \$7 million for the construction and renovation of the building. The agency and its foundation are seeking \$3.5 million in philanthropic gifts/investments from community members, corporations and foundations to pay for the public exhibitions and educational experiences of the upgraded museum. When it reopens, the museum will require an entirely new operating approach to maximize this capital investment. This approach will need to address developing new audiences and rebranding; increasing operating revenue to offset increased utility and infrastructure costs; and leveraging its human resources capacity to maximize the public impact value of the project. The agency believes that a business plan is an essential element in analyzing and making informed decisions about the future of the agency. Specifically, a business plan would complement and expand upon the agency’s strategic plan in order to address long-term sustainability of the museum, including increasing additional operating revenues. If the request is not funded the museum will open as expected, however, it will likely not be leveraged to its full potential, nor operate at the highest level of capacity, efficiency, professional standards or financial self-sustainability.

Agency Request	0.00	75,000	0	0	75,000
Governor's Recommendation	0.00	75,000	0	0	75,000

Idaho State Historical Society

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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7. Buildings and Facilities Repairs

The agency requests an ongoing appropriation of \$75,000 from the General Fund for facilities systems and for equipment replacement and repair to support its 60 historic and modern buildings in Boise and throughout the state. The reason for this request is the agency's recent and ongoing experience in expensive and unpredictable system failures with no access to timely and available project funding. There is no funding in the base budget for this type of expenditure.

In Boise, the agency is responsible for maintaining destination facilities that are heavily used by the public, including the Idaho State Historical Museum; the Old Idaho Penitentiary historic district including the roadway and structures in the Old Pen campus; the Assay Office; the Idaho State History Center, including the Idaho State Archives and State Records Center; the Bureau of Reclamation Building; one leased warehouse for records storage, and two collections storage warehouses. Outside of Boise, the agency is responsible for five buildings, including two historic homes, a visitor center, and an exhibition hall which are open to the public and comprise the state's Franklin historic properties in Franklin, Idaho; a historic home, visitor center, outbuildings, and interpretive trail system on the Oregon trail at its Stricker Ranch historic site in Hansen; and Idaho's first public building, the Pierce Courthouse, in Pierce, Idaho.

Building maintenance and deferred maintenance has been an ongoing problem. For example, in the fall of 2014, an HVAC compressor and fire panel at the Idaho History Center failed. Additionally, the agency was informed that numerous trees on its Assay office site had reached their full lifespan and were a public safety hazard. The estimated expenses to address these unforeseen challenges were well in excess of \$50,000. Because there is no contingency to maintain the agency's properties, alternative solutions that can impact other projects have to be found to protect public safety and state property. This year, the agency requested approval from the Division of Public Works to put an alteration and repair project scheduled at the Pierce Courthouse on hold in order to make the appropriate building repairs at the History Center. This approach is not sustainable.

Agency Request	0.00	75,000	0	0	75,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Idaho State Historical Society

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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8. Textile and Costume Digitalization

The agency requests \$150,000 in one-time money from the General Fund and \$100,000 in one-time money from the Miscellaneous Revenue Fund to digitize approximately 1,000 items from the costume, accessories, and textile collection of the Idaho State Historical Museum. The digital images will be three-dimensional and will be placed in an online gallery on the agency's website. If funded, the agency will partner with the Idaho Virtualization Laboratory (IVL) of the Idaho Museum of Natural History in Pocatello. They plan to incorporate state-of-the-art technology in partnership with one of the world's top 3D scanning facilities for items of cultural and historical heritage, which is intended to bring collections access to rural Idaho and beyond.

If funded, this project will make available textile artifacts that include women's, men's, and children's clothing and accessories dating from territorial times to present day. Historically, textiles reveal urban and rural landscapes, highlight craftsmanship, and make known industrial and technological limitations and advances through time. The museum holds over 11,000 costumes and accessories, ranging from First Lady inaugural gowns to military uniforms from the Civil War through today. In 2009, the museum acquired the Moore-Cunningham family costume collection. No other collection in the museum spans such a variety and length of time, showcasing the heritage of one Idaho family. Fabric-based artifacts are inherently fragile and susceptible to damages from light and fluctuations in the environment, needing specialized care and limited time spans for physical display exhibitions, which makes the digital costume project ideal for 3D technology.

This on-line access will complement a costume gallery planned for the renovated and expanded State Historical Museum, as well. The total cost to launch this pilot initiative is \$250,000. The agency has raised \$100,000 in private funding that will be used to hire a project curator to identify and prioritize items to be digitized, create a database, and work with contractors to design and implement the project. Private funds will also be used to create the appropriate web platform for the agency's website. The remainder of the project would be supplemented by the General Fund request of \$150,000.

Agency Request	0.00	150,000	100,000	0	250,000
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The Governor recommends ongoing dedicated spending authority for a curator position. The Governor does not recommend General Funds to contract with the Idaho Virtualization Laboratory for textile and artifact digitization.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>100,000</i>	<i>0</i>	<i>100,000</i>
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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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9. National History Day Position

The agency requests one FTP and \$47,700 from the General Fund to extend the impact of its National History Day in Idaho Program through incremental program investment. The state program currently reaches 1,450 students. The agency seeks to leverage this existing program because National History Day has proven, national results in enhancing student achievement. Incremental investment in this program, especially during the period when the State Historical Museum is closed for renovation, can deliver results in assisting the state of Idaho build student achievement.

The agency seeks to convert one part-time employee in a group position to full-time permanent status and increase outreach resources to strengthen this program outside of Boise, especially in the Lewiston and Coeur d’Alene regions. Current program enrollment is as follows: Treasure Valley, 850 students; Southeast Idaho, 400 students; North Idaho, 250 students. The long term vision for this program is to reach 10,000 student participants in Idaho.

The current staffing level is one-half of a group position. The program's base budget is approximately \$30,000 annually, with funding from the General Fund and private contributions. There is no money in the existing operating fund to pay for student scholarships, achievement awards, and teacher training.

National History Day (NHD) is a widely used curriculum-based, year-long academic program for elementary and secondary school students. Each year, more than half a million students, encouraged by thousands of teachers nationwide, participate in the NHD contest. Students choose historical topics related to a theme and conduct extensive primary and secondary research through libraries, archives, museums, oral history interviews and historic sites. After analyzing and interpreting their sources and drawing conclusions about their topics’ significance in history, students present their work in original papers, websites, exhibits, performances and documentaries. These products are entered into competitions in the spring, at local, state and national levels where they are evaluated by professional historians and educators. The program culminates in a national competition each June, held at the University of Maryland.

The agency has been the Idaho sponsor of NHD for over 27 years, coordinating the regional and state-level competitions and providing support for teachers and students throughout the school year. Annually, over 1,400 students from elementary, middle and high schools around the state take part in NHD and approximately 50 attend the national competition in June of each year. A recent nationwide evaluation of NHD found that students who participated in the program perform better on high-stakes tests, are better writers, more confident and capable researchers, and have a more mature perspective on current events and civic engagement than their peers. Participants also showed a greater ability to collaborate with peers, manage their time and persevere – all skills employers say are lacking in today’s workforce. Additionally, the College of Idaho provides three scholarships each year for NHD students to attend the C of I. Each scholarship is worth \$35,000.

If the request is not funded, the agency will continue to offer this program at its existing level. The program will not be leveraged to its full potential, which in effect denies access to schools and students who would benefit from a national-level program that has proven results in increasing student academic achievement and building 21st century skills.

Agency Request	1.00	47,700	0	0	47,700
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Idaho State Historical Society

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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10. Idaho Digital Newspaper Project

The agency received a two-year federal grant to digitize 100,000 keyword searchable pages of Idaho territorial newspapers (1864-1890) for free online public access, via the web pages of the Library of Congress and the Idaho State Historical Society. The first nine months of operating expenditures for the grant were appropriated in FY 2014 and \$160,000 in operating expenditures were appropriated from the Federal Grant Fund to cover the projected expenditures in FY 2015. This request seeks \$58,800 in one-time funds to finalize the grant award, which runs from September, 2013 through September, 2015.

The National Digital Newspaper Program, a partnership between the Library of Congress (LC) and the National Endowment for the Humanities (NEH), is a multiyear effort that began in 2004 to develop an internet based, searchable database of US newspapers with descriptive information and select digitization of historic pages. Supported by NEH, this rich digital resource will be developed and permanently maintained at the LC

Agency Request	0.00	0	0	58,800	58,800
Governor's Recommendation	0.00	0	0	58,800	58,800

FY 2016 Total					
Agency Request	50.02	3,137,200	1,656,800	1,397,000	6,191,000
Governor's Recommendation	49.02	2,761,300	1,652,600	1,393,600	5,807,500

Agency Request					
Change from Original App	1.00	548,100	105,900	(98,600)	555,400
% Change from Original App	2.0%	21.2%	6.8%	(6.6%)	9.9%
Governor's Recommendation					
Change from Original App	0.00	172,200	101,700	(102,000)	171,900
% Change from Original App	0.0%	6.7%	6.6%	(6.8%)	3.1%

Idaho Commission for Libraries

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	3,179,200	3,165,200	3,510,700	3,831,000	3,583,400
Dedicated	75,300	90,200	74,400	70,000	70,000
Federal	1,549,600	1,443,800	1,571,200	1,616,600	1,607,700
Total:	4,804,100	4,699,200	5,156,300	5,517,600	5,261,100
Percent Change:		(2.2%)	9.7%	7.0%	2.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,280,100	2,204,100	2,371,700	2,491,800	2,435,300
Operating Expenditures	2,288,000	2,336,600	2,422,600	2,485,000	2,485,000
Capital Outlay	50,000	14,300	76,000	70,800	70,800
Trustee/Benefit	186,000	144,200	286,000	470,000	270,000
Total:	4,804,100	4,699,200	5,156,300	5,517,600	5,261,100
Full-Time Positions (FTP)	40.50	40.50	39.50	39.50	37.50

Division Description

The Idaho Commission for Libraries (ICfL) assists in statewide library development, and provides continuing education and consultant services to the library community. ICfL also coordinates various statewide programs, administers grants, advocates for library services, and facilitates planning for library development. The Idaho Commission for Libraries is governed by the Board of Library Commissioners and organized within the Department of Self-Governing Agencies. Prior to July 1, 2009, the commission was organized within the State Board of Education.

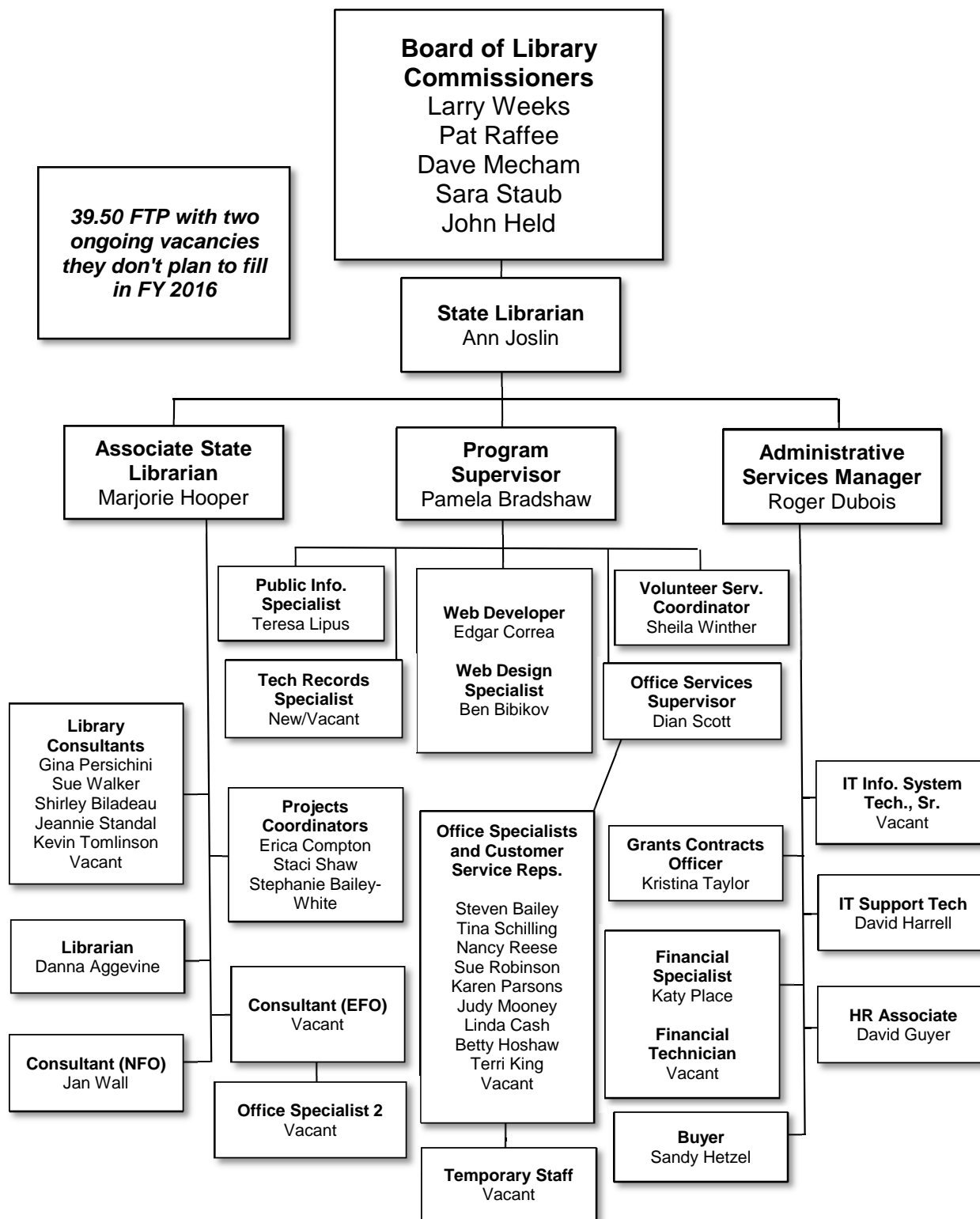
The state librarian is appointed by the Board of Library Commissioners and serves as the commission's chief executive officer. The state librarian is charged with implementing the board's policies and rules, and with managing the operations of the commission. The commission has office locations in Boise, Moscow and Idaho Falls.

Idaho Commission for Libraries

Agency Profile

Analyst: Lockett

Organizational Chart



Idaho Commission for Libraries

Agency Profile

Analyst: Lockett

Fund Source & Description

1. General Fund (0001)

2. Library Services Improvement Fund (0304)

This fund receives and disburses moneys through appropriations and donations as described in Section 33-2506, Idaho Code. The balances in this fund are invested by the State Treasurer and earned interest is returned to the fund. Private grant and foundation funds may also be deposited. This fund is continuously appropriated and is therefore not calculated in their total appropriation for budgeting purposes. As of October 2014, the fund balance was approximately \$200,000.

3. American Reinvestment (0346)

Used to account for receipts and disbursements from the federal American Recovery and Reinvestment Act of 2009.

4. Federal Grant (0348)

Federal grant moneys include the Library Services & Technology Act (LSTA) (20 USC §9121 et seq.) as authorized by the Museum and Library Services Act (20 USC §9101 et seq.). The grant is administered by the Institute of Museums and Library Services. Additional moneys are received from the National Endowment for the Humanities (NEH) General Programs, as well as other federal grant sources.

5. Miscellaneous Revenue (0349)

Miscellaneous revenue includes patron donations, as well as grant and foundation funds. Revenues received may be matched with federal grants.

Annual Budget by Fund: Dollar Amount and Percent of Total

FUND	FY 2012 Actual		FY 2013 Actual		FY 2014 Actual		FY 2015 Estimate		FY 2016 Request	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0001	2,957,200	58%	3,130,500	60%	3,165,200	67%	3,510,700	68%	3,831,000	69%
0346	799,200	16%	669,200	13%	0	0%	0	0%	0	0%
0348	1,255,900	25%	1,412,800	27%	1,443,800	31%	1,571,200	30%	1,616,600	29%
0349	48,500	1%	25,200	0%	90,200	2%	74,400	1%	70,000	1%
TOTAL	5,060,800	100%	5,237,700	100%	4,699,200	100%	5,156,300	100%	5,517,600	100%
0304*	305,800		72,500		8,500		0		0	

Key Services Provided

	FY 2011	FY 2012	FY 2013	FY 2014
Talking Book: Patrons	3,398	3,442	3,430	3,445
Talking Book: Circulations	208,058	214,731	211,283	206,584
Public Libraries Attendance**	8,318,902	8,417,783	8,822,272	8,594,811
Continuing Ed: Events	73	36	76	35
Continuing Ed: Participants	1,294	1,998	715	770
E-Courses Completed	582	410	1,472	6,012

** Most libraries operate on the federal fiscal year of October 1 - September 30. The latest data from public libraries therefore lags by one year.

Idaho Commission for Libraries

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	39.50	3,510,700	5,156,300	39.50	3,510,700	5,156,300
Removal of One-Time Expenditures	0.00	(141,100)	(145,300)	0.00	(141,100)	(145,300)
Base Adjustments	0.00	0	0	(2.00)	0	0
FY 2016 Base	39.50	3,369,600	5,011,000	37.50	3,369,600	5,011,000
Benefit Costs	0.00	25,500	36,000	0.00	17,500	24,700
Inflationary Adjustments	0.00	30,600	30,600	0.00	30,600	30,600
Replacement Items	0.00	20,800	40,800	0.00	20,800	40,800
Statewide Cost Allocation	0.00	200	200	0.00	200	200
Change in Employee Compensation	0.00	15,000	19,500	0.00	44,700	58,200
FY 2016 Program Maintenance	39.50	3,461,700	5,138,100	37.50	3,483,400	5,165,500
1. Personnel Cost Increases	0.00	69,300	83,900	0.00	0	0
2. Library Broadband Reimbursement	0.00	200,000	200,000	0.00	0	0
3. Read To Me "Mini-Grants"	0.00	100,000	100,000	0.00	100,000	100,000
4. Misc Revenue Adjustment	0.00	0	(4,400)	0.00	0	(4,400)
FY 2016 Total	39.50	3,831,000	5,517,600	37.50	3,583,400	5,261,100
Change from Original Appropriation	0.00	320,300	361,300	(2.00)	72,700	104,800
% Change from Original Appropriation		9.1%	7.0%		2.1%	2.0%

Idaho Commission for Libraries

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	39.50	3,510,700	74,400	1,571,200	5,156,300
Removal of One-Time Expenditures					
Agency Request	0.00	(141,100)	0	(4,200)	(145,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(141,100)</i>	<i>0</i>	<i>(4,200)</i>	<i>(145,300)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends a reduction of 2.0 FTP from the General Fund.</i>					
<i>Governor's Recommendation</i>	<i>(2.00)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Base					
Agency Request	39.50	3,369,600	74,400	1,567,000	5,011,000
<i>Governor's Recommendation</i>	<i>37.50</i>	<i>3,369,600</i>	<i>74,400</i>	<i>1,567,000</i>	<i>5,011,000</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	25,500	0	10,500	36,000
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>17,500</i>	<i>0</i>	<i>7,200</i>	<i>24,700</i>
Inflationary Adjustments					
The commission requests \$6,200 in general inflation from the General Fund for the cost of web hosting for their web pages. The commission also requests \$24,400 for 5% contract inflation from the General Fund for the Libraries Linking Idaho databases (LiLi-D). LiLi-D provides a wide range of online resources for libraries statewide.					
Agency Request	0.00	30,600	0	0	30,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>30,600</i>	<i>0</i>	<i>0</i>	<i>30,600</i>
Replacement Items					
The commission requests \$20,800 from the General Fund and \$20,000 from the Federal Grant Fund to replace three servers that are currently running on obsolete software. Two of the servers are \$10,400 each and are ten years old. The third server costs \$20,000 and is seven years old.					
Agency Request	0.00	20,800	0	20,000	40,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>20,800</i>	<i>0</i>	<i>20,000</i>	<i>40,800</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This request includes an increase of \$3,000 for Attorney General fees, a decrease of \$3,300 for risk management costs, an increase of \$700 for State Controller fees, and a reduction of \$200 for State Treasurer fees for an overall increase of \$200.					
Agency Request	0.00	200	0	0	200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>200</i>	<i>0</i>	<i>0</i>	<i>200</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	15,000	0	4,500	19,500
<i>The Governor recommends a 3% increase in 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>44,700</i>	<i>0</i>	<i>13,500</i>	<i>58,200</i>
FY 2016 Program Maintenance					
Agency Request	39.50	3,461,700	74,400	1,602,000	5,138,100
<i>Governor's Recommendation</i>	<i>37.50</i>	<i>3,483,400</i>	<i>74,400</i>	<i>1,607,700</i>	<i>5,165,500</i>

Idaho Commission for Libraries

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Personnel Cost Increases

The commission requests \$69,300 from the General Fund and \$14,600 from the Federal Grant Fund for a total of \$83,900 in ongoing funds to phase in pay increases to implement the commission's internal compensation plan. The commission seeks to address salary compression and gain the ability to move employees who meet performance expectations forward in their pay grade in accordance with the state's Hay Compensation Plan. The request will begin to address pay inequities for employees of the commission.

Although the commission's average years of service is 13, the commission does not have any staff that are at 100% of market rate (also called policy rate). According to Idaho's compensation plan, performing employees should be paid at least 100% of market rate for their class. Examples of long-term performing employees who lag considerably in pay rate include one who is at 89% of market rate after 25 years of service, one who is at 87% after 28 years, and another who is at 85% after 22 years.

Examples of salary compression include four employees who are in the same class, all of whom are at 80% of market rate, but have been in their positions 13 years, nine years, seven years, and one year, respectively. The commission believes the first three employees should be paid at 100% of market rate or higher. At the FY 2014 compensation rates for this class, there is a \$6.23/hour difference between 80% and 100%, or a \$13,000 annual difference in pay per employee.

The commission has taken small steps over the past five years to address the most serious inequities, but many remain, and new ones are emerging. Without regular permanent increases in personnel appropriations the commission believes they will continue to significantly underpay their employees, and also continue to have challenges recruiting qualified applicants.

The FY 2015 personnel cost base is \$1,786,900 in the General Fund and \$565,500 in federal funds, which makes this request equivalent to slightly more than an 1% increase in the commission's personnel budget. If funded, this request will target 14 employees.

Agency Request	0.00	69,300	0	14,600	83,900
<i>The Governor does not recommend increased personnel cost funding. He recommends agencies develop targeted merit-based compensation plans with the recommend 3% CEC to address pay issues.</i>					
Governor's Recommendation	0.00	0	0	0	0

Idaho Commission for Libraries

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Library Broadband Reimbursement

The commission requests \$200,000 in ongoing trustee & benefit payments from the General Fund to help meet the expanding need for internet access in the state's 144 public library buildings. The request seeks to support the role of public libraries as partners in community development and sustainability by providing reimbursement for a portion of public libraries' internet service provider (ISP) charges. The request is for ongoing funds. The commission has noted an expanding customer base as more Idahoans become broadband users and as more information, services, and opportunities become available via the internet, and often only via the internet (such as homework resources, job applications, unemployment benefits, and GED tests).

Idaho residential broadband deployment lags significantly behind the national average. The agency believes that Idahoans without sufficient internet access are shut off from jobs, government services, health care and education, and the social and economic effects of that gap are looming larger. Idaho's 144 public library locations play a significant role in filling that gap; 70% report they are the only source of free broadband in their communities. This initiative is not expected to significantly impact staff time or existing operations. The application process for reimbursement will be fairly simple, and the field consultants will incorporate any technical assistance needed during the first year into their work plans. The reimbursements will be approximately 20% of the libraries' current charges and will be made quarterly or biannually, and will be folded into the fiscal office's regular work flow.

Furthermore, the commission has found that public library boards are already working with stretched local budgets. They see broadband expenditures competing against those for new materials, additional computers, programming for teens and children, other services, hours open, and staff. If this request is not funded, some libraries will not be able to increase their broadband capacity as their need grows; others may need to reduce their capacity as a cost-cutting measure. Those communities will see static or decreased broadband capacity at a time when the demand is increasing for access to online information, services, and opportunities.

Agency Request	0.00	200,000	0	0	200,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Idaho Commission for Libraries

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. Read To Me "Mini-Grants"

The commission requests \$100,000 in ongoing trustee & benefit payments from the General Fund for Read to Me "mini-grants." If funded, their total ongoing appropriation for the Read to Me Program would be \$200,000. The goal of the program is to increase convenient access to quality, age-appropriate fiction and non-fiction books for young children who are unlikely to have them at home.

The commission's Read to Me Program has documented success in improving early literacy skills, by changing parent/caregiver behavior to increase the time they dedicate to reading to their children and talking about what they read. Further state investment in the Read to Me Program is a low-cost and effective way to increase early literacy skills and develop proficient readers, who will be more likely to go on to be successful in post-secondary education and in a career. This request is made because it supports the state's efforts to improve reading proficiency and ensure that Idaho children are reading at grade level by third grade. A good education is founded on solid early literacy skills and proficient reading ability. Literacy is essential to success in today's economy.

The first "mini-grant" appropriation was \$100,000 from the General Fund in FY 2013. Ninety-seven public and elementary school libraries applied for a total of \$357,000. The appropriation was awarded to 29 libraries and the commission was unable to fund the other 68 requests (70%). In FY 2014, they limited the program to elementary school libraries and again, they were only able to fund 61% of the requests. In FY 2015, the commission was appropriated a one-time increase of \$100,000 for a total of \$200,000 and they were able to fund about 60% of the requests. With a current count of 264 schools that serve grades 1 - 3 statewide, only 35% have received funding from the "mini-grant" program over the course of three years.

The 2012 Idaho Comprehensive Literacy Plan states that "School libraries should have a minimum of 20 books per child to enable children to take multiple books home at each visit. In addition, it is recommended that . . . two new books per child should be added to the school library collection each year to allow for the addition of important new titles." Furthermore, research shows that the best way to improve a child's reading skills is to assure that s/he has convenient access to reading materials because the availability of reading material in the home, whether owned or borrowed from the library, is directly associated with children's achievement in reading comprehension. The Read to Me Program has documented success in improving early literacy skills by changing parent/caregiver behavior to increase their time reading to their children and talking about what they read. Further state investment in the Read to Me Program is a low-cost and effective way to increase early literacy skills and to develop proficient readers who will likely be more successful in post-secondary education and in a career.

Agency Request	0.00	100,000	0	0	100,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>100,000</i>	<i>0</i>	<i>0</i>	<i>100,000</i>

4. Misc Revenue Adjustment

The commission requests a miscellaneous revenue adjustment to move \$31,600 out of capital outlay and trustee & benefit payments and into operating expenditures. This request also removes \$4,400 in trustee & benefits payments outright. This adjustment is requested to accurately align appropriation across the commission to better match anticipated revenues from donations to their actual uses.

Agency Request	0.00	0	(4,400)	0	(4,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(4,400)</i>	<i>0</i>	<i>(4,400)</i>

FY 2016 Total

Agency Request	39.50	3,831,000	70,000	1,616,600	5,517,600
<i>Governor's Recommendation</i>	<i>37.50</i>	<i>3,583,400</i>	<i>70,000</i>	<i>1,607,700</i>	<i>5,261,100</i>

Agency Request					
Change from Original App	0.00	320,300	(4,400)	45,400	361,300
% Change from Original App	0.0%	9.1%	(5.9%)	2.9%	7.0%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>(2.00)</i>	<i>72,700</i>	<i>(4,400)</i>	<i>36,500</i>	<i>104,800</i>
<i>% Change from Original App</i>	<i>(5.1%)</i>	<i>2.1%</i>	<i>(5.9%)</i>	<i>2.3%</i>	<i>2.0%</i>

State Lottery

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	5,423,700	4,999,100	5,627,700	5,661,700	5,696,000
Percent Change:		(7.8%)	12.6%	0.6%	1.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,778,500	2,665,700	2,890,400	2,930,800	2,965,100
Operating Expenditures	2,560,300	2,252,900	2,616,600	2,648,200	2,648,200
Capital Outlay	84,900	80,500	120,700	82,700	82,700
Total:	5,423,700	4,999,100	5,627,700	5,661,700	5,696,000
Full-Time Positions (FTP)	47.00	47.00	47.00	47.00	45.00

Division Description

Voters approved the creation of a state lottery in November 1988, and the Idaho Lottery was established in 1989. The mission of the Idaho Lottery is to maximize net income and the resulting annual dividend payment for Idaho public buildings and schools. The Lottery's net income has therefore historically been split equally between the Permanent Building Fund and the School District Building Fund.

In 2009, H275 provided that, beginning on July 1, 2009, so long as transfers to the Permanent Building Fund and the School District Building Fund reach FY 2008 levels or \$17,000,000 for each fund, transfers of net income to the Permanent Building Fund and School District Building Fund shall decrease to three-eighths each, and the remaining one-fourth of net lottery income shall transfer to the Bond Levy Equalization Fund. H478 of 2014 extended the sunset of the original legislation to July 1, 2019 (the legislation was originally set to expire September 30, 2014). After FY 2019, the lottery will again provide half of net income to the Permanent Building Fund and half of net income to the School District Building Fund.

Since its inception in 1989, the lottery has distributed \$649.5 million in dividends to the Permanent Building Fund and School District Building Fund. The Idaho Lottery Commission is a five-member board appointed by the Governor. Appointees serve five-year terms. The commission adopts rules for the agency, approves contracts, and monitors Idaho Lottery operations.

State Lottery Agency Profile

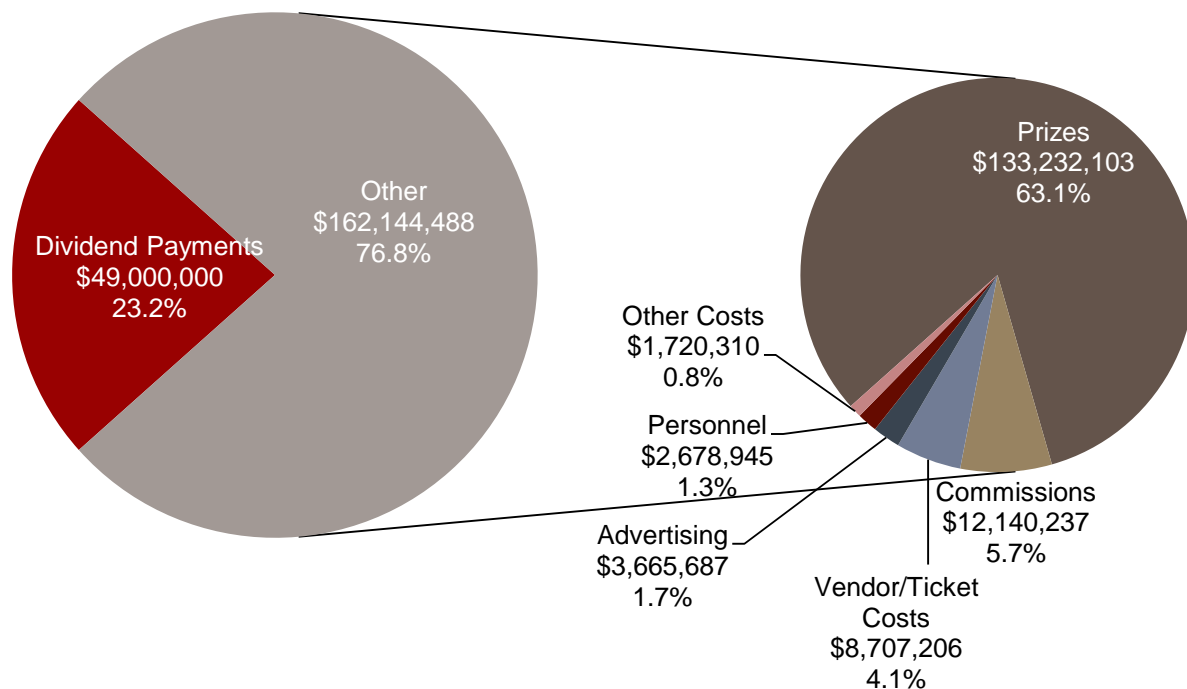
Analyst: Bybee

REVENUE DISTRIBUTION

Statutory Requirements §67-7430 et.seq., Idaho Code:

1. Prize payout shall be no less than 45% of lottery revenues.
2. Administrative costs shall not exceed 15% of lottery revenue during any fiscal year.
3. Advertising and promotional costs shall not exceed 3.5% of lottery revenue during any fiscal year.

FY 2014 Revenue Distributions \$211,144,488



REVENUE DISTRIBUTION FY 2012 - FY 2014

	FY 2012	FY 2013	FY 2014
Dividend Payments	\$41,500,000	\$48,200,000	\$49,000,000
Prizes	\$108,862,168	\$122,888,172	\$133,232,103
Commissions	\$10,412,783	\$11,493,474	\$12,140,237
Vendor/Ticket Costs	\$7,101,039	\$8,170,958	\$8,707,206
Advertising	\$3,727,557	\$3,607,520	\$3,665,687
Personnel	\$2,277,965	\$2,702,666	\$2,678,945
Other Costs	\$1,670,394	\$1,729,836	\$1,720,310
Total	\$175,551,906	\$198,792,626	\$211,144,488

State Lottery Agency Profile

Analyst: Bybee

DIVIDEND PAYMENTS

Statutory Requirements §67-7434, Idaho Code: (effective until July 1, 2019)

1. Lottery dividends shall be split three ways.
 - a. Three-eighths (3/8) shall be transferred to the Permanent Building Fund.
 - b. Three-eighths (3/8) shall be transferred to the School District Building Fund.
 - c. One-fourth (1/4) shall be transferred to the Bond Levy Equalization Fund.

2. The lottery shall ensure that distributions made to the permanent building fund and the school district building account shall not be less than the amount those accounts received for fiscal year 2008 (\$17,000,000 each)
 - a. If total dividends are less than 2008 levels, then the dividend shall be split 50-50 between the permanent building fund and school district building fund.

3. If a full one-fourth (1/4) of the dividend cannot be distributed, the difference shall be deducted from the portion going to bond levy equalization.

Due to timing, revenues are distributed in the fiscal year following that which they are collected.

Fiscal Year	Permanent Building Fund	School Buildings Fund	Bond Levy Equalization	Total Dividend Payment
2007	\$ 16,500,000	\$ 16,500,000		\$ 33,000,000
2008	\$ 17,000,000	\$ 17,000,000		\$ 34,000,000
2009	\$ 17,000,000	\$ 17,000,000	\$ 750,000	\$ 34,750,000
2010	\$ 17,000,000	\$ 17,000,000	\$ 1,000,000	\$ 35,000,000
2011	\$ 17,000,000	\$ 17,000,000	\$ 2,500,000	\$ 36,500,000
2012	\$ 17,000,000	\$ 17,000,000	\$ 3,000,000	\$ 37,000,000
2013	\$ 17,000,000	\$ 17,000,000	\$ 7,500,000	\$ 41,500,000
2014	\$ 18,075,000	\$ 18,075,000	\$ 12,050,000	\$ 48,200,000
2015	\$ 18,375,000	\$ 18,375,000	\$ 12,250,000	\$ 49,000,000
2016*	\$ 18,562,500	\$ 18,562,500	\$ 12,375,000	\$ 49,500,000

**Amount shown for FY 2016 is a forecast based on historical growth in Lottery dividend payments.*

State Lottery

Comparative Summary

Analyst: Bybee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	47.00	0	5,627,700	47.00	0	5,627,700
Removal of One-Time Expenditures	0.00	0	(91,300)	0.00	0	(91,300)
Base Adjustments	0.00	0	0	(2.00)	0	0
FY 2016 Base	47.00	0	5,536,400	45.00	0	5,536,400
Benefit Costs	0.00	0	40,400	0.00	0	27,300
Inflationary Adjustments	0.00	0	37,800	0.00	0	37,800
Replacement Items	0.00	0	29,300	0.00	0	29,300
Statewide Cost Allocation	0.00	0	(6,200)	0.00	0	(6,200)
Change in Employee Compensation	0.00	0	24,000	0.00	0	71,400
FY 2016 Total	47.00	0	5,661,700	45.00	0	5,696,000
Change from Original Appropriation	0.00	0	34,000	(2.00)	0	68,300
% Change from Original Appropriation			0.6%			1.2%

State Lottery

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	47.00	0	5,627,700	0	5,627,700
Removal of One-Time Expenditures					
Removes \$24,000 in personnel costs for one-time CEC and \$67,300 in capital outlay for replacement items which included \$6,500 for eight desktop computers, \$4,200 for three laptop computers, \$1,900 for one LCD management console, and \$54,700 for an interactive voice response server.					
Agency Request	0.00	0	(91,300)	0	(91,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(91,300)</i>	<i>0</i>	<i>(91,300)</i>
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends reducing the FTP count by 2.</i>					
<i>Governor's Recommendation</i>	<i>(2.00)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Base					
Agency Request	47.00	0	5,536,400	0	5,536,400
<i>Governor's Recommendation</i>	<i>45.00</i>	<i>0</i>	<i>5,536,400</i>	<i>0</i>	<i>5,536,400</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	40,400	0	40,400
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>27,300</i>	<i>0</i>	<i>27,300</i>
Inflationary Adjustments					
Reflects a 1.5% increase over base operating expenditures of \$2,552,900. The request includes increases for professional services, administrative services, manufacturing and merchandising costs, computer supplies, and utility charges.					
Agency Request	0.00	0	37,800	0	37,800
<i>Recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>37,800</i>	<i>0</i>	<i>37,800</i>
Replacement Items					
Includes \$12,000 for a server rack, \$3,000 for one server, \$2,000 for one switch, \$1,600 for eight monitors, \$5,600 for eight computers, and \$5,100 for one Mac Pro workstation.					
Agency Request	0.00	0	29,300	0	29,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>29,300</i>	<i>0</i>	<i>29,300</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$4,000 for Attorney General fees, a decrease of \$2,400 for risk management costs, an increase of \$400 for State Controller fees, and a reduction of \$200 for State Treasurer fees, for a total decrease of \$6,200 below the SWCAP base of \$63,700.					
Agency Request	0.00	0	(6,200)	0	(6,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(6,200)</i>	<i>0</i>	<i>(6,200)</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	24,000	0	24,000
<i>The Governor recommends a 3% increase in 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>71,400</i>	<i>0</i>	<i>71,400</i>

State Lottery

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Total					
Agency Request	47.00	0	5,661,700	0	5,661,700
<i>Governor's Recommendation</i>	45.00	0	5,696,000	0	5,696,000
Agency Request					
Change from Original App	0.00	0	34,000	0	34,000
% Change from Original App	0.0%		0.6%		0.6%
<i>Governor's Recommendation</i>					
Change from Original App	(2.00)	0	68,300	0	68,300
% Change from Original App	(4.3%)		1.2%		1.2%

Medical Boards

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Board of Dentistry	541,600	466,500	536,200	543,200	546,700
Board of Medicine	1,717,500	1,474,300	1,683,600	1,693,800	1,704,100
Board of Nursing	1,240,500	1,121,000	1,362,100	1,364,600	1,352,300
Board of Pharmacy	1,577,200	1,550,800	1,624,200	1,603,300	1,582,100
Board of Veterinary Medicine	238,600	203,700	271,600	269,400	270,900
Total:	5,315,400	4,816,300	5,477,700	5,474,300	5,456,100
BY FUND CATEGORY					
Dedicated	5,168,900	4,684,700	5,477,700	5,474,300	5,456,100
Federal	146,500	131,600	0	0	0
Total:	5,315,400	4,816,300	5,477,700	5,474,300	5,456,100
Percent Change:		(9.4%)	13.7%	(0.1%)	(0.4%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,772,900	2,617,700	2,985,200	3,070,400	3,085,100
Operating Expenditures	2,522,300	2,173,800	2,430,400	2,321,600	2,321,600
Capital Outlay	20,200	24,800	62,100	82,300	49,400
Total:	5,315,400	4,816,300	5,477,700	5,474,300	5,456,100
Full-Time Positions (FTP)	43.30	43.30	44.40	44.60	44.60

Division Description

The Division of Medical Boards includes five boards that regulate various medically-related professions in Idaho. Brief descriptions of each of the medical boards are as follows:

The Board of Dentistry assures the public health, safety and welfare in the state of Idaho by providing for the licensure and regulation of dentists and dental hygienists. Revenues are generated from licensing, regulatory fees, photocopying, and fines.

The Board of Medicine assures the health, safety and welfare of the public by providing for the licensure and regulation of physicians and other healthcare providers. Revenues are generated from licensing and registration fees, printed materials, and rosters.

The Board of Nursing regulates nursing practice and education for the purpose of safeguarding the public health, safety, and welfare. Revenues are generated from licensing, exam fees, endorsements, and renewal and reinstatement fees.

The Board of Pharmacy promotes, preserves, and protects the health, safety, and welfare of the public through the effective control and regulation of the practice of pharmacy. Revenues are generated from licensing, registrations, exam fees, fines, and practitioner lists.

The Board of Veterinary Medicine administers and enforces state laws regarding licensure of persons providing veterinary medical services and upholds the quality of those services in Idaho. Revenues are generated from licensing, exam fees, certifications, and fines.

Medical Boards Agency Profile

Analyst: Tatro

Medical Boards Free Fund Balances

	FY 2012 (Actual)	FY 2013 (Actual)	FY 2014 (Actual)	FY 2015 (Estimate)	FY 2016 (Request)
Board of Dentistry					
Beginning Free Fund Balance	\$953,900	\$684,400	\$1,067,400	\$706,300	\$992,300
Revenues	\$90,400	\$806,300	\$105,400	\$822,200	\$97,200
Expenditures	(\$360,000)	(\$423,200)	(\$466,500)	(\$536,200)	(\$544,100)
Other Adjustments*	\$100	(\$100)	\$0	\$0	\$0
Ending Free Fund Balance	\$684,400	\$1,067,400	\$706,300	\$992,300	\$545,400
Board of Medicine					
Beginning Free Fund Balance	\$1,100,700	\$1,443,800	\$1,849,700	\$2,281,000	\$2,676,400
Revenues	\$1,644,900	\$1,839,600	\$1,889,300	\$1,989,000	\$2,039,000
Expenditures	(\$1,283,000)	(\$1,458,600)	(\$1,474,200)	(\$1,593,600)	(\$1,698,400)
Other Adjustments*	(\$18,800)	\$24,900	\$16,200	\$0	(\$32,000)
Ending Free Fund Balance	\$1,443,800	\$1,849,700	\$2,281,000	\$2,676,400	\$2,985,000
Board of Nursing					
Beginning Free Fund Balance	\$1,548,000	\$1,925,100	\$2,050,100	\$2,488,000	\$2,260,900
Revenues	\$1,370,400	\$1,149,200	\$1,558,900	\$1,135,000	\$1,336,500
Expenditures	(\$993,300)	(\$1,024,200)	(\$1,121,000)	(\$1,362,100)	(\$1,269,300)
Other Adjustments*	\$0	\$0	\$0	\$0	\$0
Ending Free Fund Balance	\$1,925,100	\$2,050,100	\$2,488,000	\$2,260,900	\$2,328,100
Board of Pharmacy					
Beginning Free Fund Balance	\$1,591,000	\$1,664,500	\$1,749,800	\$2,000,900	\$2,136,300
Revenues	\$1,292,600	\$1,358,500	\$1,704,900	\$1,793,100	\$1,885,700
Expenditures	(\$1,138,000)	(\$1,241,200)	(\$1,419,200)	(\$1,624,200)	(\$1,620,500)
Other Adjustments*	(\$81,100)	(\$32,000)	(\$34,600)	(\$33,500)	(\$35,000)
Ending Free Fund Balance	\$1,664,500	\$1,749,800	\$2,000,900	\$2,136,300	\$2,366,500
Board of Veterinary Medicine					
Beginning Free Fund Balance	\$146,800	\$180,000	\$182,200	\$238,900	\$246,900
Revenues	\$215,000	\$233,400	\$260,400	\$239,600	\$244,800
Expenditures	(\$181,900)	(\$231,100)	(\$203,800)	(\$231,600)	(\$229,400)
Other Adjustments*	\$100	(\$100)	\$100	\$0	\$0
Ending Free Fund Balance	\$180,000	\$182,200	\$238,900	\$246,900	\$262,300

* Other adjustments may include encumbrances, transfers, reversions, or amounts needed for rounding.

Source: Data was provided by each medical board for receipts, other adjustments, and balance amounts through the budget submission process. Expenditures are provided as reported by the State Controller.

Medical Boards

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	44.40	0	5,477,700	44.40	0	5,477,700
Removal of One-Time Expenditures	0.00	0	(325,200)	0.00	0	(325,200)
Base Adjustments	0.00	0	(2,400)	0.00	0	(2,400)
FY 2016 Base	44.40	0	5,150,100	44.40	0	5,150,100
Benefit Costs	0.00	0	42,300	0.00	0	29,200
Inflationary Adjustments	0.00	0	1,200	0.00	0	1,200
Replacement Items	0.00	0	70,300	0.00	0	37,400
Statewide Cost Allocation	0.00	0	6,400	0.00	0	6,400
Change in Employee Compensation	0.00	0	24,500	0.00	0	72,900
FY 2016 Program Maintenance	44.40	0	5,294,800	44.40	0	5,297,200
1. Increase Staff to Full-Time	0.20	0	6,500	0.20	0	6,500
2. Executive Director Vacation Payoff	0.00	0	14,900	0.00	0	14,900
3. Fingerprint Card Scanner	0.00	0	13,500	0.00	0	13,500
4. Increased Enforcement Costs	0.00	0	24,000	0.00	0	24,000
5. Workforce Development	0.00	0	100,000	0.00	0	100,000
6. Pay Increases - Assoc Director Positions	0.00	0	20,600	0.00	0	0
FY 2016 Total	44.60	0	5,474,300	44.60	0	5,456,100
Change from Original Appropriation	0.20	0	(3,400)	0.20	0	(21,600)
% Change from Original Appropriation			(0.1%)			(0.4%)

Medical Boards

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	44.40	0	5,477,700	0	5,477,700

Removal of One-Time Expenditures

Board of Dentistry: Removes \$24,600 from one-time appropriation that included \$2,500 to purchase a computer and office equipment, \$20,000 for the payment of credit card fees on behalf of licensees, and \$2,100 for employee compensation.

Board of Medicine: Removes \$51,000 from one-time appropriation that included \$16,700 to replace laptops, software, and conference phones, \$7,200 for employee compensation, and \$27,100 for licensing system enhancements.

Board of Nursing: Removes \$134,300 from one-time appropriation that included \$28,900 to replace furniture, computer equipment, and office supplies, \$100,000 for nursing workforce development, and \$5,400 for employee compensation.

Board of Pharmacy: Removes \$109,200 from one-time appropriation that included \$9,000 to purchase a fingerprint card scanner, \$92,400 to provide licensing system enhancements and for staff to attend compliance training on sterile compounding, and \$7,800 for employee compensation.

Board of Veterinary Medicine: Removes \$6,100 from one-time appropriation that included \$1,100 for employee compensation and \$5,000 to replace two laser jet printers.

Agency Request	0.00	0	(325,200)	0	(325,200)
Governor's Recommendation	0.00	0	(325,200)	0	(325,200)

Base Adjustments

Board of Medicine

Board of Medicine requested a reduction of \$2,400 due to a decrease in their office lease.

Agency Request	0.00	0	(2,400)	0	(2,400)
Governor's Recommendation	0.00	0	(2,400)	0	(2,400)

FY 2016 Base					
Agency Request	44.40	0	5,150,100	0	5,150,100
Governor's Recommendation	44.40	0	5,150,100	0	5,150,100

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	42,300	0	42,300
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	0	29,200	0	29,200
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Inflationary Adjustments

Board of Pharmacy

Board of Pharmacy requests \$1,200 in ongoing appropriation for a 2% contractual increase in the building lease. The contract is for 10 years and is set to expire in June 2021. The board pays their rent in full at the end of each fiscal year, for the next fiscal year.

Agency Request	0.00	0	1,200	0	1,200
Governor's Recommendation	0.00	0	1,200	0	1,200

Medical Boards

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items			Boards of Medicine, Dentistry, & Pharmacy		
Board of Medicine requests \$7,500 to replace six office chairs and four desks.					
Board of Dentistry requests \$1,000 to replace a projector.					
Board of Pharmacy requests \$28,900 to replace a 2008 Chevrolet Equinox with another midsize SUV for use in North Idaho. The current mileage is 101,487 and is expected to be about 130,000 by the end of the fiscal year. The board also requests \$32,900 to replace two 2004 Chevrolet Monte Carlos with one hybrid midsize sedan for use in SW Idaho. The mileage for these vehicles is 54,086 and 44,911. These vehicles are used at the central office and rarely are both needed at the same time. The board wishes to replace the two vehicles with a single fuel-efficient vehicle and will either rent a second vehicle, or pay staff for personal vehicle mileage, when a second vehicle is needed.					
Agency Request	0.00	0	70,300	0	70,300
<i>Governor does not recommend the replacement of two 2004 Chevrolet Monte Carlos with one hybrid midsize sedan for use in SW Idaho because of low mileage, for the Board of Pharmacy.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>37,400</i>	<i>0</i>	<i>37,400</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Board of Dentistry requests an increase of \$800 for Attorney General Fees, and a reduction of \$200 for risk management fees. The board has an indirect cost recovery base of \$4,600.

Board of Medicine requests a reduction of \$100 for risk management fees and an increase of \$800 for State Controller fees. The board has an indirect cost recovery base of \$9,600.

Board of Nursing requests a decrease of \$500 for Attorney General fees, a decrease of \$100 for risk management fees, an increase of \$400 for State Controller fees, and an increase of \$100 for State Treasurer fees. The board has an indirect cost recovery base of \$65,000.

Board of Pharmacy requests an increase of \$400 for State Controller fees, an increase of \$4,100 for Attorney General fees, and a decrease of \$100 for risk management fees. The board has an indirect cost recovery base of \$71,600.

Board of Veterinary Medicine requests an increase of \$200 for State Controller fees and an increase of \$600 for Attorney General fees. The board has an indirect cost recovery base of \$34,000.

Agency Request	0.00	0	6,400	0	6,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>6,400</i>	<i>0</i>	<i>6,400</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	24,500	0	24,500
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The Governor recommends a 3% increase in 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>72,900</i>	<i>0</i>	<i>72,900</i>
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FY 2016 Program Maintenance					
Agency Request	44.40	0	5,294,800	0	5,294,800
<i>Governor's Recommendation</i>	<i>44.40</i>	<i>0</i>	<i>5,297,200</i>	<i>0</i>	<i>5,297,200</i>

Medical Boards

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Increase Staff to Full-Time					Board of Medicine
Board of Medicine requests 0.20 FTP and \$6,500 of personnel costs to increase an administrative assistant from three-quarter time to full-time status. The additional FTP will allow the position to provide more support to the investigative and monitoring staff. This position was reclassified from a staff attorney that retired, who conducted similar work in prior years. The board will retain a staff RN that is also an attorney.					
Agency Request	0.20	0	6,500	0	6,500
<i>Governor's Recommendation</i>	<i>0.20</i>	<i>0</i>	<i>6,500</i>	<i>0</i>	<i>6,500</i>
2. Executive Director Vacation Payoff					Board of Medicine
Board of Medicine requests \$14,900 for personnel costs, one-time, to pay for the accrued vacation of the retiring executive director. This payout will allow the board to continue operations and hire a new director immediately.					
Agency Request	0.00	0	14,900	0	14,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>14,900</i>	<i>0</i>	<i>14,900</i>
3. Fingerprint Card Scanner					Board of Medicine
Board of Medicine requests \$13,500 one-time for the purchase of a fingerprint card scanner and associated software. This includes \$1,500 for operating expenditures for the software and \$12,000 in capital outlay for the scanner. The fingerprint card scanner will be used to expedite the fingerprint process with Idaho State Police. Currently the board reports that it is taking three to six weeks to receive background check results and with the new scanner, the wait time will be reduced to a couple of days. Additionally, once the board begins providing 100% electronic fingerprint scans then the cost for fingerprint checks will be discounted by Idaho State Police by \$5 for each electronic submission. Fees have increased from \$29.25 in FY 2011 to \$41.50 in FY 2014.					
Agency Request	0.00	0	13,500	0	13,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>13,500</i>	<i>0</i>	<i>13,500</i>
4. Increased Enforcement Costs					Board of Dentistry
Board of Dentistry requests \$24,000 for ongoing operating expenditures to account for the increased number of cases requiring a disciplinary hearing. The board reports that it has sustained a 25% increase in disciplinary-related costs for these services, in both FY 2013 and FY 2014.					
In FY 2014 the board requested and was appropriated \$52,000 for a one-time supplemental to cover the costs from increased hearings.					
Agency Request	0.00	0	24,000	0	24,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>24,000</i>	<i>0</i>	<i>24,000</i>

Medical Boards

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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5. Workforce Development

Board of Nursing

Board of Nursing requests \$100,000 in ongoing appropriation to work with a consultant to evaluate the availability and education of the nursing workforce. Specific activities will continue to be determined by the board in accordance with §54-1404(12), Idaho Code, stating that the board is to evaluate and develop, or to enter into contracts or agreements with others to evaluate and develop, the education, distribution and availability of the nursing workforce for the purpose of improving the delivery of quality health care. This request was also funded in FY 2014 and FY 2015 on a one-time basis. After two years of one-time appropriation that evaluated various initiatives, the board feels comfortable in the amount being requested as ongoing. Using money from the FY 2014 appropriation, the board was able to fund two projects:

1) The Idaho Alliance of Leaders in Nursing/Idaho Nursing Action Coalition were contracted to identify and analyze barriers that negatively impact the ability of advanced practice registered nurses to practice to the full extent of their education, training and demonstrated competence. The study complements recommendations of the national Institutes of Medicine recommendations for the future of nursing in the U.S., and resulted in identification of barriers to practice, and development of an intervention strategy to reduce the barriers in order to improve access to primary care for Idahoans throughout the state.

2) The Idaho Department of Labor (IDOL) was contracted to allow for the sharing of data between IDOL and the board, to enable IDOL to update 2011 data for all licensed nurses in Idaho by practice setting, major clinical area, licensure level, position and education level. This longitudinal trending information is used by educational institutions, healthcare institutions, policymakers and others to inform workforce planning in light of the projected critical nurse shortage across the U.S. and in Idaho.

In FY 2015 and FY 2016 the board will continue to target recommendations of the Institutes of Medicine, which are intended for nurses to better respond to current and future healthcare needs of the country.

Agency Request	0.00	0	100,000	0	100,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>100,000</i>	<i>0</i>	<i>100,000</i>

6. Pay Increases - Assoc Director Positions

Board of Nursing

Board of Nursing requests \$20,600 in ongoing personnel costs to provide pay raises for three administrative level positions that include the associate director for practice and education, the associate director for investigation and discipline, and the associate director for alternative programs. These non-classified positions are currently filled; the board requests the additional compensation to retain the current staff and for recruitment efforts should vacancies occur. Two of the positions were filled in June of 2014 and the third position has been filled for just over a year. Each of these positions are required to be a licensed registered nurse (RN) and have a minimum of masters level experience, and a masters degree is preferred. Board staff at this time do not anticipate any vacancies and are requesting the additional funding to minimize that potential and remain competitive with the private market.

Analyst Comment: JFAC provided additional personnel dollars for administrative pay increases in the previous two years. However, the board reports that because they weren't provided the full amount that was requested, they were unable to bring salaries to competitive levels.

Agency Request	0.00	0	20,600	0	20,600
<i>Not 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 2016 Total					
Agency Request	44.60	0	5,474,300	0	5,474,300
<i>Governor's Recommendation</i>	<i>44.60</i>	<i>0</i>	<i>5,456,100</i>	<i>0</i>	<i>5,456,100</i>
Agency Request					
Change from Original App	0.20	0	(3,400)	0	(3,400)
% Change from Original App	0.5%		(0.1%)		(0.1%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.20</i>	<i>0</i>	<i>(21,600)</i>	<i>0</i>	<i>(21,600)</i>
<i>% Change from Original App</i>	<i>0.5%</i>		<i>(0.4%)</i>		<i>(0.4%)</i>

Public Defense Commission

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	0	0	300,000	302,500	304,300
Percent Change:				0.8%	1.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	119,800	122,300	124,100
Operating Expenditures	0	0	70,200	70,200	70,200
Trustee/Benefit	0	0	110,000	110,000	110,000
Total:	0	0	300,000	302,500	304,300
Full-Time Positions (FTP)	0.00	0.00	1.50	1.50	1.50

Division Description

The Public Defense Commission was created by statute in 2014. Pursuant to Section 19-849, Idaho Code, the commission consists of seven members as follows:

- 1) Two members of the Idaho Legislature, one from each chamber;
- 2) One person appointed by the Chief Justice of the Idaho Supreme Court; and
- 3) Four people appointed by the Governor, to include representatives from the Idaho Association of Counties, Office of the State Appellate Public Defender, and Juvenile Justice Commission, as well as an attorney with experience defending indigent persons.

The commission is charged with promulgating administrative rules regarding training and continuing legal education requirements for defending attorneys and uniform data reporting requirements for the annual reports required by Section 19-864, Idaho Code.

The commission is also charged with making recommendations to the Idaho Legislature regarding Idaho's public defense delivery system, including, but not limited to: core requirements for contracts between counties and private attorneys for the provision of indigent defense services; qualification and experience standards for defending attorneys; enforcement mechanisms; and funding issues.

The commission is permitted to hire an executive director; employ persons in addition to the executive director; and provide an office, equipment, and facilities for the proper performance of the duties of the commission and/or the duties of the executive director and other personnel.

Public Defense Commission

Agency Profile

Analyst: Hoskins

Organizational Chart



Public Defense Commission

Analyst: Hoskins

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	1.50	300,000	300,000	1.50	300,000	300,000
FY 2016 Base	1.50	300,000	300,000	1.50	300,000	300,000
Benefit Costs	0.00	1,400	1,400	0.00	1,000	1,000
Change in Employee Compensation	0.00	1,100	1,100	0.00	3,300	3,300
FY 2016 Total	1.50	302,500	302,500	1.50	304,300	304,300
Change from Original Appropriation	0.00	2,500	2,500	0.00	4,300	4,300
% Change from Original Appropriation		0.8%	0.8%		1.4%	1.4%

Public Defense Commission

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	1.50	300,000	0	0	300,000
FY 2016 Base					
Agency Request	1.50	300,000	0	0	300,000
<i>Governor's Recommendation</i>	<i>1.50</i>	<i>300,000</i>	<i>0</i>	<i>0</i>	<i>300,000</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	1,400	0	0	1,400
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,000</i>	<i>0</i>	<i>0</i>	<i>1,000</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	1,100	0	0	1,100
<i>The Governor recommends a 3% increase in 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>3,300</i>	<i>0</i>	<i>0</i>	<i>3,300</i>
FY 2016 Total					
Agency Request	1.50	302,500	0	0	302,500
<i>Governor's Recommendation</i>	<i>1.50</i>	<i>304,300</i>	<i>0</i>	<i>0</i>	<i>304,300</i>
Agency Request					
Change from Original App	0.00	2,500	0	0	2,500
% Change from Original App	0.0%	0.8%			0.8%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>4,300</i>	<i>0</i>	<i>0</i>	<i>4,300</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>1.4%</i>			<i>1.4%</i>

Regulatory Boards

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Board of Accountancy	512,200	426,000	522,700	526,700	529,900
Board of Engineers & Surveyors	564,900	527,000	577,700	612,100	609,600
Bureau of Occupational Licenses	3,394,600	3,304,200	3,475,200	3,561,200	3,584,700
Outfitters & Guides Licensing Bd	555,100	436,600	571,500	577,100	580,400
Real Estate Commission	1,455,800	1,298,900	1,493,800	1,508,600	1,519,500
Total:	6,482,600	5,992,700	6,640,900	6,785,700	6,824,100
BY FUND CATEGORY					
Dedicated	6,482,600	5,992,700	6,640,900	6,785,700	6,824,100
Percent Change:		(7.6%)	10.8%	2.2%	2.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,896,500	3,636,700	4,057,500	4,134,600	4,173,000
Operating Expenditures	2,530,600	2,280,300	2,527,900	2,596,100	2,596,100
Capital Outlay	3,000	26,600	3,000	2,500	2,500
Trustee/Benefit	52,500	49,100	52,500	52,500	52,500
Total:	6,482,600	5,992,700	6,640,900	6,785,700	6,824,100
Full-Time Positions (FTP)	65.00	65.00	64.00	64.00	64.00

Division Description

The Regulatory Boards are part of the Department of Self-Governing Agencies that includes five budgeted programs, four of which are boards and commissions, and the Bureau of Occupational Licenses which serves 29 boards and commissions. Each professional board and commission regulates certain professions in Idaho. Brief descriptions of each are as follows:

The Board of Accountancy ensures that standards are maintained for certified public accountants and licensed public accountants in Idaho. [Statutory Authority: Section 54-201, Idaho Code, et seq.]

The Board of Professional Engineers and Land Surveyors develops and maintains qualification standards for professional engineers and land surveyors. [Statutory Authority: Section 54-1201, Idaho Code, et seq.]

The Bureau of Occupational Licenses provides administrative, investigative, financial, and legal services to 29 professional licensing boards and commissions which include Idaho State Board of Acupuncture; Board of Architectural Examiners; Uniform Athlete Agents; Registration Athletic Commission; Board of Barber Examiners; Board of Chiropractic Physicians; Contractors Board; Board of Cosmetology; Licensing Board of Professional Counselors and Marriage & Family Therapists; Board of Dentistry; Driving Businesses Licensure Board; Board of Registration for Professional Geologists; Board of Landscape Architects; Liquefied Petroleum Gas Safety Board; Board of Massage Therapy; Board of Midwifery; Board of Morticians; Board of Examiners of Nursing Home Administrators; Occupational Therapy Licensure Board; Board of Optometry; Board of Physical Therapists; Board of Podiatry; Board of Psychologist Examiners; Real Estate Appraiser Board; Board of Examiners of Residential Care Facility Administrators; Board of Social Work Examiners; Shorthand Reporters Board; Speech & Hearing Services Licensure Board; and Board of Drinking Water and Wastewater Professionals. [Statutory Authority: Section 67-2601, Idaho Code, et seq.]

The Outfitters and Guides Licensing Board regulates the outfitting and guiding industry for the purposes of safeguarding the health, safety, and welfare of the public. [Statutory Authority: Section 36-2105, Idaho Code, et seq.]

The Real Estate Commission licenses real estate brokers and agents and enforces compliance with Idaho real estate license law. The commission develops and administers an education program to meet statutory pre-license and continuing education requirements. [Statutory Authority: Section 54-2005, Idaho Code, et seq.]

Regulatory Boards

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	64.00	0	6,640,900	64.00	0	6,640,900
Removal of One-Time Expenditures	0.00	0	(35,800)	0.00	0	(35,800)
FY 2016 Base	64.00	0	6,605,100	64.00	0	6,605,100
Benefit Costs	0.00	0	60,800	0.00	0	41,600
Inflationary Adjustments	0.00	0	49,700	0.00	0	49,700
Replacement Items	0.00	0	2,500	0.00	0	2,500
Statewide Cost Allocation	0.00	0	3,500	0.00	0	3,500
Change in Employee Compensation	0.00	0	32,900	0.00	0	97,500
FY 2016 Program Maintenance	64.00	0	6,754,500	64.00	0	6,799,900
1. Exec Dir Salary Increase - IPELS	0.00	0	12,200	0.00	0	5,200
2. IT Support - IPELS	0.00	0	15,000	0.00	0	15,000
3. Additional Board Honoraria - IPELS	0.00	0	4,000	0.00	0	4,000
FY 2016 Total	64.00	0	6,785,700	64.00	0	6,824,100
Change from Original Appropriation	0.00	0	144,800	0.00	0	183,200
% Change from Original Appropriation			2.2%			2.8%

Regulatory Boards

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	64.00	0	6,640,900	0	6,640,900
Removal of One-Time Expenditures					
Removes \$32,800 in personnel costs for one-time CEC and \$3,000 in capital outlay from the Idaho Professional Engineers and Land Surveyors Board for three computers.					
Agency Request	0.00	0	(35,800)	0	(35,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(35,800)</i>	<i>0</i>	<i>(35,800)</i>
FY 2016 Base					
Agency Request	64.00	0	6,605,100	0	6,605,100
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>0</i>	<i>6,605,100</i>	<i>0</i>	<i>6,605,100</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	60,800	0	60,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>41,600</i>	<i>0</i>	<i>41,600</i>
Inflationary Adjustments					
Bureau of Occupational Licenses					
Reflects a 3.8% increase over base operating expenditures of \$1,292,700 for the Bureau of Occupational Licenses. The request includes increases for communication costs, repair and maintenance services, employee travel, and miscellaneous expenditures.					
Agency Request	0.00	0	49,700	0	49,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>49,700</i>	<i>0</i>	<i>49,700</i>
Replacement Items					
Board of Prof. Engineers & Land Surveyors					
Replaces one printer for the Idaho Board of Professional Engineers and Land Surveyors.					
Agency Request	0.00	0	2,500	0	2,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,500</i>	<i>0</i>	<i>2,500</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$500 for Attorney General fees, a reduction of \$1,100 for risk management costs, an increase of \$5,000 for State Controller fees, and an increase of \$100 for State Treasurer fees, for a total increase of \$3,500 over the SWCAP base of \$59,000.					
Agency Request	0.00	0	3,500	0	3,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>3,500</i>	<i>0</i>	<i>3,500</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	32,900	0	32,900
<i>The Governor recommends a 3% increase in 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>97,500</i>	<i>0</i>	<i>97,500</i>
FY 2016 Program Maintenance					
Agency Request	64.00	0	6,754,500	0	6,754,500
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>0</i>	<i>6,799,900</i>	<i>0</i>	<i>6,799,900</i>

Regulatory Boards

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Exec Dir Salary Increase - IPELS					
			Board of Prof. Engineers & Land Surveyors		
The Board of Professional Engineers and Land Surveyors (IPELS) replaced its long-time executive director. During the recruitment process, only two applicants met the minimum requirements to serve as executive director. The executive director must have certain practical knowledge to fairly adjudicate disputes between professionals, provide expert opinion on technical issues and understand the legal framework required for effective law enforcement. The board concluded that compensation for this position was too low for a licensed professional engineer or land surveyor. The decision would move the current executive director up to \$95,000 annually. The request includes \$9,300 for salary and \$2,900 for variable benefit increases.					
Agency Request	0.00	0	12,200	0	12,200
<i>The Governor's recommendation will increase the executive director's salary by 5%.</i>					
Governor's Recommendation	0.00	0	5,200	0	5,200
2. IT Support - IPELS					
			Board of Prof. Engineers & Land Surveyors		
This request is for a one-time increase in operating expenditures to hire a contractor to develop a computer interface for online web-based services which include license and certificate application and renewal. This will allow applications to be processed electronically which will decrease the current workload for hard copy applications. Additionally, it will allow for users to submit payment online through Access Idaho.					
Agency Request	0.00	0	15,000	0	15,000
Governor's Recommendation	0.00	0	15,000	0	15,000
3. Additional Board Honoraria - IPELS					
			Board of Prof. Engineers & Land Surveyors		
This request is to increase the number of workdays board members are able to work. This request is for \$3,300 in salary and \$700 in benefits.					
Agency Request	0.00	0	4,000	0	4,000
Governor's Recommendation	0.00	0	4,000	0	4,000
FY 2016 Total					
Agency Request	64.00	0	6,785,700	0	6,785,700
Governor's Recommendation	64.00	0	6,824,100	0	6,824,100
Agency Request					
Change from Original App	0.00	0	144,800	0	144,800
% Change from Original App	0.0%		2.2%		2.2%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	0	183,200	0	183,200
% Change from Original App	0.0%		2.8%		2.8%

Office of State Appellate Public Defender

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	2,103,600	2,082,300	2,238,600	2,430,200	2,465,100
Dedicated	0	0	0	0	25,000
Total:	2,103,600	2,082,300	2,238,600	2,430,200	2,490,100
Percent Change:		(1.0%)	7.5%	8.6%	11.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,758,800	1,623,400	1,923,400	2,037,300	2,063,000
Operating Expenditures	344,800	458,900	315,200	390,000	415,000
Capital Outlay	0	0	0	2,900	12,100
Total:	2,103,600	2,082,300	2,238,600	2,430,200	2,490,100
Full-Time Positions (FTP)	23.00	23.00	23.00	23.00	23.00

Division Description

The mission of the State Appellate Public Defender (SAPD) is embodied by the legislative intent articulated in Section 19-868, Idaho Code, which states:

"The legislature recognizes that the cost of legal representation of indigent defendants upon the appeal of their criminal convictions, particularly convictions for first-degree murder, is an extraordinary burden on the counties of this state. In order to reduce this burden, provide competent counsel but avoid paying high hourly rates to independent counsel to represent indigent defendants in appellate proceedings, the legislature hereby creates the office of the state appellate public defender."

The State Appellate Public Defender provides services in the following areas:

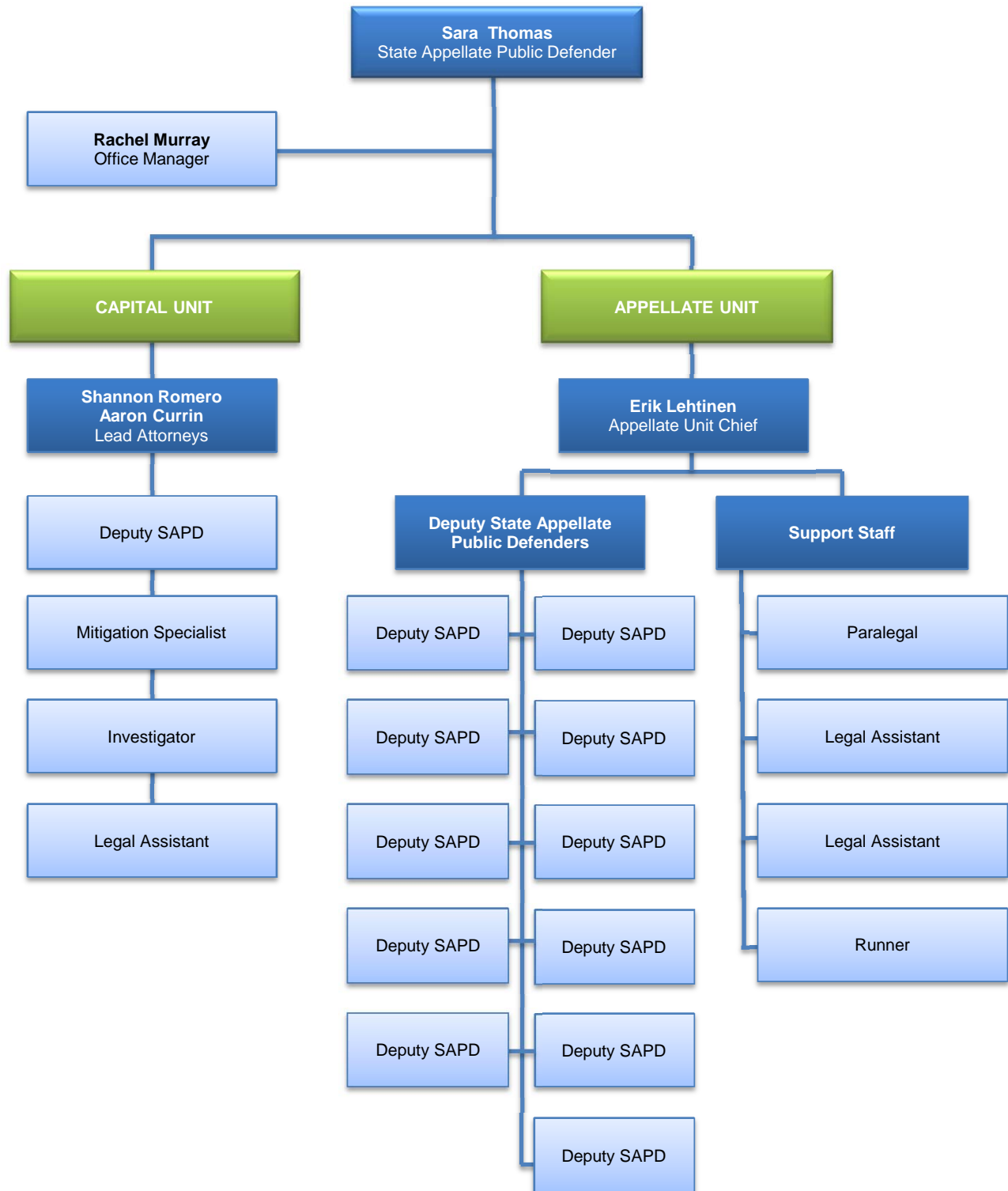
- 1) Appeals from convictions in district court;
- 2) Appeals from the district court in post-conviction relief proceedings brought pursuant to the Uniform Post-Conviction Procedure Act;
- 3) Appeals from the district court in habeas corpus proceedings; and
- 4) Post-conviction relief proceedings in capital cases.

The services of the State Appellate Public Defender are only available to those counties participating in the Capital Crimes Defense Fund (CCDF) established pursuant to Section 19-863A, Idaho Code. Currently, Jefferson County is the only county that does not participate in the CCDF.

State Appellate Public Defender Agency Profile

Analyst: Hoskins

Organizational Chart



Office of State Appellate Public Defender

Analyst: Hoskins

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	23.00	2,238,600	2,238,600	23.00	2,238,600	2,238,600
1. Extraordinary Litigation Costs	0.00	94,900	94,900	0.00	94,900	94,900
2. Computers and Software	0.00	9,200	9,200	0.00	0	0
FY 2015 Total Appropriation	23.00	2,342,700	2,342,700	23.00	2,333,500	2,333,500
Removal of One-Time Expenditures	0.00	(119,700)	(119,700)	0.00	(110,500)	(110,500)
FY 2016 Base	23.00	2,223,000	2,223,000	23.00	2,223,000	2,223,000
Benefit Costs	0.00	21,000	21,000	0.00	14,100	14,100
Inflationary Adjustments	0.00	4,700	4,700	0.00	4,700	4,700
Replacement Items	0.00	2,900	2,900	0.00	12,100	12,100
Statewide Cost Allocation	0.00	100	100	0.00	100	100
Change in Employee Compensation	0.00	16,600	16,600	0.00	49,200	49,200
FY 2016 Program Maintenance	23.00	2,268,300	2,268,300	23.00	2,303,200	2,303,200
1. Conflict Legal Services	0.00	70,000	70,000	0.00	70,000	70,000
2. Salary Increases for Deputies	0.00	91,900	91,900	0.00	91,900	91,900
3. ICJC Budget Authority	0.00	0	0	0.00	0	25,000
FY 2016 Total	23.00	2,430,200	2,430,200	23.00	2,465,100	2,490,100
Change from Original Appropriation	0.00	191,600	191,600	0.00	226,500	251,500
% Change from Original Appropriation		8.6%	8.6%		10.1%	11.2%

Office of State Appellate Public Defender

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	23.00	2,238,600	0	0	2,238,600

1. Extraordinary Litigation Costs

This supplemental request is for \$94,900 in one-time operating expenditures to cover the costs associated with an evidentiary hearing for a death penalty case (Dunlap v. State) and the investigation costs associated with another death penalty case (Hall v. State).

In the former case, the Idaho Supreme Court remanded the case to the district court for an evidentiary hearing, which will require out-of-state and expert witnesses to establish Mr. Dunlap's claim regarding the failure to present mitigation evidence. The evidentiary hearing is estimated to cost \$32,500.

In the latter case, the Idaho Supreme Court remanded the case to the district court for further post-conviction proceedings. The case is still in the investigative stage and a final petition for post-conviction relief has not yet been filed, as the SAPD is currently investigating and gathering evidence to support a number of potential claims. The anticipated cost of \$62,400 includes depositions of trial counsel, consultation with experts, and the travel costs associated with witness interviews.

Agency Request	0.00	94,900	0	0	94,900
Governor's Recommendation	0.00	94,900	0	0	94,900

2. Computers and Software

This supplemental request is for \$9,200 in one-time capital outlay to replace outdated computer systems and software. Specifically, the agency is requesting the replacement of eight desktop computers and associated software licenses along with one laptop computer. The agency indicates that it can no longer protect against the inadvertent or unauthorized disclosure of client information due to the vulnerability of its outdated computer systems. The agency has five systems purchased in 2006, one from 2007, and two from 2008. Seven of these systems are operating on Windows XP and one on Windows Vista. Updated security patches and virus protection for these systems are no longer available, leaving each of them vulnerable to viruses and data breaches. This request is being made as a supplemental budget request due to the need to immediately address the ongoing security concerns and requirements.

Agency Request	0.00	9,200	0	0	9,200
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Not recommended by the Governor for FY 2015, but is recommended under replacement items for FY 2016.

Governor's Recommendation	0.00	0	0	0	0
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FY 2015 Total Appropriation

Agency Request	23.00	2,342,700	0	0	2,342,700
Governor's Recommendation	23.00	2,333,500	0	0	2,333,500

Removal of One-Time Expenditures

Removes \$94,900 in operating expenditures and \$9,200 in capital outlay from current year supplemental appropriations as well as \$15,600 in personnel costs from the FY 2015 one-time Change in Employee Compensation (CEC).

Agency Request	0.00	(119,700)	0	0	(119,700)
Governor's Recommendation	0.00	(110,500)	0	0	(110,500)

FY 2016 Base

Agency Request	23.00	2,223,000	0	0	2,223,000
Governor's Recommendation	23.00	2,223,000	0	0	2,223,000

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	21,000	0	0	21,000
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	14,100	0	0	14,100
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Office of State Appellate Public Defender

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Inflationary Adjustments

The agency requests a total of \$4,700 in ongoing operating expenditures for increases in its office lease and IT costs. Of the total amount requested for contract inflation, \$1,700 is for its office lease and \$3,000 is for IT service costs.

Agency Request	0.00	4,700	0	0	4,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,700</i>	<i>0</i>	<i>0</i>	<i>4,700</i>

Replacement Items

The SAPD requests one-time capital outlay in the amount of \$2,900 to replace a printer and seven chairs. The agency currently operates with a printer that is nine years old and is not fully functional, as one of the feeder drawers no longer operates. A bid for a replacement printer indicates that it will cost \$500 to replace this printer. The SAPD currently has office chairs, some purchased as long ago as 1998, that are beyond life-expectancy, are worn with holes, and are not fully functional. At present, seven chairs need to be replaced. The SAPD has reviewed the state purchasing contract and determined that replacing these seven chairs will cost \$2,400.

Agency Request	0.00	2,900	0	0	2,900
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In addition to the request, the Governor recommends \$9,200 to replace nine computer systems, which were requested in an FY 2015 supplemental appropriation.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>12,100</i>	<i>0</i>	<i>0</i>	<i>12,100</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$200 decrease in risk management fees and a \$300 increase in State Controller fees.

Agency Request	0.00	100	0	0	100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>100</i>	<i>0</i>	<i>0</i>	<i>100</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	16,600	0	0	16,600
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The Governor recommends a 3% increase in 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>49,200</i>	<i>0</i>	<i>0</i>	<i>49,200</i>
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FY 2016 Program Maintenance					
Agency Request	23.00	2,268,300	0	0	2,268,300
<i>Governor's Recommendation</i>	<i>23.00</i>	<i>2,303,200</i>	<i>0</i>	<i>0</i>	<i>2,303,200</i>

1. Conflict Legal Services

The SAPD is requesting ongoing operating expenditures to account for the cost of paying for outside counsel when its office has a conflict of interest. Over the last four fiscal years, the SAPD received supplemental appropriations for operating expenditures in the average amount of \$54,100 per year. During that same period, the SAPD also transferred an average amount of \$80,800 from personnel costs to operating expenditures each year. However, during that period the agency reverted an average amount of \$29,100 from operating expenditures each year. On average, therefore, the SAPD's original appropriation for operating expenditures has been short by \$105,800 each year due primarily to the cost of extraordinary litigation and/or outside counsel.

Agency Request	0.00	70,000	0	0	70,000
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The Governor recommends funding on a one-time basis.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>70,000</i>	<i>0</i>	<i>0</i>	<i>70,000</i>
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Office of State Appellate Public Defender

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Salary Increases for Deputies

Ongoing funding in the amount of \$91,900 is requested to give salary increases to deputy appellate public defenders. The SAPD's goal is to raise the salaries of the deputies who earn less than the lowest salary paid to a deputy in the Attorney General's Criminal Law Division. The SAPD also seeks to raise the appellate unit chief's salary to match the salary paid to the Criminal Law Division's lead deputy.

During the last legislative session, the SAPD requested \$351,800 for the same purpose and ultimately received \$100,000 as a line item. Due primarily to this line item, the agency's base for personnel costs increased by 8.5% and the SAPD was able to provide \$88,100 in ongoing salary increases.

Analyst Comment:

While the pertinent deputies in the SAPD's office earn 17.6% less than their lowest-paid counterpart in the AG's office (AG lowest-paid: \$29.72 per hour; SAPD median: \$25.26 per hour), this deputy AG has 33.5% more career state service (AG lowest-paid: 3.66 years; SAPD median: 2.74 years). Similarly, while the appellate unit chief earns 14.2% less than the lead deputy in the Criminal Law Division (\$38.34 per hour and \$43.77 per hour, respectively), the former has 67.9% less career state service than the latter (10.1 years and 16.9 years, respectively).

The lowest salary paid to a deputy in the AG's Criminal Law Division is \$29.72 per hour. The cost of raising applicable salaries in the SAPD's office to match this amount would be \$74,000 in salaries and \$15,700 in variable benefits for a total of \$89,700. The cost of raising the appellate unit chief's salary as requested would be \$11,300 in salary and \$2,400 in variable benefits for a total of \$13,700. After accounting for the SAPD's current excess appropriation of \$68,700 in personnel costs, as reflected in its Personnel Cost Reconciliation Form, the agency would need \$34,700 in new funding to provide the requested salary increases.

Agency Request	0.00	91,900	0	0	91,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>91,900</i>	<i>0</i>	<i>0</i>	<i>91,900</i>

3. ICJC Budget Authority

Agency Request	0.00	0	0	0	0
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The Governor recommends \$25,000 ongoing from the Miscellaneous Revenue Fund for operating expenditures to provide the SAPD, the gubernatorial-appointed chair of the Idaho Criminal Justice Commission (ICJC), with resources to support commission activities.

Analyst Comment:

At this time there is no identified source of revenue to support this appropriation. The ICJC was created by executive order in 2005 to promote efficiency and effectiveness of the criminal justice system and to encourage dialogue among the respective branches of government. The ICJC is currently authorized by Executive Order No. 2011-11.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>25,000</i>	<i>0</i>	<i>25,000</i>
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FY 2016 Total					
Agency Request	23.00	2,430,200	0	0	2,430,200
<i>Governor's Recommendation</i>	<i>23.00</i>	<i>2,465,100</i>	<i>25,000</i>	<i>0</i>	<i>2,490,100</i>

Agency Request					
Change from Original App	0.00	191,600	0	0	191,600
% Change from Original App	0.0%	8.6%			8.6%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>226,500</i>	<i>25,000</i>	<i>0</i>	<i>251,500</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>10.1%</i>			<i>11.2%</i>

Division of Veterans Services

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	971,500	958,800	964,300	976,400	987,400
Dedicated	15,898,600	15,328,600	14,964,300	15,763,700	15,804,300
Federal	12,496,600	11,716,400	14,226,800	14,528,300	14,400,800
Total:	29,366,700	28,003,800	30,155,400	31,268,400	31,192,500
Percent Change:		(4.6%)	7.7%	3.7%	3.4%
BY OBJECT OF EXPENDITURE					
Personnel Costs	17,797,300	17,752,500	19,334,600	19,816,500	19,938,600
Operating Expenditures	10,777,600	9,751,200	9,080,400	9,893,800	9,868,400
Capital Outlay	741,400	449,700	1,689,500	1,106,700	934,600
Trustee/Benefit	50,400	50,400	50,900	451,400	450,900
Total:	29,366,700	28,003,800	30,155,400	31,268,400	31,192,500
Full-Time Positions (FTP)	316.70	316.70	328.00	331.00	330.00

Division Description

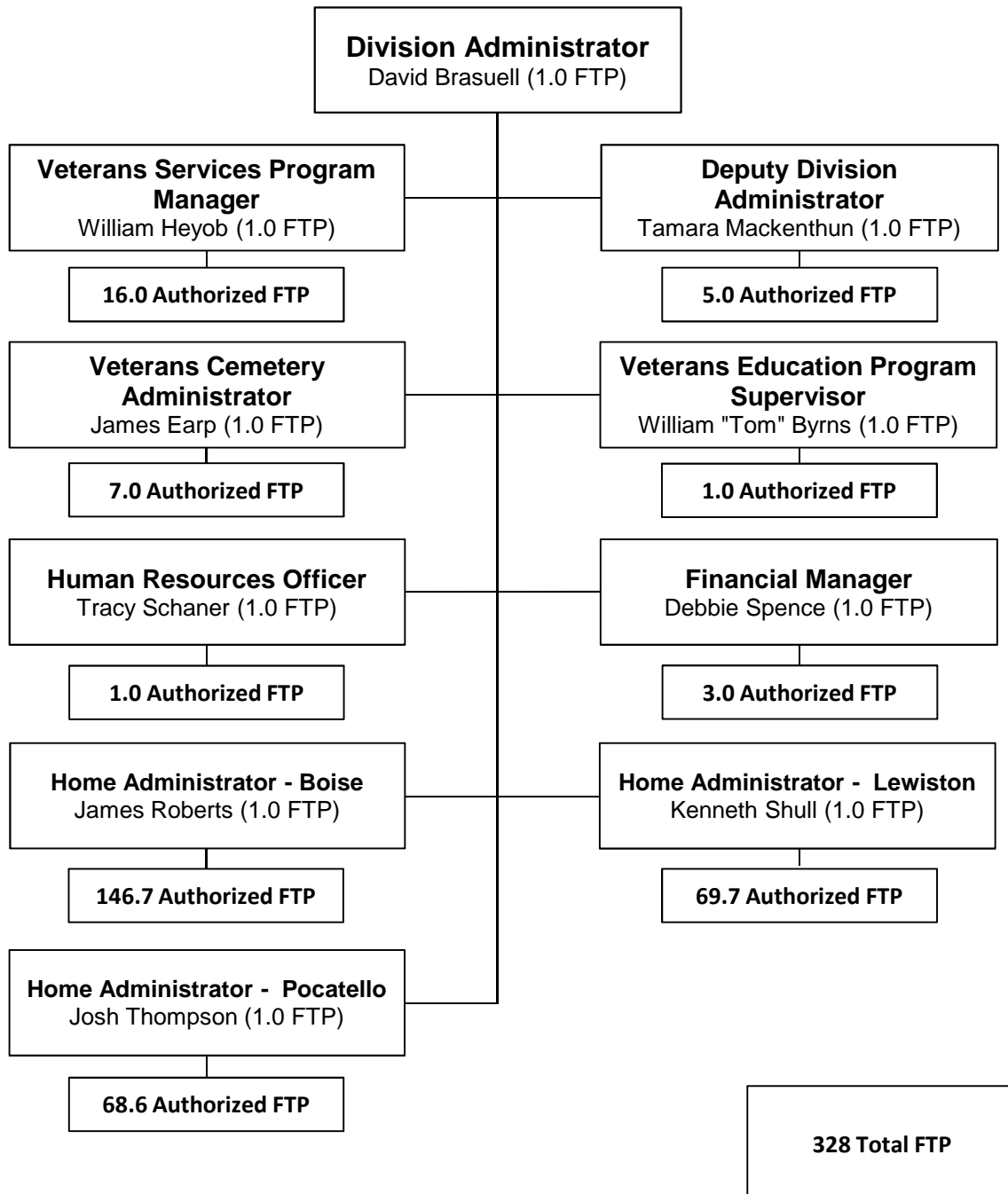
The Idaho Division of Veterans Services assists veterans and their families by operating the veterans homes in Boise, Lewiston, and Pocatello; managing the state veterans cemetery; providing medical and assisted-living care to veterans; extending financial relief and assistance to disabled or destitute wartime veterans and their dependents; administering programs offered by the United States Department of Veterans Affairs; and providing training and other educational assistance to veterans. The division also assists veterans and their families in navigating federal processes to obtain non-state benefits to which they are entitled.

The Idaho State Veterans Cemetery has the mission to inter eligible veterans and their dependents, appropriately mark and record gravesites, and maintain the cemetery as a place of honor for veterans as well as a place of remembrance and reflection for the citizens of Idaho.

Division of Veterans Services Agency Profile

Analyst: Tatro

Organizational Chart



Division of Veterans Services

Agency Profile

Analyst: Tatro

Sources of Funds

1. General Fund (0001)

The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205, Idaho Code).

2. Federal Grant (0348)

Receives federal per diem amounts paid by the Veterans Affairs (VA) and Medicare payments from the Centers for Medicare and Medicaid Services, as well as VA construction grants.

3. Miscellaneous Revenue (0349)

Consists of Medicaid reimbursements and moneys received from residents/clients at the three state veterans homes, and the state veterans cemetery.

4. Veterans Home Endowment Income (0481-24)

This fund receives a percentage of earnings from the Charitable Institutions Permanent Endowment Fund, which is funded by proceeds from mineral extraction on and/or sale of certain state lands, and investment earnings.

5. Veterans Recognition Fund (0123)

Allows the state to invest moneys in the Veterans Recognition Fund in mid-term rather than short-term holdings, which has a better earnings rate. The fund is intended to be used in recognizing Idaho veterans, with priority given to activities that support disabled veterans. Funding available for appropriation is subject to §65-704, Idaho Code.

Expenditure by Year

FUND	FY 2011 Actual		FY 2012 Actual		FY 2013 Actual		FY 2014 Actual	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0001	\$1,210,900	5.4%	\$1,070,200	4.3%	\$1,054,400	3.0%	\$958,800	3.4%
0348	\$6,972,800	31.3%	\$8,934,600	36.0%	\$17,924,700	50.8%	\$11,528,900	41.5%
0349	\$13,641,300	61.2%	\$14,317,200	57.7%	\$15,803,200	44.8%	\$14,754,200	53.1%
0481-24	\$457,400	2.1%	\$492,600	2.0%	\$494,100	1.4%	\$554,200	2.0%
TOTAL	\$22,282,400		\$24,814,600		\$35,276,400		\$27,796,100	

Cash Balance

Primarily due to an overlap in federal Medicare, Medicaid, and Veterans Administration reimbursement allowances, the Division of Veterans Services had accumulated a cash balance of approximately \$33.3 million at the end of FY 2012. In 2013, H333 passed the Legislature authorizing the transfer of \$20,000,000 from division funds into the primary Veterans Recognition Fund in FY 2014, of which approximately \$18.3 million is invested by the State Treasurer in the Diversified Bond Fund.

FUND	FY 2011		FY 2012		FY 2013		FY 2014	
	End Fund Balance	Percent of Total	End Fund Balance	Percent of Total	End Fund Balance	Percent of Total	End Fund Balance	Percent of Total
0123	\$0	0.0%	\$0	0.0%	\$0	0.0%	\$2,011,500	15.3%
0348	\$12,113,000	38.7%	\$14,378,400	43.7%	\$12,802,700	42.2%	\$6,018,700	45.7%
0349	\$18,884,600	60.4%	\$18,224,100	55.4%	\$17,276,600	56.9%	\$4,857,200	36.9%
0481-24	\$267,100	0.9%	\$271,300	0.8%	\$272,600	0.9%	\$277,300	2.1%
TOTAL	\$31,264,700		\$32,873,800		\$30,351,900		\$13,164,700	

Division of Veterans Services

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	328.00	964,300	30,155,400	328.00	964,300	30,155,400
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	328.00	964,300	30,155,400	328.00	964,300	30,155,400
Removal of One-Time Expenditures	0.00	(7,600)	(1,997,900)	0.00	(7,600)	(1,997,900)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2016 Base	328.00	956,700	28,157,500	328.00	956,700	28,157,500
Benefit Costs	0.00	11,500	296,100	0.00	7,600	197,900
Inflationary Adjustments	0.00	500	493,700	0.00	0	493,200
Replacement Items	0.00	0	674,200	0.00	0	505,200
Statewide Cost Allocation	0.00	0	(15,800)	0.00	0	(15,800)
Change in Employee Compensation	0.00	7,700	152,000	0.00	23,100	418,800
FY 2016 Program Maintenance	328.00	976,400	29,757,700	328.00	987,400	29,756,800
1. Add Three New Positions	3.00	0	218,500	2.00	0	143,500
2. Health Benefits for Temporary Staff	0.00	0	25,600	0.00	0	25,600
3. New Capital Outlay and Operating	0.00	0	666,000	0.00	0	666,000
4. Ongoing IT Needs	0.00	0	100,600	0.00	0	100,600
5. Veterans Recognition Fund	0.00	0	400,000	0.00	0	400,000
6. Idaho Suicide Hotline	0.00	0	100,000	0.00	0	100,000
FY 2016 Total	331.00	976,400	31,268,400	330.00	987,400	31,192,500
Change from Original Appropriation	3.00	12,100	1,113,000	2.00	23,100	1,037,100
% Change from Original Appropriation		1.3%	3.7%		2.4%	3.4%

Division of Veterans Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	328.00	964,300	14,964,300	14,226,800	30,155,400

Noncognizable Funds and Transfers

Transfers 1.0 FTP from the Miscellaneous Revenue Fund to the Federal Grant Fund and 0.10 FTP from the Idaho Veterans Endowment Fund to the General Fund. These transfers align FTP with the appropriation.

Agency Request 0.00 0 0 0 0

Recommended by the Governor.

Governor's Recommendation 0.00 0 0 0 0

FY 2015 Estimated Expenditures					
Agency Request	328.00	964,300	14,964,300	14,226,800	30,155,400
Governor's Recommendation	328.00	964,300	14,964,300	14,226,800	30,155,400

Removal of One-Time Expenditures

Removes \$146,600 in personnel costs that was appropriated for one-time employee compensation, \$110,000 for the Idaho Suicide Hotline, \$50,000 for the Veterans Treatment Courts, and \$1,751,300 from several funds that was used to replace or purchase new IT equipment, furniture, and other items at the three veterans homes and central office.

Agency Request 0.00 (7,600) (583,100) (1,407,200) (1,997,900)

Governor's Recommendation 0.00 (7,600) (583,100) (1,407,200) (1,997,900)

Base Adjustments

Reduces the Federal Grant Fund by \$500 and increases the Veterans Home Endowment Income Fund by \$500 to correct a database entry made during budget setting for the FY2015 Original Appropriation.

Agency Request 0.00 0 500 (500) 0

Governor's Recommendation 0.00 0 500 (500) 0

FY 2016 Base					
Agency Request	328.00	956,700	14,381,700	12,819,100	28,157,500
Governor's Recommendation	328.00	956,700	14,381,700	12,819,100	28,157,500

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request 0.00 11,500 185,700 98,900 296,100

Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation 0.00 7,600 124,200 66,100 197,900

Inflationary Adjustments

The division requests \$326,600 for general inflation adjustments, \$153,100 for medical inflation, and \$14,000 for contract inflation. In total, the division requests \$493,700 for inflation which includes \$500 from the General Fund, \$130,200 from the Miscellaneous Revenue Fund, and \$363,000 from the Federal Grant Fund. General inflation requests are for food, fuel, and housekeeping supplies. Medical inflation includes an average of 4.5% to cover increased physician, pharmacy and therapy contractors. Contract inflation includes increases for the apothecary in both Boise and Lewiston.

Agency Request 0.00 500 130,200 363,000 493,700

The Governor does not recommend an adjustment from the General Fund.

Governor's Recommendation 0.00 0 130,200 363,000 493,200

Division of Veterans Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

The division is requesting \$24,700 in operating expenditures for air mattresses, wheelchair cushions, office equipment, and various IT and communications equipment. The request also includes \$649,500 in capital outlay to replace many pieces of equipment, including washers and dryers, bariatric beds, five vehicles with mileage ranging from 36,975 (2003 van) to 162,157 (2005 20-passenger bus), furniture, IT hardware, laptops and computers, and an office reception workstation. The request includes \$107,800 from the Miscellaneous Revenue Fund and \$566,200 from federal funds.

Analyst Comment: In FY 2015, the division requested \$1,363,200 for replacement items and new capital outlay but was appropriated \$1,756,100. The additional appropriation was provided because the division had sufficient cash balances to self-fund the requested projects and replacement items including the \$726,900 that was recommended by the Permanent Building Fund Advisory Council.

In addition to the \$674,200 in replacement items, the division has also requested \$707,300 in new capital outlay items in line items 1 and 3, and is recommended for \$450,000 of \$900,000 in requests for alteration and repair projects from the Permanent Building Fund Advisory Council.

Agency Request	0.00	0	107,800	566,400	674,200
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The Governor recommends replacing five pressure guard air mattresses (\$4,500), 30 wheelchair cushions (\$11,800), three bariatric shower chairs (\$21,800), one commercial washer (\$10,500), one commercial dryer (\$6,000), four bariatric beds (\$12,700), one steam table (\$8,000), 58 laptops with docking stations (\$102,500), seven electronic recliners (\$9,100), miscellaneous furniture (\$13,500), one plate warmer (\$2,200), one office workstation (\$15,000), one electric cart (\$15,000), 22 workgroup printers (\$37,600), 49 desktop computers (\$50,000), three patient lifts (\$22,500), 14 hood vent stainless steel filters (\$8,400), one industrial size combination blender/mixer (\$5,000), one refrigerated salad bar (\$13,000), one 20-passenger bus with patient lift (\$120,000), one stove-top grill (\$2,000), eight conference room tables (\$4,000), and 24 conference room chairs (\$10,100).

Governor's Recommendation	0.00	0	107,800	397,400	505,200
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. The division has an indirect cost recovery base amount of \$185,800 with costs split 73% from federal funds and 27% from dedicated funds. This request includes a \$3,100 increase for Attorney General fees, a \$26,300 decrease for risk management fees, a \$7,300 increase for State Controller fees, and a \$100 increase for State Treasurer fees.

Agency Request	0.00	0	(4,300)	(11,500)	(15,800)
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Governor's Recommendation	0.00	0	(4,300)	(11,500)	(15,800)
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	7,700	93,700	50,600	152,000
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	23,100	248,100	147,600	418,800
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FY 2016 Program Maintenance					
Agency Request	328.00	976,400	14,894,800	13,886,500	29,757,700
Governor's Recommendation	328.00	987,400	14,987,700	13,781,700	29,756,800

Division of Veterans Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Add Three New Positions

The division requests an additional 3.0 FTP and \$178,100 ongoing and \$41,300 for one-time appropriation for three new positions. This includes \$103,000 for ongoing personnel costs and \$9,000 for one-time operating expenditures and \$32,300 for one-time capital outlay from the Veterans Home Endowment Income Fund; and \$51,800 for ongoing personnel costs and \$22,400 for ongoing operating expenditures from the Federal Grant Fund.

The request from the Veterans Home Endowment Income Fund includes 2.0 FTP for one service officer and one administrative assistant, for service in the Twin Falls area. The positions would be used to serve an increasing number of veterans in the Magic Valley; currently these services are being provided through outreach efforts from Boise. The service officer will work directly with veterans to handle necessary paperwork when applying for veterans benefits. If the service officer position is not funded, then the administrative position is not needed. The one-time operating and capital outlay is for an all-wheel drive vehicle, computers, and various office equipment.

Included in the Federal Grant Fund is 1.0 FTP for a technical records specialist that will be housed in Boise. This past year the division was found to be in non-compliance with the Idaho Department of Health and Welfare, Criminal History Unit for not directly handling the background checks of contractors in the nursing homes. The finding stated that the division is to conduct its own background checks on all individuals working in the veterans homes. The division was relying on the contractors, per contract requirements, to conduct the background checks. Background checks were completed for all contractors, but not at the level required by the Centers for Medicare and Medicaid (CMS) as implemented by the Department of Health and Welfare. The estimated fine for FY 2015 for the Boise home is projected at \$77,923; this amount is under review. Operating expenditures will be used for administrative supplies, communication costs, employee development and travel, and computer services.

Agency Request	3.00	0	144,300	74,200	218,500
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The Governor recommends 2.0 FTP and funding for a veterans service officer position in Twin Falls, and a technical records specialist 2 position for the division administrative office.

<i>Governor's Recommendation</i>	<i>2.00</i>	<i>0</i>	<i>92,000</i>	<i>51,500</i>	<i>143,500</i>
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2. Health Benefits for Temporary Staff

Because of the difficulty in recruiting and retaining permanent nursing staff, the division relies on temporary workers to provide services. The temporary nurses are hired to work 40 hours a week for a maximum of 1,385 hours a year. In order to recruit quality nurses through the temporary pool, health benefits are provided as part of the compensation package. Providing health insurance is a decision made by the division, therefore any changes to the costs of health insurance benefits are not included in the maintenance portion of the budget request, as it would be for permanent positions. The division is requesting \$21,800 from the Miscellaneous Revenue Fund and \$3,800 from the Federal Grant Fund, all in personnel costs, to account for the recent increases in health insurance benefit costs.

Agency Request	0.00	0	21,800	3,800	25,600
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>21,800</i>	<i>3,800</i>	<i>25,600</i>
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3. New Capital Outlay and Operating

The division requests an additional \$103,900 ongoing and \$409,600 one-time from the Federal Grant Fund, \$105,000 one-time from the Veterans Home Endowment Income Fund, and \$47,500 one-time from the Miscellaneous Revenue Fund for new capital outlay items and various ongoing operating expenditure costs. This request includes funding for various IT and communications equipment. Several higher priced items include: \$126,900 for 2,080 IT development hours, \$28,000 for a specialized treadmill in Pocatello, \$30,600 for internet bandwidth and ongoing connectivity charges, \$60,000 for a diesel generator, \$51,500 for server warranty extensions, \$60,000 for a unified phone system and employee phones at Lewiston and Pocatello, and \$45,000 for a server room HVAC project.

Agency Request	0.00	0	152,500	513,500	666,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>152,500</i>	<i>513,500</i>	<i>666,000</i>
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Division of Veterans Services

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Ongoing IT Needs

The division requests \$100,600 for ongoing operating expenditures to maintain the division's IT infrastructure. The request would be funded half from the Miscellaneous Revenue Fund and half from the Federal Grant Fund. The request includes \$30,600 for data line charges, \$51,000 for network hardware maintenance, \$16,000 for employee travel costs, and \$3,000 for networking software. The request is being made to account for increased travel to outlying areas, need for increased bandwidth, and to meet federal requirements for the Health Insurance Portability and Accountability Act (HIPAA) and maintain the electronic health records system. Further, this request helps to minimize risk in the event of a failure with their corporate vendor.

Agency Request	0.00	0	50,300	50,300	100,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>50,300</i>	<i>50,300</i>	<i>100,600</i>

5. Veterans Recognition Fund

In 2013, the Legislature established the Veterans Recognition Fund and the Veterans Recognition Income Fund. The recognition fund is statutorily designed to benefit veterans in Idaho, with priority given to activities that serve disabled veterans (§65-704, Idaho Code). The income fund, upon request by the administrator of the division, can transfer up to five percent (5%) of the Idaho Veterans Recognition Fund's average monthly fair market value for the first twelve (12) months of the preceding twenty-four (24) months. Further, the distribution shall not exceed the Idaho Veterans Recognition Fund's fair market value on the first business day in July. Funding recommendations are to be made by the Veterans Recognition Committee and presented to the division. FY 2016 will be the first year that money is available for appropriation. The recognition committee has recommended to only use the interest accumulated on the initial \$20 million corpus and leave the corpus intact. The division has indicated that the interest being accrued is not meeting their expectations and that the investment strategy be reviewed during the 2015 session.

This request is for \$400,000 of one-time trustee & benefit payments to be used for the following organizations and amounts:

(1) Bravehearts, \$25,000; (2) Legacy Corps, \$30,000; (3) Higher Education Support, \$15,000; (4) Honor Flight of Idaho, \$10,000; (5) Operation Education, \$35,000; (6) Operation Military Kids, \$10,000; (7) Higher Ground, \$20,000; (8) Veterans Court Program, \$50,000; (9) Veterans Sanctuary, \$20,000; (10) Veterans Support Fund, \$35,000; (11) Wyakin Warrior Program, \$50,000; and (12) Idaho Veterans Cemetery study in Eastern Idaho, \$100,000.

Agency Request	0.00	0	400,000	0	400,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>400,000</i>	<i>0</i>	<i>400,000</i>

6. Idaho Suicide Hotline

The division requests \$100,000 to provide a fourth year of support to assist not only veterans, but all of Idaho's population with the statewide suicide prevention hotline. The hotline is managed by the Mountain States Group, Inc., a non-profit organization, and they estimate that the Division of Veterans Services has provided about 35% of funding for the hotline since June 30, 2012. Funding for this request is one-time from the Miscellaneous Revenue Fund that is generated through private pay and Medicaid reimbursements.

Agency Request	0.00	0	100,000	0	100,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>100,000</i>	<i>0</i>	<i>100,000</i>

FY 2016 Total					
Agency Request	331.00	976,400	15,763,700	14,528,300	31,268,400
<i>Governor's Recommendation</i>	<i>330.00</i>	<i>987,400</i>	<i>15,804,300</i>	<i>14,400,800</i>	<i>31,192,500</i>

Agency Request					
Change from Original App	3.00	12,100	799,400	301,500	1,113,000
% Change from Original App	0.9%	1.3%	5.3%	2.1%	3.7%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>2.00</i>	<i>23,100</i>	<i>840,000</i>	<i>174,000</i>	<i>1,037,100</i>
<i>% Change from Original App</i>	<i>0.6%</i>	<i>2.4%</i>	<i>5.6%</i>	<i>1.2%</i>	<i>3.4%</i>

Idaho Legislative Budget Book

Idaho Transportation Department

2015 Legislative Session

Transportation Services	5 - 135
Motor Vehicles	5 - 141
Highway Operations	5 - 147
Contract Construction & Right-of-Way Acq.	5 - 153

Idaho Transportation Department

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Transportation Services	45,533,100	40,526,600	44,531,400	30,653,400	30,861,200
Motor Vehicles	32,300,900	31,942,100	35,342,300	34,274,800	34,420,900
Highway Operations	172,086,100	167,242,400	173,661,400	187,038,200	187,971,800
Contract Const & Right-of-Way	400,510,300	284,540,100	263,907,200	244,307,400	243,431,200
Total:	650,430,400	524,251,200	517,442,300	496,273,800	496,685,100
BY FUND CATEGORY					
Dedicated	349,741,000	289,894,000	257,685,800	256,734,500	257,038,700
Federal	300,689,400	234,357,200	259,756,500	239,539,300	239,646,400
Total:	650,430,400	524,251,200	517,442,300	496,273,800	496,685,100
Percent Change:		(19.4%)	(1.3%)	(4.1%)	(4.0%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	116,836,100	107,433,000	119,568,300	121,126,700	122,414,200
Operating Expenditures	114,713,300	91,565,300	102,042,300	104,072,900	104,072,900
Capital Outlay	396,121,800	309,289,800	275,448,500	250,906,000	250,029,800
Trustee/Benefit	22,759,200	15,963,100	20,383,200	20,168,200	20,168,200
Total:	650,430,400	524,251,200	517,442,300	496,273,800	496,685,100
Full-Time Positions (FTP)	1,814.00	1,814.00	1,724.00	1,724.00	1,698.70

Department Description

The Idaho Transportation Department has four divisions and seven budgeted programs.

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. 7) Through FY 2014, the division of Transportation Performance managed federal transit grant programs that encouraged coordinated transportation services. In July 2014, the department implemented an organization realignment which realigned Transportation Performance into Highway Operations. If approved, this program will be deleted in FY 2016 and budgeted within the Highway Operations Division instead.

For budgeting purposes, these seven programs have been combined into four divisions that include:

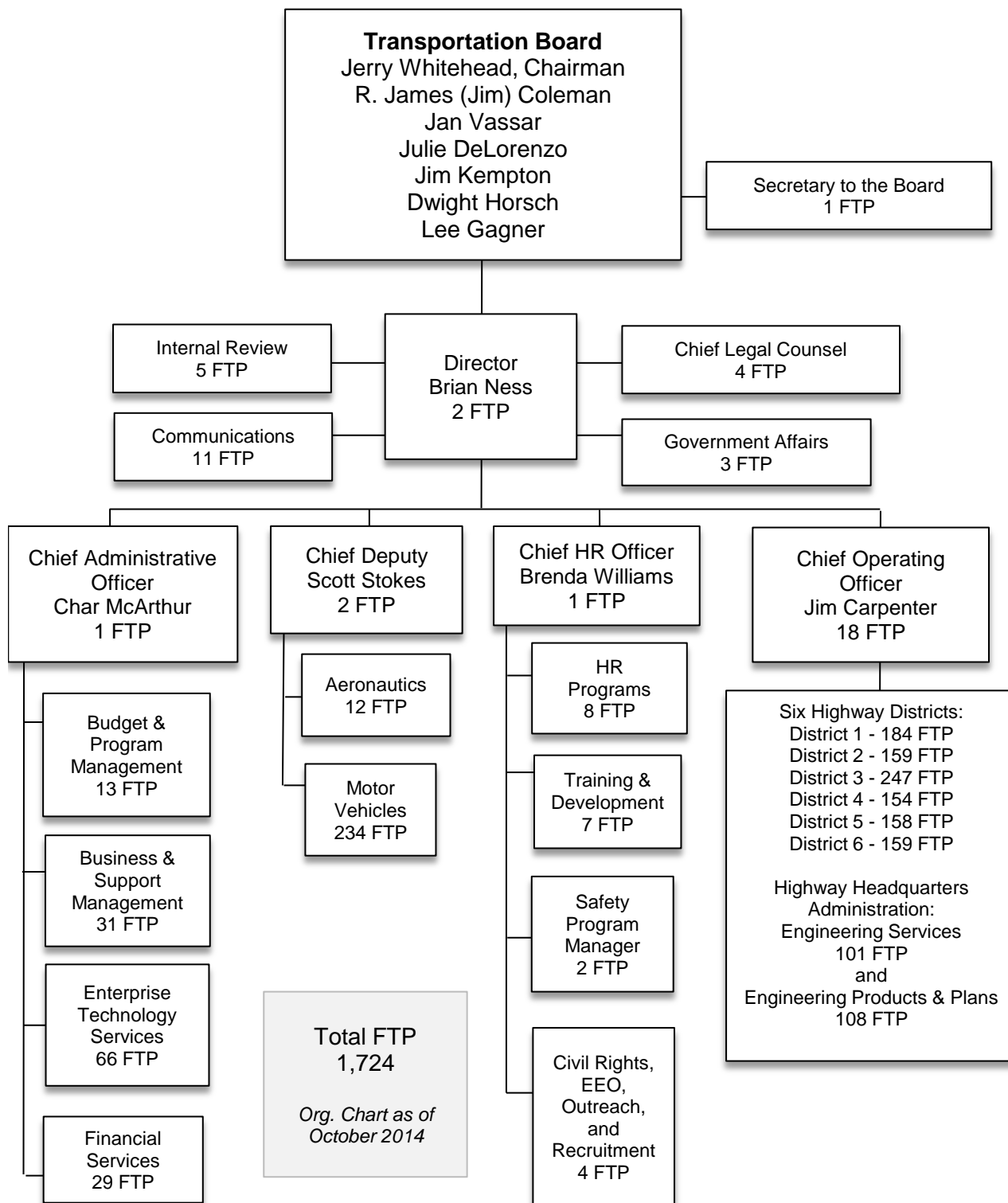
- 1) Transportation Services (Administration, Capital Facilities, Aeronautics, and Transportation Performance)
- 2) Motor Vehicles
- 3) Highway Operations
- 4) Contract Construction and Right-of-Way Acquisition

In FY 2007, the Legislature approved H854 which provided bonding authority for the issuance of Grant Anticipation Revenue Vehicle (GARVEE) bonds. House Bill 547 of the 2014 Legislative session revised the distribution of cigarette tax revenues to provide up to \$4.7 million annually, for five years, to the GARVEE Debt Service Fund to pay the state's share of the annual bond payment. Additionally, beginning in FY 2016, there will be a distribution to the State Highway Account to pay for highway maintenance. The amount of that distribution is variable and is contingent upon the amount of cigarette tax revenues that are generated.

Idaho Transportation Department Agency Profile

Analyst: Lockett

Organizational Chart



Idaho Transportation Department Agency Profile

Analyst: Lockett

FY 2016 Total Revenue Estimate:

Highway Distribution Account (shown below)	\$ 184 million
Misc. State Funds	\$ 67.3 million
Federal Funds	\$ 293.6 million
Cigarette Tax for GARVEE payment	\$ 4.7 million
Cigarette Tax for highway maintenance	\$ 6.3 million

Total Estimate \$ 555.9 million

Highway Distribution Account Revenue Estimate (August 2014)

REVENUE SOURCES	
Motor Fuel Taxes	242.5
less: Parks, Tax Comm, Refunds, RR, Bridge Insp	(17.4)
less: Ethanol transfer to ITD	(15.1)
NET MOTOR FUEL TO DISTRIBUTE	210.0
Registrations	103.2
Other	9.6
NET HDA TO DISTRIBUTE	322.8

DISTRIBUTIONS	
ITD (57%)	184.0
ISP (5%)	16.1
LOCALS (38%)	122.7
TOTAL DISTRIBUTIONS	322.8

Sub-Allocation of Locals Distribution	
LOCALS (38%)	122.7
less: LHTAC	(0.4)
NET LOCAL HDA TO DISTRIBUTE	122.3
Cities (30%)	36.7
Counties & Hwy Districts (70%)	85.6

Dollars in millions and rounded

Idaho Transportation Department

Agency Profile

Analyst: Lockett

Selected Key Services - Fiscal Year	FY 2011	FY 2012	FY 2013	FY 2014
Contracts awarded for highway construction projects	149	95	104	95
Dollar value of awarded highway construction projects	\$237.4 M	\$273.5 M	\$229.2 M	\$305.2 M

Selected Key Services - Calendar Year	CY 2010	CY 2011	CY 2012	CY 2013
Vehicle miles traveled on state system highways (in 100 millions)	84	83	84	85
Vehicles registered (calendar year)	1,635,400	1,643,000	1,801,600	1,628,800
Driver's licenses in force (calendar year)	1,069,500	1,084,000	1,093,000	1,111,500
Number of counties receiving public trans. services	43	43	43	43

Performance Measures - Calendar Year	CY 2011	CY 2012	CY 2013	CY 2014 Goal
Decrease the five-year annual fatality rate (per 100 million miles traveled per year)	1.39	1.29	1.25	1.27
Maintain percentage of pavement in good or fair condition	87%	86%	85%	82%
Maintain percentage of bridges in good or fair condition	74%	73%	74%	80%
Increase percentage of current-year projects delivered by year end	91%	91%	90%	100%
Increase percent of time that mobility is unimpeded during winter storms	47%	54%	61%	55%

FY 2014 Actual Expenditures by Sources/Uses of Funds

State Highway -- Dedicated (0260-02): Revenues from fuel taxes, registrations and fines. This includes the 57% portion of the Hwy. Distribution Account that is used to pay for constructing, maintaining, and administering the state highway system and as match for federal funds.	\$281,925,500
State Highway -- Federal (0260-03): Federal aid used to reimburse state construction and improvement expenditures.	\$234,074,000
State Highway -- Interagency Billing (0260-04): Revenues from billings to state agencies for services provided.	\$348,900
State Highway -- Local (0260-05): Local funds deposited to the State Highway Fund used as match for construction and improvement projects.	\$5,052,900
State Aeronautics -- Dedicated (0221-02): Aviation fuel tax levied on all aircraft fuel sold in the state. Used for licensing of aircraft and airmen, and for regulating operation of aircraft.	\$1,894,500
State Aeronautics -- Federal (0221-03): Revenue from federal grants for airport maintenance and renovation projects.	\$65,900
State Aeronautics -- Interagency Billing (0221-04): Receipts collected and used to offset the use of state-owned aircraft by other state agencies.	\$672,200
State Highway-- Title XII ARRA (0260-46): Federal American Recovery and Reinvestment Act moneys specifically designed for transportation use.	\$217,300
Total	<u>\$524,251,200</u>

Idaho Transportation Department

Agency Profile

Analyst: Lockett



The Grant Anticipation Revenue Vehicle (GARVEE) Transportation Program is a debt-financing mechanism that permits states to accelerate highway construction projects by selling bonds. In Idaho's case, the bonds are secured solely by future federal funds. However, the bonds are paid back with a combination of future federal appropriations and state matching funds.

The GARVEE Program was originally projected to cost \$998 million. However, federal funding for transportation has been uncertain because receipts into the Federal Highway Trust Fund have been less than disbursements. As such, the Transportation Board chose to be conservative in its estimate of future federal funding for GARVEE debt service, requesting a bonded program of \$857 million (\$840 million in bonds, plus \$17 million in interest earnings). ITD, in partnership with the Idaho Housing & Finance Association, has issued six bond series with a weighted average interest rate of 4.41%. Debt service on the total program budget of \$857 million will be approximately \$58.8 million per year, which is well within the statutory limitation of 30% of federal apportionment.

* Authorizations to bond a total of \$840 million were provided over six legislative sessions (2007 - 2012).

* 55 of 59 projects in six transportation corridors have been completed:

- US 95 (Garwood to Sagle) and US 95 (Worley North)
- Idaho 16, Junction 1-84 to Emmett
- I-84 (Caldwell to Meridian) and I-84 (Orchard to Isaacs Canyon)
- US 30, McCammon to Lava Hot Springs

* The federal GARVEE bond payment for FY 2015 was \$57.8 million. The Transportation Board was authorized to transfer up to \$4.9 million from the State Highway Fund to the GARVEE Debt Service Fund, to pay the state's portion of the annual debt payment. The FY 2016 payment is anticipated to be \$58.8 million (\$54.1 million federal/\$4.7 million state). House Bill 547 of the 2014 legislative session revised the distribution of cigarette tax revenues to provide up to \$4.7 million annually to the GARVEE Debt Service Fund to pay the state's share of the annual bond payment. These funds will be transferred to the GARVEE Debt Service Fund for five years, at which time the statute sunsets on June 30, 2019.

* Each bond series is amortized over 18 years (no call provision is available until after year ten of each series), making the final payment for the program due in 2031.

Six Corridor Budgets							
<i>In millions of dollars (rounded)</i>							
Total Summary	FY 07	FY 08	FY 09	FY 10	FY 11	FY 12	TOTAL
Engineering & Consulting; plus Program Management	\$82.4	\$38.7	\$7.3	\$8.8	\$3.1	\$11.1	\$151.4
Right-of-Way Acquisition	\$15.0	\$43.9	\$6.9	\$19.0	\$1.9	\$4.9	\$91.6
Construction Contract Payments	\$117.2	\$169.8	\$119.8	\$54.2	\$7.0	\$146.1	\$614.1
Total By Fiscal Year	\$214.6	\$252.4	\$134.0	\$82.0	\$12.0	\$162.1	\$857.1

Transportation Services

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Administration	23,272,400	21,845,200	23,866,400	24,690,900	24,886,200
Capital Facilities	3,960,000	4,066,600	3,315,000	3,345,000	3,345,000
Aeronautics	3,724,200	2,601,300	2,919,500	2,617,500	2,630,000
Transportation Performance	14,576,500	12,013,500	14,430,500	0	0
Total:	45,533,100	40,526,600	44,531,400	30,653,400	30,861,200
BY FUND CATEGORY					
Dedicated	30,619,900	28,657,100	29,922,900	29,503,000	29,705,300
Federal	14,913,200	11,869,500	14,608,500	1,150,400	1,155,900
Total:	45,533,100	40,526,600	44,531,400	30,653,400	30,861,200
Percent Change:		(11.0%)	9.9%	(31.2%)	(30.7%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	16,537,100	15,384,500	17,158,500	16,370,600	16,578,400
Operating Expenditures	9,048,700	8,233,700	8,734,100	9,433,600	9,433,600
Capital Outlay	4,963,400	5,398,000	4,673,600	3,969,200	3,969,200
Trustee/Benefit	14,983,900	11,510,400	13,965,200	880,000	880,000
Total:	45,533,100	40,526,600	44,531,400	30,653,400	30,861,200
Full-Time Positions (FTP)	226.00	222.00	213.00	202.00	204.70

Division Description

The Transportation Services Division includes the following four programs:

- 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) Capital Facilities administers the design, building, and maintenance of department facilities.
- 3) Aeronautics assists Idaho municipalities in developing their airports and operates the state's air fleet.
- 4) Transportation Performance, formerly known as Public Transportation, manages the federal transit grant programs and encourages coordinated transportation services throughout the state. If approved, all of the personnel and the funds in this program will be moved into the Highway Operations Division starting in FY 2016, due to the department's ongoing structural reorganization.

Moving Ahead for Progress in the 21st Century (MAP-21), the most recent federal transportation authorization bill, became law July 6, 2012 and covers a period from 7/6/2012 to 5/30/2015. The law changed policy and program structure by eliminating dozens of federal highway programs, narrowing to only six core programs. A lump sum is provided for each core program that is divided proportionally by state. The law accelerated project delivery by speeding environmental processes and reviews. Performance management was incorporated as well, requiring states to set performance targets that support national performance measures. Finally, MAP-21 greatly expanded safety efforts, through both programs and available funding. Idaho's highway apportionments showed a 6% funding reduction initially, with increases in FY 2013 and FY 2014. Federal highway funding beyond May 2015 is not yet known. Federal Highway Administration (FHWA) funding in the FY 2016 appropriation request is based on apportionment levels for federal fiscal year 2014.

Transportation Services

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	213.00	0	44,531,400	213.00	0	44,531,400
Reappropriation	0.00	0	827,700	0.00	0	827,700
FY 2015 Total Appropriation	213.00	0	45,359,100	213.00	0	45,359,100
Removal of One-Time Expenditures	0.00	0	(2,556,800)	0.00	0	(2,556,800)
Base Adjustments	1.00	0	97,300	1.00	0	97,300
FY 2016 Base	214.00	0	42,899,600	214.00	0	42,899,600
Benefit Costs	0.00	0	178,700	0.00	0	118,100
Inflationary Adjustments	0.00	0	511,000	0.00	0	511,000
Replacement Items	0.00	0	1,291,200	0.00	0	1,291,200
Statewide Cost Allocation	0.00	0	45,800	0.00	0	45,800
Change in Employee Compensation	0.00	0	138,600	0.00	0	407,000
FY 2016 Program Maintenance	214.00	0	45,064,900	214.00	0	45,272,700
6. Merge Transport Perf Prgm	(12.00)	0	(14,411,500)	(12.00)	0	(14,411,500)
7. Convert Group Positions to Permanent	0.00	0	0	2.70	0	0
FY 2016 Total	202.00	0	30,653,400	204.70	0	30,861,200
Change from Original Appropriation	(11.00)	0	(13,878,000)	(8.30)	0	(13,670,200)
% Change from Original Appropriation			(31.2%)			(30.7%)

Transportation Services

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	213.00	0	29,922,900	14,608,500	44,531,400

Reappropriation

Aeronautics, Transportation Performance

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	794,800	32,900	827,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>794,800</i>	<i>32,900</i>	<i>827,700</i>

FY 2015 Total Appropriation					
Agency Request	213.00	0	30,717,700	14,641,400	45,359,100
<i>Governor's Recommendation</i>	<i>213.00</i>	<i>0</i>	<i>30,717,700</i>	<i>14,641,400</i>	<i>45,359,100</i>

Removal of One-Time Expenditures

Agency Request	0.00	0	(2,516,000)	(40,800)	(2,556,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(2,516,000)</i>	<i>(40,800)</i>	<i>(2,556,800)</i>

Base Adjustments

Admin, Aero, Cap Facilities, and Trans Performance

The department requests the following adjustments in the Administration Program in order to align appropriation to projected revenues: \$13,000 from the dedicated State Highway Fund to the federal fund and a transfer of two FTP and \$67,300 in personnel costs into the Administration Program.

Additionally, the department requests the following adjustment in the Transportation Performance Program in order to align appropriation to available fund sources: \$121,000 from the dedicated State Highway Fund to the federal fund in personnel costs. This adjustment nets to zero.

The department also requests \$30,000 to be transferred from the dedicated State Highway Fund in the Highway Operations Division to the Capital Facilities Program to pay its share of security related expenses. Historically, each program shared in facility security costs and there was no coordinated effort across the department for repair and maintenance of the systems. If approved, this program transfer will ensure all costs are expended from the Capital Facilities Program for costs of the department-wide security system now in place.

Lastly, the department requests a transfer of one FTP from the Aeronautics Program to the Administration Program. They also request a transfer of \$2,600 from the federal (\$1,100) and state billing (\$1,500) aeronautics funds into the dedicated State Aeronautic Fund to better align projected revenues with appropriation. This adjustment nets to \$0.

Agency Request	1.00	0	(35,600)	132,900	97,300
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>(35,600)</i>	<i>132,900</i>	<i>97,300</i>

FY 2016 Base					
Agency Request	214.00	0	28,166,100	14,733,500	42,899,600
<i>Governor's Recommendation</i>	<i>214.00</i>	<i>0</i>	<i>28,166,100</i>	<i>14,733,500</i>	<i>42,899,600</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	174,000	4,700	178,700
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>115,000</i>	<i>3,100</i>	<i>118,100</i>
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Transportation Services

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Inflationary Adjustments

Administration

The department requests \$511,000 in operating expenditures for contract inflation in the dedicated State Highway Fund for software maintenance on three contracts. Specifically, \$116,000 for Microsoft support and license costs, \$70,000 for LANdesk software and licensing to support the department and the county DMV offices, and \$325,000 for Enterprise software that supports the human resources and accounting software at the department's headquarters. The Enterprise software request is for renewal of a contract with CGI to operate Advantage (ITD's enterprise system for accounting and human resources), and to save on the cost of the next upgrade that is required in order to stay within the contract regarding the version of the software that ITD operates. The request includes a bundled upgrade licensing package and would bring the new base, if funded, to \$1,425,000.

Agency Request	0.00	0	511,000	0	511,000
Governor's Recommendation	0.00	0	511,000	0	511,000

Replacement Items

Administration, Aeronautics

In the Administration Program, the department requests \$637,000 in operating expenditures and \$566,600 in capital outlay from the dedicated State Highway Fund for computers, switches, printers and other miscellaneous office equipment. In addition, the bulk of the request is for cloud network computing software that costs \$630,000 and replaces the 2010 version of their existing software.

The department also requests \$87,600 in the Aeronautics Program for five computers (\$4,200), a motor & gear box (\$2,900), a propeller (\$8,500), a tractor mower (\$26,000), a pickup truck (\$38,000), and a scissor lift (\$8,000).

Agency Request	0.00	0	1,291,200	0	1,291,200
Governor's Recommendation	0.00	0	1,291,200	0	1,291,200

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Agency Request	0.00	0	45,800	0	45,800
Governor's Recommendation	0.00	0	45,800	0	45,800

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	135,000	3,600	138,600
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	0	396,300	10,700	407,000
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FY 2016 Program Maintenance

Agency Request	214.00	0	30,323,100	14,741,800	45,064,900
Governor's Recommendation	214.00	0	30,525,400	14,747,300	45,272,700

6. Merge Transport Perf Prgrm

Transportation Performance

The department requests to transfer all of its employees and funding from the Transportation Performance Program to the Highway Operations Division. This will involve a transfer of 12 FTP, \$820,100 in the dedicated State Highway Fund, and \$13,591,400 in the Federal Highway Fund for a total of \$14,411,500. The employees (4.50 state-funded and 7.50 federally-funded) will serve the same functions, but will be merged into the Highway Division where they will be working closer to their area of responsibility. Under the new alignment, planning services for highways, rail, bike, and pedestrian now work as a unified function. Freight outreach and planning combines into the highway mobility services section and public transportation services will combine with the highway contracting services section. This request is a part of the department's continuing organizational realignment.

Agency Request	(12.00)	0	(820,100)	(13,591,400)	(14,411,500)
Governor's Recommendation	(12.00)	0	(820,100)	(13,591,400)	(14,411,500)

Transportation Services

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Convert Group Positions to Permanent				Administration, Aeronautics	
Agency Request	0.00	0	0	0	0
<i>The Governor recommends converting long-term, benefited, part-time group positions to permanent, part-time FTP. These represent stable positions that work year-around and receive benefits. The conversion to FTP will provide greater transparency on the size of the state workforce, assist agencies in properly budgeting for health insurance increases and changes in employee compensation, and extend classified employee protections to many long-term state employees.</i>					
Governor's Recommendation	2.70	0	0	0	0
FY 2016 Total					
Agency Request	202.00	0	29,503,000	1,150,400	30,653,400
Governor's Recommendation	204.70	0	29,705,300	1,155,900	30,861,200
Agency Request					
Change from Original App	(11.00)	0	(419,900)	(13,458,100)	(13,878,000)
% Change from Original App	(5.2%)		(1.4%)	(92.1%)	(31.2%)
Governor's Recommendation					
Change from Original App	(8.30)	0	(217,600)	(13,452,600)	(13,670,200)
% Change from Original App	(3.9%)		(0.7%)	(92.1%)	(30.7%)

Motor Vehicles

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	29,700,900	29,688,900	32,742,300	31,674,800	31,820,900
Federal	2,600,000	2,253,200	2,600,000	2,600,000	2,600,000
Total:	32,300,900	31,942,100	35,342,300	34,274,800	34,420,900
Percent Change:		(1.1%)	10.6%	(3.0%)	(2.6%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	13,037,300	12,768,900	13,612,000	13,825,100	13,971,200
Operating Expenditures	18,844,100	18,899,900	21,440,400	20,131,200	20,131,200
Capital Outlay	419,500	273,300	289,900	318,500	318,500
Total:	32,300,900	31,942,100	35,342,300	34,274,800	34,420,900
Full-Time Positions (FTP)	236.00	240.00	234.00	234.00	234.00

Division Description

The Division of Motor Vehicles (DMV) manages driver's licenses, vehicle registrations, license plates, and vehicle titles. This division also works to meet the needs and expectations of motor vehicle customers and the county sheriffs and assessors who work as the department's agents.

Motor Vehicles

Comparative Summary

Analyst: Lockett

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	234.00	0	35,342,300	234.00	0	35,342,300
Removal of One-Time Expenditures	0.00	0	(2,403,100)	0.00	0	(2,403,100)
FY 2016 Base	234.00	0	32,939,200	234.00	0	32,939,200
Benefit Costs	0.00	0	211,200	0.00	0	141,200
Inflationary Adjustments	0.00	0	22,500	0.00	0	22,500
Replacement Items	0.00	0	310,500	0.00	0	310,500
Statewide Cost Allocation	0.00	0	(5,300)	0.00	0	(5,300)
Change in Employee Compensation	0.00	0	110,600	0.00	0	326,700
FY 2016 Program Maintenance	234.00	0	33,588,700	234.00	0	33,734,800
2. Full Page Registration Renewal Notices	0.00	0	372,900	0.00	0	372,900
3. Port of Entry Scales: Lewiston & Boise	0.00	0	198,600	0.00	0	198,600
4. DMV County Offices Hardware	0.00	0	62,100	0.00	0	62,100
5. CDL Requirements Registration	0.00	0	52,500	0.00	0	52,500
FY 2016 Total	234.00	0	34,274,800	234.00	0	34,420,900
Change from Original Appropriation	0.00	0	(1,067,500)	0.00	0	(921,400)
% Change from Original Appropriation			(3.0%)			(2.6%)

Motor Vehicles

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	234.00	0	32,742,300	2,600,000	35,342,300
Removal of One-Time Expenditures					
Agency Request	0.00	0	(2,403,100)	0	(2,403,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(2,403,100)</i>	<i>0</i>	<i>(2,403,100)</i>
FY 2016 Base					
Agency Request	234.00	0	30,339,200	2,600,000	32,939,200
<i>Governor's Recommendation</i>	<i>234.00</i>	<i>0</i>	<i>30,339,200</i>	<i>2,600,000</i>	<i>32,939,200</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	211,200	0	211,200
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>141,200</i>	<i>0</i>	<i>141,200</i>
Inflationary Adjustments					
The department requests \$22,500 in operating expenditures from the dedicated State Highway Fund to pay for the increased usage fee costs of the Idaho Law Enforcement Telecommunications Systems, known as ILETS. Fee increases were approved during the 2014 Legislative session in rule. The department currently pays an access fee of \$8,800 and a usage fee of \$20,000. The usage fee will increase to \$42,500 in FY 2016. The ILETS system allows the driver licensing unit, motor vehicle investigators, and the port-of-entry inspectors quick access to critical information.					
Agency Request	0.00	0	22,500	0	22,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>22,500</i>	<i>0</i>	<i>22,500</i>
Replacement Items					
The department requests \$310,500 in capital outlay for replacement items including desktop computers, laptop computers, printers (totaling \$101,300), DMV county equipment (\$156,200), and ten scales for the ports-of-entry (\$53,000).					
Agency Request	0.00	0	310,500	0	310,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>310,500</i>	<i>0</i>	<i>310,500</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.					
Agency Request	0.00	0	(5,300)	0	(5,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(5,300)</i>	<i>0</i>	<i>(5,300)</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	110,600	0	110,600
<i>The Governor recommends a 3% increase in 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>326,700</i>	<i>0</i>	<i>326,700</i>
FY 2016 Program Maintenance					
Agency Request	234.00	0	30,988,700	2,600,000	33,588,700
<i>Governor's Recommendation</i>	<i>234.00</i>	<i>0</i>	<i>31,134,800</i>	<i>2,600,000</i>	<i>33,734,800</i>

Motor Vehicles

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Full Page Registration Renewal Notices

The department requests \$357,600 in ongoing funds and \$15,300 in one-time funding from the dedicated State Highway Fund for programming costs, production costs, and postage to produce and mail full-page renewal notices to Idaho vehicle owners. The purpose of this request is to provide a more secure, convenient and efficient way to alert vehicle owners when their vehicle registrations are about to expire. According to the department, the current 4" x 6" renewal postcards are no longer sufficient for the following reasons:

1. So much information for varying entities has been added to the postcard that it cannot accommodate any more additions or revisions. This precludes the department from enabling automated processing for renewals that are returned via mail, as there is no room to accommodate the bar code information that could be utilized by the automated processor.
2. The postcards contain personal information, as well as vehicle description, license plate and VIN, which can be viewed by anyone because it is not enclosed in an envelope. Revealing customers' personal and vehicle information results in complaints to the counties and department.
3. The postcard's size makes it easily lost among other mail, or accidentally discarded as junk mail.

By implementing a full-page renewal notice, which will be enclosed in an envelope when mailed and will include a window envelope for its return, the department will be able to provide an easy-to-read notice, with ample room so important information is not overlooked. They will also be able to accommodate the addition of a barcode, to be able to automate the processing of renewals that are returned via mail, which can be processed using existing check-processing technology - thereby limiting the need to increase staff for manual processing as the volume of registrations increases. Additionally, a full-page notice will provide the ability to print more information onto the renewal notice, as may be required in the future as necessitated by new programs or laws. If funded, the new notices will be mailed inside of an envelope, and will include a return envelope, which will protect customer information and increase the likelihood that renewals will not be lost or discarded, decreasing the need to provide duplicate copies of renewal notices.

There is currently \$30,000 in the base to produce the postcards and \$432,000 in the base to mail the postcards. If funded, approximately 2/3 of the revenues to pay for the full-page notices will be recovered from miscellaneous revenues to the dedicated State Highway Fund via reimbursements from the DMV county offices. The county offices are billed monthly by the department for the per-piece postage cost of 1.3 million notices mailed annually on their behalf. The remaining 1/3 of the ongoing costs will be paid from existing revenues in the fund that are generated by DMV user fees.

The initiative to move to a full-page renewal notice has not been implemented; however a 3-month pilot program is underway, beginning with Ada County notices that will renew in January 2015, to test the initiative and to provide an opportunity for fact-finding regarding the process, desired outcomes, and process improvements. Ada County was selected because the Ada County DMV offices already have the check-processing equipment and capabilities in place that are required to automatically process the "smart" barcode that is on the full-page renewals. Approximately 20,000 full-page notices were mailed in December as part of the pilot program, and the department has already begun to receive feedback that will improve the form and process.

Part of the purpose of the pilot program is fact-finding to be able to respond to any questions that decision makers may have. The pilot program is already providing feedback regarding the efficiency and accuracy improvement of the processing: Ada County offices currently experience an average 40% error rate in processing the postcard renewals, due to the poor quality of the scanning that is performed by the scanner that scans and "reads" the postcards. The Ada County offices have already experienced a 99% accuracy rate for the full-page renewals that were processed using a check scanner and an encoded barcode.

Agency Request	0.00	0	372,900	0	372,900
Governor's Recommendation	0.00	0	372,900	0	372,900

Motor Vehicles

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. Port of Entry Scales: Lewiston & Boise

The department requests \$198,600 in ongoing operating expenditures from the dedicated State Highway Fund for "Weigh-in-Motion" (WIM) scale maintenance costs at the Lewiston and East Boise ports of entry (POE). The upgrades to these sites, as well as the first two years of maintenance costs (in FY 2014 and FY 2015) were funded through a Federal Motor Carrier Safety Administration (FMCSA) Commercial Vehicle Information Systems and Networks (CVISN) grant. The federal funding is no longer available, so if funded, the state funds will then provide the routine maintenance service on all major systems, system components and ancillary equipment in the field, including testing and maintenance of in-road instrumentation; cleaning, testing and maintaining all electronics interfaces and system computers; and system maintenance for the central server and data collection system.

Over two million vehicles are weighed annually at POE locations throughout the state. Currently, there are 14 fixed-port sites and two of the sites (Lewiston and East Boise) have WIMs installed. In the federal FY 2013, the WIM systems located at Lewiston and East Boise screened 578,391 (30%) of the annual vehicles - during a period in which East Boise was closed for highway construction (summer of 2013) and the Lewiston port was being upgraded. The number of vehicle screenings at these sites are expected to increase now that both of the POE sites are fully operational.

The WIM technology is essential to the department because it provides a size and weight enforcement program that is mandated by the federal government. Having an effective size and weight enforcement program in the state secures funding (approximately \$75 million per year) for highway construction purposes by the Federal Highway Administration, as well as providing the tool that ensures the protection of Idaho's highway infrastructure. WIM technology is also a benefit to the trucking industry, as it enables pre-clearance of legal vehicles and efficiently expedites these vehicles at the POE sites. WIM pre-clearance saves both time and fuel costs, and eliminates the delay that legal vehicles would experience if the weighing process was performed manually. The WIM pre-clearance technology also allows POE inspectors to be more efficient by focusing their efforts on only those vehicles that require attention.

Agency Request	0.00	0	198,600	0	198,600
Governor's Recommendation	0.00	0	198,600	0	198,600

Motor Vehicles

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. DMV County Offices Hardware

Motor Vehicles

The department requests \$8,000 in one-time capital outlay and \$54,100 in ongoing operating expenditures to fund several items for the counties' driver licensing and motor vehicle offices (DMV). Specifically, they request eight computers (seven workstations and one touchscreen testing workstation) for \$1,000 each; three capture stations which include a camera, signature pad and software for \$10,500 each; three documentation authentication system kits, which include scanners and software for \$6,000 each; and the leased cost of printers for \$372 per month.

The current operating base for the County Offices is \$3.6 million annually and it pays for card issuance (driver's licenses and identification cards), IT software and hardware, postage and mailing, registration decals and forms, consulting services for development and maintenance of systems, office supplies, phone and data lines, and the monthly maintenance costs for computers and computer stations. The request of \$54,100 in ongoing funding represents an increase of 17.7% for the annual leased equipment costs, and an overall increase of 1.5% in the DMV County Offices total budget.

The statewide county DMV system currently totals 113 locations throughout Idaho, comprised of 59 assessor (motor vehicle) locations and 54 sheriff (driver licensing) locations. These locations serve as the department's point-of-sale agents and as the volume and complexity of the services needed to serve customers increases, the need for additional resources increases, as well. Over the last four years, 27 additional workstations have been installed across the state in nine of the motor vehicle offices and 11 of the driver licensing offices. Several larger county offices (e.g. Kootenai and Bonneville) would improve customer service with more workstations as staffing and space becomes available to them. If funded, this request will provide the capital outlay that is anticipated to be needed in FY 2016, as well as ongoing operating resources anticipated in FY 2016 and going forward. If this request is not funded, increased customer volume in county offices, combined with increased complexity of programs used, will result in longer customer wait times, and a larger workload for the county DMV offices.

Agency Request	0.00	0	62,100	0	62,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>62,100</i>	<i>0</i>	<i>62,100</i>

5. CDL Requirements Registration

The department requests \$52,500 in one-time operating expenditure from the dedicated State Highway Fund, in the event that proposed legislation passes and is approved, to fund vendor programming costs to update driver licensing systems and card designs to comply with Federal Commercial Driver's License Testing and Commercial Learner's Permit Standards (FMCSA-2007-27659, as amended by FR Docket 2013-06760, published on March 25, 2013). The primary focus of the proposed legislation is to implement new Commercial Driver's License (CDL) testing and Commercial Learner's Permit (CLP) standards. This request will fund system modifications needed in order to comply with federal standards affecting commercial drivers.

The new standards must be implemented by July 2015. Failure to implement them will result in penalties, specifically, 4% withholding begins 10/1/2016 and then up to 8% each year thereafter, which equates to approximately \$9.6 million the first year and up to \$19.2 million per year starting thereafter.

Agency Request	0.00	0	52,500	0	52,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>52,500</i>	<i>0</i>	<i>52,500</i>

FY 2016 Total					
Agency Request	234.00	0	31,674,800	2,600,000	34,274,800
<i>Governor's Recommendation</i>	<i>234.00</i>	<i>0</i>	<i>31,820,900</i>	<i>2,600,000</i>	<i>34,420,900</i>

Agency Request					
Change from Original App	0.00	0	(1,067,500)	0	(1,067,500)
% Change from Original App	0.0%		(3.3%)	0.0%	(3.0%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>(921,400)</i>	<i>0</i>	<i>(921,400)</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>(2.8%)</i>	<i>0.0%</i>	<i>(2.6%)</i>

Highway Operations

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	154,007,000	149,736,800	157,235,200	156,871,400	157,703,400
Federal	18,079,100	17,505,600	16,426,200	30,166,800	30,268,400
Total:	172,086,100	167,242,400	173,661,400	187,038,200	187,971,800
Percent Change:		(2.8%)	3.8%	7.7%	8.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	87,261,700	79,279,600	88,797,800	90,931,000	91,864,600
Operating Expenditures	55,489,400	57,992,200	53,956,100	56,596,400	56,596,400
Capital Outlay	26,690,000	27,818,400	28,242,500	23,975,600	23,975,600
Trustee/Benefit	2,645,000	2,152,200	2,665,000	15,535,200	15,535,200
Total:	172,086,100	167,242,400	173,661,400	187,038,200	187,971,800
Full-Time Positions (FTP)	1,352.00	1,352.00	1,277.00	1,288.00	1,260.00

Division Description

The Highway Operations Division performs 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.

Highway Operations

Comparative Summary

Analyst: Lockett

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	1,277.00	0	173,661,400	1,277.00	0	173,661,400
Removal of One-Time Expenditures	0.00	0	(29,209,700)	0.00	0	(29,209,700)
Base Adjustments	(1.00)	0	(97,300)	(29.00)	0	(97,300)
FY 2016 Base	1,276.00	0	144,354,400	1,248.00	0	144,354,400
Benefit Costs	0.00	0	1,153,900	0.00	0	734,100
Inflationary Adjustments	0.00	0	78,000	0.00	0	78,000
Replacement Items	0.00	0	24,022,900	0.00	0	24,022,900
Statewide Cost Allocation	0.00	0	(732,000)	0.00	0	(732,000)
Change in Employee Compensation	0.00	0	749,500	0.00	0	2,102,900
FY 2016 Program Maintenance	1,276.00	0	169,626,700	1,248.00	0	170,560,300
1. Salt, Equip, Culverts, and Guardrails	0.00	0	3,000,000	0.00	0	3,000,000
6. Merge Trans Perf Program	12.00	0	14,411,500	12.00	0	14,411,500
FY 2016 Total	1,288.00	0	187,038,200	1,260.00	0	187,971,800
Change from Original Appropriation	11.00	0	13,376,800	(17.00)	0	14,310,400
% Change from Original Appropriation			7.7%			8.2%

Highway Operations

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	1,277.00	0	157,235,200	16,426,200	173,661,400

Removal of One-Time Expenditures

Agency Request	0.00	0	(29,124,600)	(85,100)	(29,209,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(29,124,600)</i>	<i>(85,100)</i>	<i>(29,209,700)</i>

Base Adjustments

Highway Operations

The department requests a fund shift of \$5,300 from various state dedicated fund sources into the federal State Highway Fund in order to better align appropriation to projected revenues. It also requests to transfer \$30,000 from the dedicated State Highway Fund in the Highway Operations Division to the Capital Facilities Program to pay its share of security related expenses. Historically, each program shared in facility security costs and there was no coordinated effort across the department for repair and maintenance of the systems. If approved, this program transfer will ensure all costs are expended from the Capital Facilities Program for costs of the department-wide security system now in place. Finally, the department requests to transfer 1.0 FTP and \$67,300 in personnel costs from the Highway Operations Division to the Administration Program in order to realign staff that are providing department-wide support.

Agency Request	(1.00)	0	(102,600)	5,300	(97,300)
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In addition to the above adjustment, the Governor recommends a reduction of 28.0 FTP to align the FY 2016 appropriation with current FTP use. He also recommends retaining the personnel costs associated with these positions to fund a transportation technician retention plan. Transportation technicians comprise one-third of the department's workforce, and turnover is a consistent staffing issue. The new pay-for performance retention plan will provide tiered merit increases to transportation technicians as they complete training, pass skills tests, and meet performance targets. This plan will help the department to retain top talent and reduce turnover by paying a competitive wage to highly skilled employees.

<i>Governor's Recommendation</i>	<i>(29.00)</i>	<i>0</i>	<i>(102,600)</i>	<i>5,300</i>	<i>(97,300)</i>
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FY 2016 Base					
Agency Request	1,276.00	0	128,008,000	16,346,400	144,354,400
<i>Governor's Recommendation</i>	<i>1,248.00</i>	<i>0</i>	<i>128,008,000</i>	<i>16,346,400</i>	<i>144,354,400</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	1,012,300	141,600	1,153,900
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP. He also recommends the associated changes in the variable benefit costs.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>648,500</i>	<i>85,600</i>	<i>734,100</i>
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Inflationary Adjustments

The department requests the following inflation adjustments from the dedicated State Highway Fund:

1. \$41,400 in operating expenditures to pay for gas and power utility rate increases.

2. \$36,600 in operating expenditures for an increase in fuel consumption volume. The department has been purchasing trucks with larger displacement engines to meet tighter EPA standards over the last decade. Consequently, these trucks use more fuel to do the same amount of work.

Agency Request	0.00	0	78,000	0	78,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>78,000</i>	<i>0</i>	<i>78,000</i>

Highway Operations

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items			Highway Operations		
<p>The department requests \$47,300 in operating expenditures and \$23,975,600 in capital outlay from the State Highway Fund to pay for replacement items including backhoes, loaders, motor graders, semis, pickup trucks, snowplows, street sweepers, vans, equipment, computers, small equipment parts and pieces, lab machines and testing equipment, mobile radios, and drills. Over 50% of this request provides an appropriation for equipment in the department's Buy-Back Program, which will generate millions of dollars in equipment sale proceeds that fully offset the buy-back portion of this request. Specifically, the department estimates about \$17 million in sale proceeds and \$14 million in replacement costs, for a net proceed of just under \$3 million.</p>					
Agency Request	0.00	0	24,022,900	0	24,022,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>24,022,900</i>	<i>0</i>	<i>24,022,900</i>
Statewide Cost Allocation					
<p>This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.</p>					
Agency Request	0.00	0	(732,000)	0	(732,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(732,000)</i>	<i>0</i>	<i>(732,000)</i>
Change in Employee Compensation					
<p>Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.</p>					
Agency Request	0.00	0	662,100	87,400	749,500
<p><i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i></p>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,857,900</i>	<i>245,000</i>	<i>2,102,900</i>
FY 2016 Program Maintenance					
Agency Request	1,276.00	0	153,051,300	16,575,400	169,626,700
<i>Governor's Recommendation</i>	<i>1,248.00</i>	<i>0</i>	<i>153,883,300</i>	<i>16,677,000</i>	<i>170,560,300</i>

Highway Operations

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Salt, Equip, Culverts, and Guardrails

Highway Operations

The department requests \$3,000,000 in operating expenditures to address a set of issues, including: enhancement or creation of culvert, guardrail, and rest area maintenance programs; additional equipment rental costs due to the reduction of capital equipment purchases; and increased salt purchases to meet targeted performance levels for winter maintenance.

The culvert repair/replacement/rehabilitation program is part of the maintenance requirements for each district, and an area that has been falling behind due to a lack of base operating funds. The department has hundreds of culverts on the state system and numerous culverts are over 50 years old and approximately 50% of those are deficient. The department lacks the operating funds to repair or replace these culverts at their current rate of degradation. Funding a routine annual program will help the districts better address the increasing deficiency and deterioration rates. The total culvert program funding request is \$546,700.

The guardrail repair and replacement program is part of the maintenance requirements for each district and has been falling behind due to a lack of operating funds, as well. Existing guardrails, particularly on mountainous routes, are high wear items that require periodic rehabilitation and replacement. Sufficient funding of routine annual costs in this program will help the districts maintain this critical element of highway safety infrastructure at a more appropriate level. The total guardrail program funding request is \$217,800.

The department has re-examined its vehicle utilization rates and has moved to reduce overall costs for maintenance equipment. The Highway Operations Division will no longer purchase certain categories of equipment in favor of renting them for the limited time they are deployed. With this new approach, and the implementation of a variety of new maintenance programs (culvert, guardrail, and pavement repair), the districts will need additional operating appropriation to cover the increased equipment rental costs. The total equipment rental funding request is \$741,400.

Each rest area is operated independently, at an appropriate service level, within each district. Recently, transportation districts four (Shoshone) and six (Rigby) have changed operational hours of their rest areas, and/or remodeled and enlarged rest areas in their district. Along with this increased capacity and hours, the districts require additional operating funds to maintain the sites. The total rest area maintenance funding request is \$158,300.

The pavement repair program includes pothole patching and crack sealing, which are integral maintenance activities in each transportation district. The current goal for pavement condition is no more than 18% poor condition, which the districts are struggling to maintain. Increased funding in the pavement maintenance program will help the districts fund a proactive, preventative pavement maintenance program to keep pavement condition at an appropriate level. The total pavement repairs materials purchase funding request is \$360,600.

Based upon current winter performance measures, some districts are not meeting the desired goals of the department. Analysis has been done and a determination has been made that additional salt purchases will help the department meet its winter performance goals and measures. The total materials funding request is \$975,200.

Transportation districts have lacked sufficient funding for maintenance-specific activities and road material needs. If funded, this request will allow the state to better meet road operation and maintenance demands.

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

Highway Operations

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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6. Merge Trans Perf Program

The department requests a transfer of 12 FTP, \$820,100 in the dedicated State Highway Fund, and \$13,591,400 in the Federal Highway Fund for a total of \$14,411,500 from the Transportation Performance Program to the Highway Operations Division. The employees (4.50 state funded and 7.50 federally funded) have already been realigned and will perform the same functions in the Highway Division where they will be working closer to their area of responsibility. Under the new alignment, planning services for highways, rail, bike, and pedestrian now work as a unified function. Freight outreach and planning combines into the highway mobility services section and public transportation services will combine with the highway contracting services section. This request is a part of the department's continuing organizational realignment.

Agency Request	12.00	0	820,100	13,591,400	14,411,500
<i>Governor's Recommendation</i>	<i>12.00</i>	<i>0</i>	<i>820,100</i>	<i>13,591,400</i>	<i>14,411,500</i>

FY 2016 Total					
Agency Request	1,288.00	0	156,871,400	30,166,800	187,038,200
<i>Governor's Recommendation</i>	<i>1,260.00</i>	<i>0</i>	<i>157,703,400</i>	<i>30,268,400</i>	<i>187,971,800</i>

Agency Request

Change from Original App	11.00	0	(363,800)	13,740,600	13,376,800
% Change from Original App	0.9%		(0.2%)	83.7%	7.7%

Governor's Recommendation

Change from Original App	(17.00)	0	468,200	13,842,200	14,310,400
% Change from Original App	(1.3%)		0.3%	84.3%	8.2%

Contract Construction & Right-of-Way Acquisition

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	135,413,200	81,811,200	37,785,400	38,685,300	37,809,100
Federal	265,097,100	202,728,900	226,121,800	205,622,100	205,622,100
Total:	400,510,300	284,540,100	263,907,200	244,307,400	243,431,200
Percent Change:		(29.0%)	(7.3%)	(7.4%)	(7.8%)
BY OBJECT OF EXPENDITURE					
Operating Expenditures	31,331,100	6,439,500	17,911,700	17,911,700	17,911,700
Capital Outlay	364,048,900	275,800,100	242,242,500	222,642,700	221,766,500
Trustee/Benefit	5,130,300	2,300,500	3,753,000	3,753,000	3,753,000
Total:	400,510,300	284,540,100	263,907,200	244,307,400	243,431,200

Division Description

The Contract Construction & Right-of-Way Acquisition Division accounts for the funds necessary for highway construction projects that maintain and improve the state's highway system. The level of accomplishment in providing for the highway user is related, in part, to the funds available for contract construction. The current and useful life of the state's infrastructure depends on sufficient funding and efficient expenditure of these funds on necessary improvements.

Both dedicated and federal funding levels have stayed generally constant over the last several years. Dedicated funding available for construction in FY 2016 (\$38.7M) is very similar to levels of funding available in FY 2015 (\$37.8M) and FY 2014 (\$36.1M). The higher level of appropriation reflected in the FY 2014 Total Appropriation above is due to reappropriation authority (carryover).

Reappropriation represents spending authority on projects which were in progress, not yet completed, and therefore had not yet fully consumed their spending authority through the end of the prior year. As backlog is completed (especially now, due to the department's project acceleration efforts) actual expenditures in subsequent years will usually be greater than spending authority provided in subsequent years' original annual appropriation bills. Expenditures will consume all spending authority provided in the original annual appropriation bill for the year, plus some of the reappropriated spending authority carried forward from the prior year.

Contract Construction & Right-of-Way Acquisition

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	0	263,907,200	0.00	0	263,907,200
Reappropriation	0.00	0	113,552,600	0.00	0	113,552,600
FY 2015 Total Appropriation	0.00	0	377,459,800	0.00	0	377,459,800
Removal of One-Time Expenditures	0.00	0	(118,985,400)	0.00	0	(118,985,400)
Base Adjustments	0.00	0	(14,167,000)	0.00	0	(15,043,200)
FY 2016 Base	0.00	0	244,307,400	0.00	0	243,431,200
FY 2016 Total	0.00	0	244,307,400	0.00	0	243,431,200
Change from Original Appropriation	0.00	0	(19,599,800)	0.00	0	(20,476,000)
% Change from Original Appropriation			(7.4%)			(7.8%)

Contract Construction & Right-of-Way Acquisition

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	0	37,785,400	226,121,800	263,907,200

Reappropriation

The department was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	88,775,300	24,777,300	113,552,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>88,775,300</i>	<i>24,777,300</i>	<i>113,552,600</i>

FY 2015 Total Appropriation					
Agency Request	0.00	0	126,560,700	250,899,100	377,459,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>126,560,700</i>	<i>250,899,100</i>	<i>377,459,800</i>

Removal of One-Time Expenditures

Agency Request	0.00	0	(94,208,100)	(24,777,300)	(118,985,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(94,208,100)</i>	<i>(24,777,300)</i>	<i>(118,985,400)</i>

Base Adjustments

The department requests a fund shift of \$6,538,800 from the federal State Highway Fund to the dedicated State Highway Fund, as well as a base reduction of \$13,960,900 from the federal State Highway Fund and \$206,100 from the dedicated State Highway Fund in order to better align appropriation to projected revenues. The most recent federal transportation authorization, MAP-21, will expire on May 30, 2015. Lacking a federal apportionment amount currently, the department has estimated the federal revenue available will be similar to the level realized under the last year of MAP-21 and has used those amounts to form their budget request.

Agency Request	0.00	0	6,332,700	(20,499,700)	(14,167,000)
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The Governor recommends aligning spending authority to the projected level of funding available by fund detail. This amount reflects the most recent cigarette tax revenue projection.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,456,500</i>	<i>(20,499,700)</i>	<i>(15,043,200)</i>
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FY 2016 Base					
Agency Request	0.00	0	38,685,300	205,622,100	244,307,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>37,809,100</i>	<i>205,622,100</i>	<i>243,431,200</i>

FY 2016 Total					
Agency Request	0.00	0	38,685,300	205,622,100	244,307,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>37,809,100</i>	<i>205,622,100</i>	<i>243,431,200</i>

Agency Request

Change from Original App	0.00	0	899,900	(20,499,700)	(19,599,800)
% Change from Original App			2.4%	(9.1%)	(7.4%)

Governor's Recommendation

Change from Original App	0.00	0	23,700	(20,499,700)	(20,476,000)
% Change from Original App			0.1%	(9.1%)	(7.8%)

Idaho Legislative Budget Book

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Department of Administration

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Department of Administration

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Administration, Dept of	32,817,900	30,491,700	28,466,700	30,344,500	30,387,400
Capitol Commission	2,333,000	150,400	3,072,000	2,642,000	2,642,000
Bond Payments	31,820,000	31,513,300	24,620,000	12,303,000	12,303,000
Permanent Building Fund	112,698,700	21,853,400	36,320,000	28,208,300	37,195,800
Total:	179,669,600	84,008,800	92,478,700	73,497,800	82,528,200
BY FUND CATEGORY					
General	18,507,000	17,923,900	14,301,400	17,126,100	17,087,200
Dedicated	161,162,600	66,084,900	78,177,300	56,371,700	65,441,000
Total:	179,669,600	84,008,800	92,478,700	73,497,800	82,528,200
Percent Change:		(53.2%)	10.1%	(20.5%)	(10.8%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	9,709,300	9,243,300	10,133,500	10,412,200	10,488,600
Operating Expenditures	33,111,900	24,916,000	23,911,200	25,300,200	25,266,700
Capital Outlay	136,848,400	49,849,500	58,434,000	37,785,400	46,772,900
Total:	179,669,600	84,008,800	92,478,700	73,497,800	82,528,200
Full-Time Positions (FTP)	146.75	146.75	145.00	145.00	144.50

Department Description

The Department of Administration provides a wide variety of centralized services to the rest of state government, including telephone and computer communications; public works; purchasing; administrative rules coordination; life, health and disability insurance to state employees; and property and casualty insurance for state agencies.

The Capitol Commission is responsible for the historic preservation and renovation of Idaho's State Capitol and grounds.

The department's Bond Payment Program consolidates payment of the state's bonded indebtedness for the construction of buildings.

The Permanent Building Fund budget finances the maintenance and construction of state buildings, including those at the colleges and universities.

Department of Administration

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Management Services	1,417,700	1,291,900	1,464,700	1,220,900	1,194,000
Administrative Rules	433,500	381,800	440,200	397,000	399,700
Information Technology	15,391,000	14,367,000	3,650,300	3,438,800	3,462,300
Idaho Education Network	0	0	7,678,900	10,596,300	10,539,500
Public Works	10,024,500	9,210,100	10,140,000	9,951,800	9,993,600
Purchasing	3,382,000	3,134,300	3,444,700	3,340,600	3,387,900
Insurance Management	1,516,500	1,481,600	1,647,900	1,399,100	1,410,400
Idaho Tech Authority (ITA)	652,700	625,000	0	0	0
Total:	32,817,900	30,491,700	28,466,700	30,344,500	30,387,400
BY FUND CATEGORY					
General	14,139,400	13,842,300	10,033,800	12,796,100	12,757,200
Dedicated	18,678,500	16,649,400	18,432,900	17,548,400	17,630,200
Total:	32,817,900	30,491,700	28,466,700	30,344,500	30,387,400
Percent Change:		(7.1%)	(6.6%)	6.6%	6.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	9,709,300	9,243,300	10,133,500	10,412,200	10,488,600
Operating Expenditures	21,156,300	19,400,100	18,259,200	19,496,000	19,462,500
Capital Outlay	1,952,300	1,848,300	74,000	436,300	436,300
Total:	32,817,900	30,491,700	28,466,700	30,344,500	30,387,400
Full-Time Positions (FTP)	146.75	146.75	145.00	145.00	144.50

Division Description

1) **MANAGEMENT SERVICES:** Provides administrative, fiscal, legal, and human resource services to the department. Administers the Industrial Special Indemnity Fund.

2) **ADMINISTRATIVE RULES:** Structures, promulgates, and disseminates all administrative rules subject to the Idaho Administrative Procedure Act.

3) **INFORMATION TECHNOLOGY:** Operates the Idaho state network, coordinates internet, consolidated messaging, telephone, and data and video transmission services. Includes the Idaho Technology Authority (ITA, formerly named the Information Technology Resource Management Council or ITRMC), which facilitates a centralized and coordinated approach to the design, procurement and implementation of information technology and telecommunications systems for both state government and the public.

4) **IDAHO EDUCATION NETWORK (IEN):** Provides the state's telecommunications distribution system for each public high school, including two-way interactive video, data, internet access, and other services to facilitate distance learning. The IEN provides curriculum resources to over 90,000 students, even those in remote or understaffed schools.

5) **PUBLIC WORKS:** Develops and oversees construction and renovation projects for state buildings, and manages leases for all state-leased office, retail, and warehouse space.

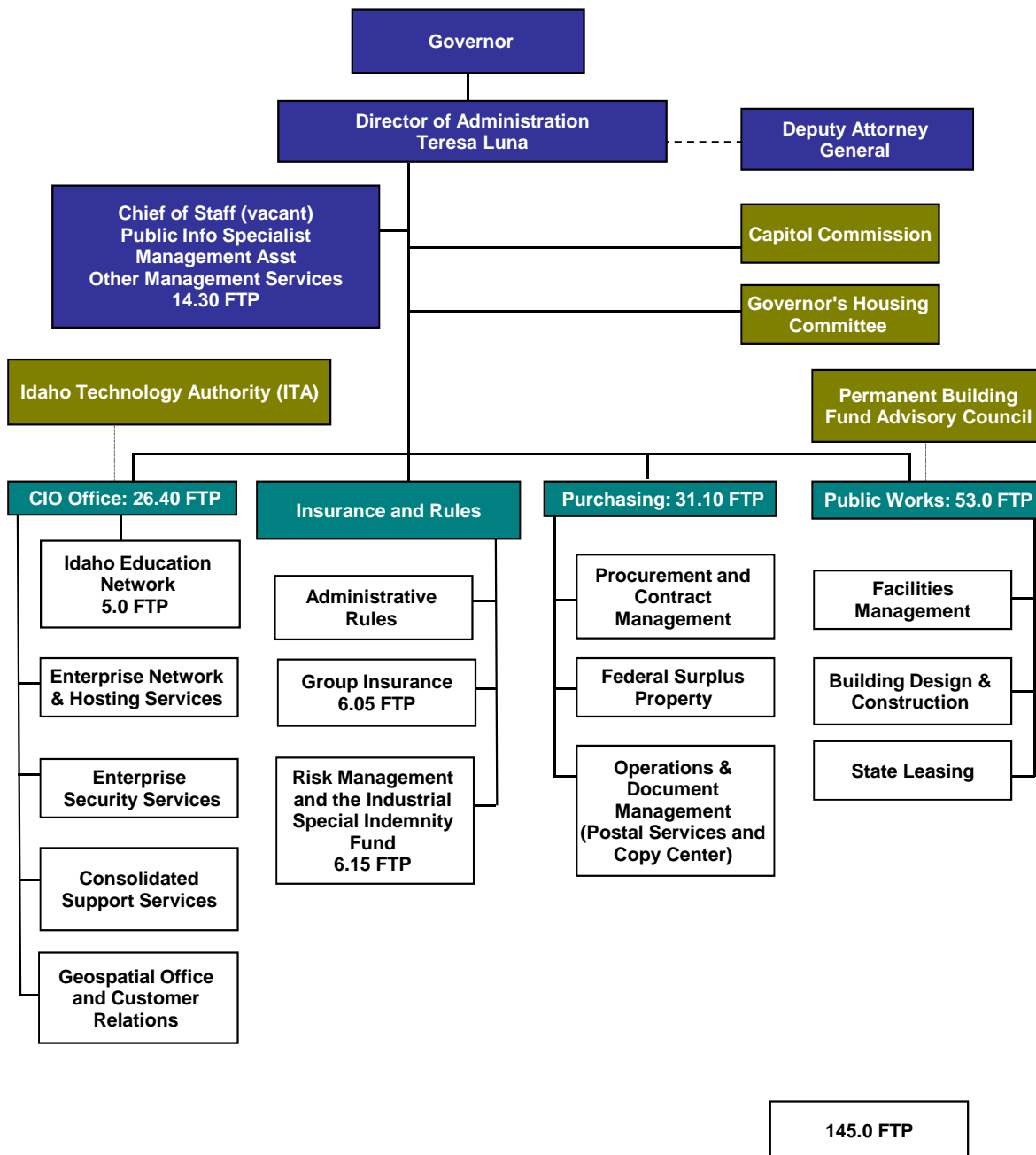
6) **PURCHASING:** Acquires property for all state agencies through the competitive bidding process, assists in the donation of surplus federal property to state and local government and eligible non-profits, and provides mail and copy center services to most state agencies.

7) **INSURANCE MANAGEMENT:** Negotiates and administers medical, dental, life and disability insurance programs for state employees, and provides property and casualty insurance services to state government via insurance and self-insurance.

Department of Administration Agency Profile

Analyst: Lockett

Organizational Chart



Department of Administration

Agency Profile

Analyst: Lockett

Source of Funds and Description

	% of Total for FY 2014 Actual	FY 2014 Actual	FY 2015 Estimated Expenditures	FY 2016 Request
1. General Fund (0001-00)	45%	\$ 13,842,300	\$ 12,221,800	\$ 12,796,100
Consists of moneys received into the treasury and not specifically appropriated to any other fund.				
2. Indirect Cost Recovery (0125-00)	4%	1,357,900	1,467,100	0
Consists of charges to other bureaus within the department to allocate administrative overhead costs.				
3. Permanent Building (0365-00)	8%	2,310,700	2,494,800	2,781,100
Consists of a \$10 tax paid by every person and corporation required to file an income tax return; \$5 million per year comes from the Sales Tax; 17.3% of 47 cents of the per pack cigarette tax; 33% of the \$4.65 tax per barrel of 31 gallons of beer sold; one-half of state lottery earnings; interest from the Budget Stabilization Fund as well as interest from the PBF itself. Moneys are dedicated to building, renovating, or repairing existing structures. It also is used in support of certain Public Works activities and for some building bond payments.				
4. Administration & Acct. Services (0450-00)	34%	10,235,400	11,563,800	11,717,100
Revenue derived from billing for services including telephone, postal, building space, parking, and purchasing. It also includes funding for interagency services provided by the department. Some building bond payments come from this fund.				
5. Employee Group Insurance (0461-00)	3%	878,200	1,079,700	937,400
Funded by a per-eligible employee payment by each agency, to fund the Office of Group Insurance Program.				
6. Retained Risk (0462-00)	2%	603,300	568,300	631,900
Funds from all premiums and surcharges received under Section 67-5777, Idaho Code. Used solely for personnel costs, operating expenditures, and capital outlay to manage the Risk Management Program.				
7. Administrative Code (0475-05)	1%	381,900	440,200	424,400
Moneys generated from user fees to cover the ongoing operational costs of the program.				
8. Industrial Indemnity (0519-00)	1%	220,400	268,100	293,600
Used to pay claimants who have suffered an industrial injury subsequent to either a pre-existing physical impairment or condition that renders the claimant totally and permanently disabled.				
9. Surplus Property (0456-00)	1%	341,800	550,900	586,900
Used to manage federal surplus personal property, available for donation to eligible health and educational institutions, units of state and local government, and to civil defense organizations. Funds are derived from charges assessed on any recipient of federal surplus property for the acquisition, warehousing, distribution or transfer of such property.				
10. Idaho Education Network (0120-05)	1%	319,800	0	176,000
Moneys in the fund are from state and federal appropriations, grants, donations, and interest earnings or funds from any other source for implementation and ongoing cost of the Idaho Education Network (§67-5745E). The IEN gets the majority of its money from the General Fund.				
Total	100%	\$ 30,491,700	\$ 30,654,700	\$ 30,344,500

Department of Administration

Agency Profile

Analyst: Lockett

Selected Measures and Services Provided

	FY 2011	FY 2012	FY 2013	FY 2014
Internal Management Systems				
Number of rules promulgated	206	211	189	173
No. of property, casualty, liability and auto ins. claims reported*	903	912 to date	949 to date	850 to date
No. of active employees enrolled in state's group insurance	17,346	17,570	17,847	17,987
No. of active employee dependents enrolled in state's group insurance	24,346	24,415	26,206	26,742
No. of retirees enrolled in state's group insurance	981	991	956	938
No. of retiree dependents in state's group insurance	252	271	265	269
Public Works				
Dollars appropriated for public works projects, not including agency funds	\$23.0 million	\$21.2 million	\$36.6 million	\$36.3 million
No. of new public works projects	242	160	150	182
No. of closed public works projects	124	125	196	219
Square feet of office space leased statewide	1,346,773	1,357,410	1,612,745	1,629,112
Dollars for office space leased statewide (per year)	\$18,034,700	\$18,038,300	\$20,838,000	\$21,059,000
Information Technology & Communications				
No. of visits to the state of Idaho home page	2,008,400	2,937,000	1,736,800	1,611,000
No. of interactive services and applications available on-line	165	170	291	323
Purchasing				
No. of contracts issued	813	706	793	756
Dollar value of contracts issued	\$431,000,000	\$316,000,000	\$650,000,000	\$482,000,000

* Claims are tracked by the date of the incident, so claims from FY 2013 and FY 2014 could still change due to statute of limitations laws.

Department of Administration

Agency Profile

Analyst: Lockett

Group Insurance Costs and Reserve Balances

	<u>2014 Act</u>	<u>2015 Est</u>	<u>2016 Est</u>	<u>2017 Est</u>
Active Enrollees	17,991	18,316	18,360	18,397
COBRA Enrollees	144	95	95	95
Retiree Enrollees	940	894	894	894
REVENUE				
Employer Premium	160,670,000	189,020,000	200,530,000	211,570,000
Employer Premium - Sweep	10,660,000	11,590,000	12,170,000	12,350,000
Employee Premium - Cash	17,820,000	24,350,000	24,400,000	32,310,000
COBRA Premium - Cash	1,120,000	790,000	830,000	900,000
Retiree Premium - Cash	7,380,000	7,120,000	7,510,000	8,070,000
Interest	370,000	320,000	310,000	350,000
Other Revenue	-	-	40,000	30,000
Total Revenue	198,020,000	233,190,000	245,790,000	265,580,000
EXPENSES				
Claims for Active Employees	181,890,000	192,370,000	207,450,000	224,370,000
Claims for Retirees	9,100,000	8,200,000	8,820,000	9,540,000
Federal Health Care Reform Fees	3,990,000	9,040,000	9,290,000	9,150,000
State Administration	920,000	1,100,000	990,000	1,040,000
Wellness	-	1,240,000	1,930,000	2,760,000
Medical Disability Continuation	1,830,000	1,980,000	2,140,000	2,320,000
FSA Funding		20,000	20,000	20,000
Blue Cross Admin Costs for Active Employees	8,370,000	8,470,000	8,760,000	9,110,000
Blue Cross Admin Costs for Retirees	200,000	190,000	200,000	200,000
State Premium Tax for Active Employees	2,930,000	3,170,000	3,260,000	3,530,000
State Premium Tax for Retirees	150,000	110,000	140,000	150,000
Risk Charge	620,000	720,000	-	-
Total Expenses	210,000,000	226,610,000	243,000,000	262,190,000
Beginning Reserve Balance	28,020,000	16,040,000	22,620,000	25,410,000
Total Cash Contributions (Revenue)	198,020,000	233,190,000	245,790,000	265,580,000
Total Costs (Premiums + Reserves)	(210,000,000)	(226,610,000)	(243,000,000)	(262,190,000)
<i>Net Change in Reserves</i>	<i>(11,980,000)</i>	<i>6,580,000</i>	<i>2,790,000</i>	<i>3,390,000</i>
Ending Reserve Balance	16,040,000	22,620,000	25,410,000	28,800,000

Department of Administration

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	145.00	10,033,800	28,466,700	145.00	10,033,800	28,466,700
1. IEN FY 2015 Federal E-Rate	0.00	2,188,000	2,188,000	0.00	1,600,000	1,600,000
2. Federal Surplus Freight	0.00	0	0	0.00	0	100,000
FY 2015 Total Appropriation	145.00	12,221,800	30,654,700	145.00	11,633,800	30,166,700
Removal of One-Time Expenditures	0.00	(7,004,500)	(7,384,600)	0.00	(6,416,500)	(6,796,600)
Transfer FTP to Purchasing	0.00	0	0	0.00	0	0
FY 2016 Base	145.00	5,217,300	23,270,100	145.00	5,217,300	23,370,100
Benefit Costs	0.00	27,100	135,200	0.00	17,400	91,200
Replacement Items	0.00	0	21,300	0.00	0	21,300
Statewide Cost Allocation	0.00	(900)	(12,100)	0.00	(900)	(12,100)
Change in Employee Compensation	0.00	16,600	84,900	0.00	48,900	252,300
FY 2016 Program Maintenance	145.00	5,260,100	23,499,400	145.00	5,282,700	23,722,800
1. IEN FY 2016 Federal E-Rate	0.00	6,717,500	6,717,500	0.00	6,717,500	6,717,500
2. Growth, Training, Video Conferencing	0.00	818,500	994,500	0.00	757,000	933,000
3. Purchasing Training and 2 Trainers	0.00	0	246,000	0.00	0	245,400
4. Construction Project Mgmt System	0.00	0	280,000	0.00	0	280,000
5. Federal Surplus Freight	0.00	0	72,000	0.00	0	0
6. Realign Internal Cost Allocation: Admin	0.00	0	(922,500)	0.00	0	(931,100)
7. Realign Internal Cost Allocation: IT	0.00	0	(542,400)	0.00	0	(548,200)
8. FTP Reduction	0.00	0	0	(0.50)	0	(32,000)
9. Elected Official Rent	0.00	0	0	0.00	2,737,500	2,737,500
Cash Transfers	0.00	0	0	0.00	(2,737,500)	(2,737,500)
FY 2016 Total	145.00	12,796,100	30,344,500	144.50	12,757,200	30,387,400
Change from Original Appropriation	0.00	2,762,300	1,877,800	(0.50)	2,723,400	1,920,700
% Change from Original Appropriation		27.5%	6.6%		27.1%	6.7%

Department of Administration

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	145.00	10,033,800	18,432,900	0	28,466,700

1. IEN FY 2015 Federal E-Rate

Idaho Education Network

The department requests a one-time General Fund supplemental appropriation of \$2,188,000 to replace E-rate payments that are currently being withheld by the Universal Services Administration Company (USAC), a federal contractor of the Federal Communications Commission (FCC). The federal funds have been withheld since March 2013 while USAC conducts an independent review of the validity of the IEN contract.

A partial-year appropriation was made in FY 2015 to cover the costs of broadband infrastructure and connectivity services for Idaho's school districts. The amount requested is based on the projected cost of \$2,338,000 to pay the remainder of the current fiscal year (March 2015 through May 2015), but is then reduced by \$150,000 in existing excess appropriation from the state portion of the E-rate funds that were already appropriated for the partial year (July 2014 through February 2015). The state pays for 25% of the program and the federal E-rate pays for the remaining 75%.

According to the department, this request serves all users of the Idaho Education Network (IEN), which includes all Idaho high schools and the majority of K-8 schools due to local district decisions on access to IEN bandwidth. Failure to fund this request will severely impact Idaho high schools by eliminating network access, which has proven an indispensable tool for accessing advanced education content, dual enrollment and dual-credit courses, and professional certification programs for high school students. Funding this request will assure Idaho schools that Idaho supports an equitable system of education for all students regardless of geography or the limitations of local community resources.

Agency Request	0.00	2,188,000	0	0	2,188,000
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The Governor recommends \$1,600,000 million in one-time General Fund in FY 2015 to replace E-rate dollars for the Idaho Education Network. This total is in addition to \$256,100 one-time General Fund appropriated in H650, which the Governor recommends reauthorizing. The funds will allow the network to operate through the end of the current fiscal year and the calculation is based on the same formula as the request.

Governor's Recommendation	0.00	1,600,000	0	0	1,600,000
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2. Federal Surplus Freight

Purchasing

Agency Request	0.00	0	0	0	0
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The Governor recommends additional ongoing spending authority for freight costs in the federal surplus program. The program, which donates surplus federal property to local jurisdictions, has provided items for more than 78% below market value on average in FY 2015. Cost avoidance savings in FY 2014 totaled \$1,300,000.

Governor's Recommendation	0.00	0	100,000	0	100,000
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FY 2015 Total Appropriation					
Agency Request	145.00	12,221,800	18,432,900	0	30,654,700
Governor's Recommendation	145.00	11,633,800	18,532,900	0	30,166,700

Removal of One-Time Expenditures

Agency Request	0.00	(7,004,500)	(380,100)	0	(7,384,600)
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Governor's Recommendation	0.00	(6,416,500)	(380,100)	0	(6,796,600)
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Transfer FTP to Purchasing

Management Services, Purchasing

The department requests one FTP be transferred from the Management Services Program to the Purchasing Program to fill a purchasing trainer position.

Agency Request	0.00	0	0	0	0
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Recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2016 Base					
Agency Request	145.00	5,217,300	18,052,800	0	23,270,100
Governor's Recommendation	145.00	5,217,300	18,152,800	0	23,370,100

Department of Administration

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	27,100	108,100	0	135,200
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	17,400	73,800	0	91,200
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Replacement Items

Purchasing

The department requests \$21,300 in one-time capital outlay from the Administration & Accounting Services Fund to purchase a commercial delivery van for the state's postal center. The current van has 83,000 miles on it and was acquired in 2006.

Agency Request	0.00	0	21,300	0	21,300
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Governor's Recommendation	0.00	0	21,300	0	21,300
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Agency Request	0.00	(900)	(11,200)	0	(12,100)
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Governor's Recommendation	0.00	(900)	(11,200)	0	(12,100)
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	16,600	68,300	0	84,900
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	48,900	203,400	0	252,300
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FY 2016 Program Maintenance

Agency Request	145.00	5,260,100	18,239,300	0	23,499,400
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Governor's Recommendation	145.00	5,282,700	18,440,100	0	23,722,800
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1. IEN FY 2016 Federal E-Rate

Idaho Education Network

The department requests \$6,717,500 from the General Fund for the Idaho Education Network for federal E-rate replacement funds in FY 2016. These funds are currently being withheld from the state while the IEN is under review by the Federal Communications Commission's E-rate contractor, the Universal Services Administration Company (USAC).

Agency Request	0.00	6,717,500	0	0	6,717,500
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Governor's Recommendation	0.00	6,717,500	0	0	6,717,500
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Department of Administration

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Growth, Training, Video Conferencing

Idaho Education Network

1) An ongoing General Fund appropriation of \$580,000 for the state's portion of Idaho Education Network (IEN) bandwidth costs. The increase is due to routine network growth, which comprises \$107,000 of the request, and an anticipated change in the E-rate reimbursement percentage, which could be up to \$473,000. Network growth is due to integration of existing technology, increased bandwidth usage by districts implementing technology initiatives, and schools opening or starting to serve high school grades. The E-rate reimbursement rate determines what percentage of network costs are paid by the state versus the federal government. The E-rate reimbursement rate is set by the Federal Communications Commission (FCC) a few months prior to the relevant fiscal year. However, based on analysis of changes to E-rate rules, this budget request reflects a maximum possible 4% shift from federal reimbursement to state cost. Currently, the state pays for 25% of the IEN and the federal E-rate program pays for the remaining 75%.

2) An ongoing General Fund appropriation of \$31,500 for media, consisting of promotional materials, virtual field trips, course catalogs, and other content to expand the availability and access to advanced courses over the IEN.

3) A one-time General Fund appropriation of \$30,000 for professional services, most of which is for software licensing to automate and scale the process of matching school course needs with schools offering the courses.

4) An ongoing General Fund appropriation of \$12,000 for initial video teleconferencing classroom installations in new high schools, upgrades to existing high schools or relocation of unused equipment.

5) A one-time appropriation from the Idaho Education Network Fund of \$176,000 to pay for teacher stipends and training. This money was originally awarded to the state from the State Department of Education Title II-D grant program. If funded, the balance of the Title II-D funds will be zero.

6) A one-time appropriation from the General Fund of \$165,000 for capital outlay to purchase classroom video teleconferencing systems (VTCs). VTCs are a prominent part of the IEN program. VTCs allow teachers to extend their classrooms in real-time to remote schools. The IEN deploys VTCs with additional ancillary equipment like screens, projectors, monitors, special cameras and sound equipment, all of which enhance usability and the student/teacher experience. Within a suite of VTC equipment, there are capital equipment costs, non-capital equipment costs, one-time support costs like installation and ongoing costs for support and maintenance.

Agency Request	0.00	818,500	176,000	0	994,500
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Recommended by the Governor, with the exception of \$61,500 from the General Fund for media and professional services.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>757,000</i>	<i>176,000</i>	<i>0</i>	<i>933,000</i>
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Department of Administration

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. Purchasing Training and 2 Trainers Purchasing

The department requests \$136,000 in ongoing personnel costs, \$30,000 in ongoing operating expenditures and \$80,000 in one-time appropriation from the Administration & Accounting Services Fund. If funded, the request will pay to fill two vacant and unfunded FTP that will expand the procurement training program for all state agency purchasing personnel in response to legislative recommendations. The employees will develop, maintain, deliver and manage a statewide procurement training program through the internet, in addition to on-site training throughout the state. The request also includes a learning management system to contain course content delivery, personnel registration/administration, training event management, curriculum and certification management, skills and competence management, training record management, and reporting. The ongoing cost of the learning management system will be absorbed through existing Division of Purchasing dedicated fund sources.

The entire state will be served through the addition of this program. Approximately 300 people will receive ongoing training which will increase the competencies of all state employees involved in property acquisitions. It will allow them to better understand the contract options available to them by the enhanced utilization of statewide leveraged contracts. It will provide consistency in how purchasing is performed throughout the state and lower the cost of employees who would otherwise seek national purchasing certification programs. Training programs will be centered around Idaho's statutorily-prescribed purchasing processes, as well as general public procurement processes.

Agency Request	0.00	0	246,000	0	246,000
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Recommended by the Governor and the health insurance cost has been adjusted based upon the most recent actuarial estimate of \$650 increase per eligible FTP.

Governor's Recommendation	0.00	0	245,400	0	245,400
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4. Construction Project Mgmt System Public Works

The department requests one-time operating expenditures of \$30,000 and capital outlay of \$250,000 from the Permanent Building Fund to purchase and install a new software program. The program will track the fiscal information and project activities for the construction projects managed by the Division of Public Works. Currently, they use a custom-developed software system for tracking construction project funding, obligations and expenditures. This system was developed several years ago by a company that is no longer in business. The system has experienced broken links, corrupted files and non-functioning reports. It no longer meets the growing needs of the Division of Public Works.

The division manages construction projects for many state agencies and programs. The impact of a new system will ensure accurate recording and tracking of fiscal information. It will also provide for enhanced, more efficient document control of items such as project manuals, architectural drawings, change orders, and pay requests. It is anticipated that this system will also provide tools for preventive maintenance and management of the Capitol Mall facilities.

The addition of one or two temporary part-time employees will be necessary to input the initial data into the new system. Additionally, the request for \$30,000 will pay for temporary staff to help train existing staff in how to operate the new system.

The request for \$250,000 will pay for the purchase and installation of the program, as well as the first year of support costs. The ongoing costs for the program will be an annual operating cost for the web-based system, determined by the number of users and amount of technical assistance desired. This has been estimated at \$50,000 to \$100,000 annually and the division plans to ask for the ongoing maintenance costs in FY 2017.

Agency Request	0.00	0	280,000	0	280,000
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Governor's Recommendation	0.00	0	280,000	0	280,000
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Department of Administration

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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5. Federal Surplus Freight

Purchasing

The department requests \$72,000 in ongoing operating expenditures from the Federal Surplus Property Revolving Fund to pay for freight services. Increased capacity to purchase additional freight will be used to accommodate seven to eight additional pieces of heavy equipment annually. Heavy equipment (dump trucks, fire trucks, road graders, and backhoes for example) is highly desired by federal surplus customers because its cost is typically only 50% - 65% of market value.

The current base budget for the Federal Surplus Program is approximately \$500,000 and is staffed by three FTP. The program serves all tax-supported agencies, certain non-profit organizations and some small businesses. Customers include state agencies, counties, cities, school districts, irrigation districts, fire districts, charter schools, non-profit health care facilities, and a handful of registered small businesses in Idaho. In FY 2014, the program transferred property with an original acquisition value of over \$6 million to its customers for service fees of \$378,800.

Agency Request	0.00	0	72,000	0	72,000
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The Governor recommended the request for additional spending authority as an ongoing supplemental.

Governor's Recommendation	0.00	0	0	0	0
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6. Realign Internal Cost Allocation: Admin

All Programs Except IEN

The department requests an ongoing realignment of internal cost allocation across the entire department. The request shifts 9.30 FTP, a net increase of \$4,300 in personnel costs, and a net decrease of \$926,800 in operating expenditures out of the Indirect Cost Recovery Fund in five programs and into each division's respective fund in the Management Services Program.

The department was given direction in its appropriation bill through legislative intent language to examine its internal cost recovery methodology and eliminate any internal service funds that have been used to fund operations across the various divisions that comprise the Department of Administration. Specifically, the department identified the fiscal and human resource functions that have traditionally been appropriated into each division and moved those into the program that is actually providing the services with a direct appropriation, rather than a cost allocation method. To better reflect the actual cost of providing services internally, fiscal services will be allocated based on FTP counts and the number of accounting transactions processed during the preceding fiscal year. The Information Technology Program has adopted a system that incorporates not only FTP, but also the number of devices supported within the division. The amount of funding included in this request is based on the budgeted amount that each program has historically been charged.

Agency Request	0.00	0	(922,500)	0	(922,500)
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Recommended by the Governor and the health insurance cost has been adjusted based upon the most recent actuarial estimate of \$650 increase per eligible FTP.

Governor's Recommendation	0.00	0	(931,100)	0	(931,100)
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Department of Administration

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Realign Internal Cost Allocation: IT					All Programs Except IEN
<p>The department requests an ongoing realignment of internal cost allocation across the entire department. The request shifts 6.25 FTP, a net increase of \$2,900 in personnel costs, and a net decrease of \$545,300 in operating expenditures out of the Indirect Cost Recovery Fund in five programs and into each division's respective fund in the Information Technology Program.</p> <p>The department was given direction in its appropriation bill through legislative intent language to examine its internal cost recovery methodology, and eliminate any internal service funds that have been used to fund operations across the various divisions that comprise the Department of Administration. Specifically, the department identified the IT services that have traditionally been appropriated into each division and moved those into the program that is actually providing the services with a direct appropriation, rather than a cost allocation method. To better reflect the actual cost of providing services internally, the Information Technology Program has adopted a system that incorporates the number of FTP served, as well as the number of devices supported within the division. The amount of funding included in this request is based on the budgeted amount that each program has historically been charged.</p>					
Agency Request	0.00	0	(542,400)	0	(542,400)
<p><i>Recommended by the Governor and the health insurance cost has been adjusted based upon the most recent actuarial estimate of \$650 increase per eligible FTP.</i></p>					
Governor's Recommendation	0.00	0	(548,200)	0	(548,200)
8. FTP Reduction					Management Services
Agency Request	0.00	0	0	0	0
<p><i>The Governor recommends a reduction of 0.5 FTP and \$25,000 in associated spending authority for personnel costs. This position has been providing fiscal support for the Soil & Water Conservation Commission. A corresponding line item for the commission recommends a financial specialist for the agency. A reduction of \$7,000 currently paid by the commission for human resource support is also included.</i></p>					
Governor's Recommendation	(0.50)	0	(32,000)	0	(32,000)
9. Elected Official Rent					Public Works
Agency Request	0.00	0	0	0	0
<p><i>The Governor recommends a one-time appropriation and transfer of \$2,737,500 from the General Fund to the Administrative and Accounting Services Fund to pay elected official space charges in the Capitol Mall.</i></p>					
Governor's Recommendation	0.00	2,737,500	0	0	2,737,500
Cash Transfers					Public Works
Agency Request	0.00	0	0	0	0
<p><i>CASH TRANSFER: There is hereby appropriated to the Division of Public Works and the State Controller shall transfer \$2,737,500 from the General Fund to the Administration & Accounting Services Fund, through installments or as practicable for the period July 1, 2015, through June 30, 2016.</i></p>					
Governor's Recommendation	0.00	(2,737,500)	0	0	(2,737,500)
FY 2016 Total					
Agency Request	145.00	12,796,100	17,548,400	0	30,344,500
Governor's Recommendation	144.50	12,757,200	17,630,200	0	30,387,400
Agency Request					
Change from Original App	0.00	2,762,300	(884,500)	0	1,877,800
% Change from Original App	0.0%	27.5%	(4.8%)		6.6%
Governor's Recommendation					
Change from Original App	(0.50)	2,723,400	(802,700)	0	1,920,700
% Change from Original App	(0.3%)	27.1%	(4.4%)		6.7%

Capitol Commission

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	2,333,000	150,400	3,072,000	2,642,000	2,642,000
Percent Change:		(93.6%)	1,942.6%	(14.0%)	(14.0%)
BY OBJECT OF EXPENDITURE					
Operating Expenditures	333,000	83,300	372,000	442,000	442,000
Capital Outlay	2,000,000	67,100	2,700,000	2,200,000	2,200,000
Total:	2,333,000	150,400	3,072,000	2,642,000	2,642,000

Division Description

The nine-member Idaho State Capitol Commission was created by the Legislature during the 1998 session and is charged with, among other things, developing a master plan for the restoration and refurbishment of the Capitol. Statute requires the commission to meet at least twice a year.

Current appointees include Andrew Erstad, Rep. Stephen Hartgen, Joy Richards, Mary Symms-Pollot, Lt. Gov. Brad Little and Joe Stegner.

Ex-officio voting members include the Director of the Legislative Services Office (Eric Milstead), the Director of the Idaho State Historical Society (Janet Gallimore), and the Director of the Department of Administration (Teresa Luna), who also serves as commission secretary.

The 2005 Legislature funded the Capitol Restoration and Expansion project with H386, which made permanent a cigarette tax increase of 57 cents per pack and distributed funds to the Permanent Building Fund for the repair, remodel and restoration of the Capitol, and related Capitol Mall improvements.

In 2006, the Legislature approved HCR 47 which authorized financing for the Capitol restoration and expansion, including the construction of two-story atrium wings at the east and west ends of the Capitol, of approximately 50,000 square feet each. In the fall of that same year, \$130 million in bonds were issued (pursuant to HCR 47) through the Idaho State Building Authority.

Work on the project commenced in the fall of 2006 and continued until a stop-work order was issued by Governor Otter on January 12, 2007. Negotiations on the overall scope of the project ensued between the Legislature and the Governor. In the final compromise, which was codified in H218, the Capitol Master Plan was modified to include the restoration of the Capitol, the construction of single-story atrium wings (25,000 square feet each, scaled back from the original two-story 50,000 square foot wings) at the east and west ends of the Capitol, and a reconfiguration of space in the Capitol that assigned control of the first floor to the Legislature. After approximately two and a half years of construction, the Capitol re-opened on January 8, 2010.

The following reflects how the total cost is apportioned:

- * Capitol Restoration: \$82.5 million
- * Capitol Expansion (wings): \$37.1 million
- * Furnishings and equipment: \$3.4 million
- Total: \$123 million

The debt service scheduled on the bonds called for seven years of annual payments of approximately \$20.1 million (payments will be from the cigarette tax discussed above). Of the cigarette tax revenue deposited in the Permanent Building Fund, a portion was statutorily earmarked for Capitol restoration and related efforts. The bond on the Capitol was paid off in FY 2015.

Capitol Commission

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	0	3,072,000	0.00	0	3,072,000
Reappropriation	0.00	0	2,182,600	0.00	0	2,182,600
FY 2015 Total Appropriation	0.00	0	5,254,600	0.00	0	5,254,600
Removal of One-Time Expenditures	0.00	0	(2,182,600)	0.00	0	(2,182,600)
Base Adjustments	0.00	0	(500,000)	0.00	0	(500,000)
FY 2016 Base	0.00	0	2,572,000	0.00	0	2,572,000
1. Management Fees	0.00	0	70,000	0.00	0	70,000
FY 2016 Total	0.00	0	2,642,000	0.00	0	2,642,000
Change from Original Appropriation	0.00	0	(430,000)	0.00	0	(430,000)
% Change from Original Appropriation			(14.0%)			(14.0%)

Capitol Commission

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	0	3,072,000	0	3,072,000

Reappropriation

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	2,182,600	0	2,182,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,182,600</i>	<i>0</i>	<i>2,182,600</i>

FY 2015 Total Appropriation	0.00	0	5,254,600	0	5,254,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,254,600</i>	<i>0</i>	<i>5,254,600</i>

Removal of One-Time Expenditures

Agency Request	0.00	0	(2,182,600)	0	(2,182,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(2,182,600)</i>	<i>0</i>	<i>(2,182,600)</i>

Base Adjustments

The commission requests a base reduction of \$500,000 in capital outlay in the Capitol Maintenance Reserve Fund as there are no major maintenance or construction projects planned for the Statehouse over the next few years. If approved, this request will bring the Capitol Maintenance Reserve Fund base to \$2,200,000.

Agency Request	0.00	0	(500,000)	0	(500,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(500,000)</i>	<i>0</i>	<i>(500,000)</i>

FY 2016 Base	0.00	0	2,572,000	0	2,572,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,572,000</i>	<i>0</i>	<i>2,572,000</i>

1. Management Fees

The commission requests \$70,000 from the Capitol Maintenance Reserve Fund to pay annual fees to the Idaho Department of Lands and the Endowment Fund Investment Board. The fees are for asset management services provided separately by both entities. Currently, there is \$230,000 in the budget to pay the fees. If approved, this request will bring the total appropriation to \$300,000 which is expected to adequately cover the anticipated annual fee amount.

Agency Request	0.00	0	70,000	0	70,000
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The Governor recommends spending authority to accommodate the payment of management fees to the Idaho Department of Lands and the Endowment Fund Investment Board. These funds are traditionally paid directly from the endowment fund investment account; however, the Commission has requested the funds be appropriated.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>70,000</i>	<i>0</i>	<i>70,000</i>
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FY 2016 Total	0.00	0	2,642,000	0	2,642,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,642,000</i>	<i>0</i>	<i>2,642,000</i>

Agency Request					
Change from Original App	0.00	0	(430,000)	0	(430,000)
% Change from Original App			(14.0%)		(14.0%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>(430,000)</i>	<i>0</i>	<i>(430,000)</i>
<i>% Change from Original App</i>			<i>(14.0%)</i>		<i>(14.0%)</i>

Bond Payments

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	4,367,600	4,081,600	4,267,600	4,330,000	4,330,000
Dedicated	27,452,400	27,431,700	20,352,400	7,973,000	7,973,000
Total:	31,820,000	31,513,300	24,620,000	12,303,000	12,303,000
Percent Change:		(1.0%)	(21.9%)	(50.0%)	(50.0%)
BY OBJECT OF EXPENDITURE					
Operating Expenditures	11,622,600	5,432,600	5,280,000	5,362,200	5,362,200
Capital Outlay	20,197,400	26,080,700	19,340,000	6,940,800	6,940,800
Total:	31,820,000	31,513,300	24,620,000	12,303,000	12,303,000

Division Description

The Department of Administration's Bond Payment Program consolidates payment of the state's bonded indebtedness for the construction of buildings. During the 2003 Legislative Session, the Legislature created a new program in the department for the sole purpose of payment of bonds for state buildings. In the past, the appropriation for bond payments was either in the budget for the Division of Public Works or in other agency budgets. This made it difficult to track and analyze the state's total bonded indebtedness. The Bond Payment Program is now a stand-alone program.

Bond Payments Agency Profile

Analyst: Lockett

Estimated Debt Service on Bond Indebtedness							
Original Issue	Project Name	Original Principal	Current Interest Rate	Remaining Principal as of Year End FY 2015	Maturity Date	Fund Source	Estimated FY 2016 Payment
1991	BSU College of Tech.	4,855,000	5.30%	1,195,000	FY 2018	0365	449,800
1999**	Idaho Correctional Center	53,130,000	4.55%	38,585,000	FY 2026	0001	4,329,500
2002**	Park HQ (formerly Billingsley Creek)	4,040,000	1.82%	3,115,000	FY 2022	0365	552,600
2002*	Idaho School & Hospital	9,325,000	4.58%	5,000,000	FY 2025	0450	657,300
2003*	ISU Rendezvous	12,730,000	4.10%	7,035,000	FY 2024	0365	941,500
2003*	BSU Academic West	9,180,000	4.22%	4,755,000	FY 2024	0365	670,000
2003*	UI Learning Center	12,440,000	4.43%	6,390,000	FY 2024	0365	904,300
2003*	LCSC Activity Center	10,625,000	4.42%	5,475,000	FY 2024	0365	769,400
2003*	NIC Health Bldg.	11,665,000	4.17%	6,070,000	FY 2024	0365	853,200
2003*	CSI Fine Arts Bldg.	5,730,000	4.31%	2,960,000	FY 2024	0365	420,000
2003*	ISP Post Academy	2,425,000	4.33%	1,255,000	FY 2024	0365	174,400
2005*	East. Idaho Tech College	10,790,000	3.22%	7,400,000	FY 2027	0365	770,700
2013	Parking Garage	9,045,000	2.00%	8,715,000	FY 2034	0365	643,700
						TOTAL	\$ 12,136,400

Indebtedness By Fund Source	
Permanent Building Fund (Fund 0365)	\$7,149,600
General Fund (Fund 0001)	\$4,329,500
Administration & Accounting Services Fund (Fund 0450)	\$657,300
TOTAL	\$12,136,400
Notes	

The Capitol renovation and expansion project and the 954 West Jefferson Street building bonds were paid off in FY 2015. The Jefferson Street building houses a portion of the Attorney General's staff and the Department of Juvenile Corrections.

* Projects included in a series of nine bonds that were refinanced in FY 2013 to attain better interest rates. This will save an average of \$222,000 per year until the bonds mature in FY 2024. The maturity dates on the bonds remained the same. This is a total present value savings of approximately \$2.6 million.

** Formerly, the Idaho Correctional Center bond was paid with a combination of the Permanent Building Fund and the General Fund. The Billingsley Creek bond was formerly paid with the General Fund, but was switched to the Permanent Building Fund in FY 2013 in conjunction with the refinancing of, and trade to, the Park Headquarters.

Bond Payments

Comparative Summary

Analyst: Lockett

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	4,267,600	24,620,000	0.00	4,267,600	24,620,000
Base Adjustments	0.00	0	(12,399,200)	0.00	0	(12,399,200)
FY 2016 Base	0.00	4,267,600	12,220,800	0.00	4,267,600	12,220,800
1. Overhead Payment Adjustment	0.00	62,400	82,200	0.00	62,400	82,200
FY 2016 Total	0.00	4,330,000	12,303,000	0.00	4,330,000	12,303,000
Change from Original Appropriation	0.00	62,400	(12,317,000)	0.00	62,400	(12,317,000)
% Change from Original Appropriation		1.5%	(50.0%)		1.5%	(50.0%)

Bond Payments

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	4,267,600	20,352,400	0	24,620,000

Base Adjustments

The department requests a base reduction of \$12,399,200 from the Permanent Building Fund because the Capitol renovation and expansion project and the 954 West Jefferson Street building bonds were paid off in FY 2015. The Jefferson Street building houses a portion of the Attorney General's staff and the Department of Juvenile Corrections.

Agency Request	0.00	0	(12,399,200)	0	(12,399,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(12,399,200)</i>	<i>0</i>	<i>(12,399,200)</i>

FY 2016 Base					
Agency Request	0.00	4,267,600	7,953,200	0	12,220,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,267,600</i>	<i>7,953,200</i>	<i>0</i>	<i>12,220,800</i>

1. Overhead Payment Adjustment

The department requests \$62,400 from the General Fund to pay the increased cost of interest on the prison complex bond. The bond has a variable interest rate. It was 4.52% in FY 2015 and is estimated to be 4.55% in FY 2016. The department also requests \$19,800 from the Administration & Accounting Services Fund to pay the Idaho State Building Authority for increased bond management overhead and administration

Agency Request	0.00	62,400	19,800	0	82,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>62,400</i>	<i>19,800</i>	<i>0</i>	<i>82,200</i>

FY 2016 Total					
Agency Request	0.00	4,330,000	7,973,000	0	12,303,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>4,330,000</i>	<i>7,973,000</i>	<i>0</i>	<i>12,303,000</i>

Agency Request					
Change from Original App	0.00	62,400	(12,379,400)	0	(12,317,000)
% Change from Original App		1.5%	(60.8%)		(50.0%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>62,400</i>	<i>(12,379,400)</i>	<i>0</i>	<i>(12,317,000)</i>
<i>% Change from Original App</i>		<i>1.5%</i>	<i>(60.8%)</i>		<i>(50.0%)</i>

Permanent Building Fund

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	112,698,700	21,853,400	36,320,000	28,208,300	37,195,800
Percent Change:		(80.6%)	66.2%	(22.3%)	2.4%
BY OBJECT OF EXPENDITURE					
Capital Outlay	112,698,700	21,853,400	36,320,000	28,208,300	37,195,800

Division Description

The Permanent Building Fund budget includes construction and maintenance costs for state buildings, including those at the universities and community colleges, funded from the Permanent Building Fund. The process is under the direction of the Permanent Building Fund Advisory Council (PBFAC), which is appointed by, and serves at the pleasure of, the Governor. The council is composed of a member from the Senate, a member from the House of Representatives, a contractor, a banker, and a person from the business community. Throughout the year, the council reviews and approves all planning, design, and construction of state public works projects.

Seven statutory sources of revenue are dedicated to the Permanent Building Fund:

An additional tax is required when filing an income tax return. Every person and corporation required to file a return pays a tax of ten dollars (§63-3082), which is credited to the Permanent Building Fund (§57-1110).

Five million dollars per year is continuously appropriated and set aside from the Sales Tax Fund to the Permanent Building Fund (§63-3638).

Cigarette tax collections are based on 57 cents per pack of cigarettes. A portion of the cigarette tax revenue was earmarked to repair, remodel and restore the Capitol, but the project bonds were paid off in FY 2015. The cigarette tax has since been redirected per H547 in the 2014 Legislative Session. H547 was a companion bill to H478, which allows the state to continue providing funding from state lottery proceeds to defray costs of the public schools' bond levy equalization program. H547 revised distributions of cigarette tax revenue in the following ways, beginning in FY 2015 and sunseting on June 30, 2019:

- 1) Fixed amount of \$3,315,000, each, annually to the Public School Income Fund and the County Juvenile Probation Fund.
- 2) Fixed annual distributions are established for the Permanent Building Fund (\$5,000,000); the Central Cancer Registry Fund (\$120,000), and the Cancer Control Fund (\$300,000).
- 3) The remaining funds are used to pay the state match of the annual GARVEE debt service (approximately \$4.7 million per year).
- 4) Five million dollars will be distributed to the secondary aquifer planning, management and implementation fund for statewide aquifer stabilization.
- 5) Finally, any remaining cigarette tax moneys will go to the State Highway Account to pay for maintenance of the state highway system.

A tax of \$4.65 per barrel of 31 gallons, and a like rate for any other quantity or fraction thereof, is levied and imposed upon each and every barrel of beer sold for use within the State of Idaho. Thirty-three percent of the proceeds are deposited to the Permanent Building Fund (§23-1008).

Three-eighths of state lottery earnings are distributed to the Permanent Building Fund (§67-7434).

The Permanent Building Fund retains the interest earnings from its funds that are invested by the State Treasurer (§57-1108).

Interest earned on the Budget Stabilization Fund is credited to the Permanent Building Fund (§57-814(1)).

Permanent Building Fund

Agency Profile

Analyst: Lockett

FY 2016 Permanent Building Fund Comparison

FY 2015 HISTORY:

FY 2015 Original Appropriation - PBF	\$	36,320,000
Additional Reappropriation - PBF	\$	59,626,300
FY 2015 Total Appropriation - Bonds	\$	19,699,200
FY 2015 Total Appropriation - Public Works	\$	2,494,700

FY 2016 FUND BALANCE:

FY 2016 Beginning Balance	\$	1,036,000
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ESTIMATED REVENUES:

Income Tax Filing Fee - \$10 Head Tax	\$	6,479,200
Corporate Income Tax	\$	495,200
Cigarette Tax (43.3% of net collections)	\$	5,000,000
Beer Tax (33% of net collections)	\$	1,372,700
Sales Tax (fixed amount)	\$	5,000,000
Lottery Dividends	\$	18,562,500
Capitol Mall Parking Receipts	\$	300,000
Budget Stabilization Fund Interest		1,869,000
Interest Earnings and Misc. Income	\$	817,300

TOTAL FUNDS AVAILABLE for FY 2016 **\$ 40,931,900**

	Agency Requests	Governor's Rec
EXPENDITURES:		
Dept of Administration Operating Budget:		
Public Works Operating Budget	\$ 2,565,800	\$ 2,565,800
Bond Payments	\$ 7,300,000	\$ 7,300,000
Public Officials' Capitol Mall Facilities	\$ 2,737,500	*note
Sub-total Admin Operating Budget	\$ 12,603,300	\$ 9,865,800
Alteration & Repair, plus Capitol Projects:		
Alteration & Repair	\$ 15,008,300	\$ 23,995,800
Asbestos Abatement	\$ 200,000	\$ 200,000
ADA Compliance	\$ 800,000	\$ 800,000
Capitol Mall Maintenance	\$ 300,000	\$ 300,000
Fine Arts Building - BSU	\$ 2,500,000	\$ 2,500,000
Combined Facility - ISP Pocatello	\$ 5,400,000	\$ 5,400,000
Collaborative Education Facility - NIC, LCSC, and UI	\$ 4,000,000	\$ 4,000,000
All Other Capital Requests	\$ 119,138,900	\$ -
Sub-total Capital Projects	\$ 147,347,200	\$ 37,195,800

Estimated Ending Balance **\$ (119,018,600)** **\$ (6,129,700)**

Gov's Rec General Fund Cash Transfer for Alt & Repair **\$ -** **\$ 6,250,000**

Governor's Rec Estimated Ending Balance **\$ -** **\$ 120,300**

* The Governor recommends paying for the Public Officials' Capitol Mall Facilities cost of \$2,737,500 with a one-time cash transfer from the General Fund to the Division of Public Works' Administration & Accounting Services Fund.

Permanent Building Fund

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	0	36,320,000	0.00	0	36,320,000
Reappropriation	0.00	0	59,626,300	0.00	0	59,626,300
1. Capitol Annex Improvements	0.00	0	0	0.00	1,150,000	1,150,000
Cash Transfers	0.00	0	0	0.00	(1,150,000)	0
FY 2015 Total Appropriation	0.00	0	95,946,300	0.00	0	97,096,300
Removal of One-Time Expenditures	0.00	0	(95,946,300)	0.00	0	(97,096,300)
FY 2016 Base	0.00	0	0	0.00	0	0
Alteration and Repair Projects	0.00	0	16,308,300	0.00	6,250,000	25,295,800
FY 2016 Program Maintenance	0.00	0	16,308,300	0.00	6,250,000	25,295,800
1. BSU Fine Arts Building	0.00	0	2,500,000	0.00	0	2,500,000
2. Combined Facility - ISP Pocatello	0.00	0	5,400,000	0.00	0	5,400,000
3. Collaborative Education Facility	0.00	0	4,000,000	0.00	0	4,000,000
Cash Transfers	0.00	0	0	0.00	(6,250,000)	0
FY 2016 Total	0.00	0	28,208,300	0.00	0	37,195,800
Change from Original Appropriation	0.00	0	(8,111,700)	0.00	0	875,800
% Change from Original Appropriation			(22.3%)			2.4%

Permanent Building Fund

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	0.00	0	36,320,000	0	36,320,000

Reappropriation

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	59,626,300	0	59,626,300
Governor's Recommendation	0.00	0	59,626,300	0	59,626,300

1. Capitol Annex Improvements

Agency Request	0.00	0	0	0	0
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The Governor recommends \$1,150,000 be transferred from the General Fund to the Permanent Building Fund to complete refurbishing of the Capitol Annex. Additional funding is necessary due to an increase in costs of material and labor, as well as the need for increased energy-efficient technology to address concerns about the finite resources in the geothermal pool beneath Boise.

Governor's Recommendation	0.00	1,150,000	0	0	1,150,000
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Cash Transfers

Agency Request	0.00	0	0	0	0
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Transfers General Fund cash to the Permanent Building Fund for the additional Capitol Annex improvements.

Governor's Recommendation	0.00	(1,150,000)	1,150,000	0	0
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FY 2015 Total Appropriation					
Agency Request	0.00	0	95,946,300	0	95,946,300
Governor's Recommendation	0.00	0	97,096,300	0	97,096,300

Removal of One-Time Expenditures

Removes reappropriation, one-time alteration and repair projects, and capital project funds approved in FY 2015.

Agency Request	0.00	0	(95,946,300)	0	(95,946,300)
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Governor's Recommendation	0.00	0	(97,096,300)	0	(97,096,300)
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FY 2016 Base					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

Alteration and Repair Projects

The council requests the following capital outlay from the Permanent Building Fund: \$15,008,300 for building alteration and repair projects, \$800,000 for ADA projects, \$200,000 for asbestos projects, and \$300,000 for a Capitol Mall parking appropriation.

Agency Request	0.00	0	16,308,300	0	16,308,300
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The Governor recommends the department's request, as well as an additional \$6,250,000 million for alteration and repair projects. He recommends that the funds be transferred from the General Fund to the Permanent Building Fund.

Governor's Recommendation	0.00	6,250,000	19,045,800	0	25,295,800
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FY 2016 Program Maintenance					
Agency Request	0.00	0	16,308,300	0	16,308,300
Governor's Recommendation	0.00	6,250,000	19,045,800	0	25,295,800

Permanent Building Fund

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. BSU Fine Arts Building

The council requests \$2,500,000 in capital outlay from the Permanent Building Fund to provide incremental funding for a fine arts facility on the Boise State University campus. The total estimated project cost is \$35,000,000. The new building will allow the consolidation of programs spread across the campus into a single facility. It is anticipated that an additional \$2,500,000 will be included in the Permanent Building Fund Advisory Council's request in FY 2017. The remainder of the funding will be provided by the university and by private donations.

Agency Request	0.00	0	2,500,000	0	2,500,000
Governor's Recommendation	0.00	0	2,500,000	0	2,500,000

2. Combined Facility - ISP Pocatello

The council requests \$5,400,000 in capital outlay from the Permanent Building Fund for construction of a combined facility for the Idaho State Police. The facility will be located in Pocatello and will include patrol, investigations, POST office space, a forensic laboratory, outbuildings, and a parking lot on land donated by the Idaho Transportation Department. The estimated total project cost is \$6,600,000. In FY 2015, there was an appropriation of \$600,000 from the Permanent Building Fund for the architecture and design phase of the facility.

Agency Request	0.00	0	5,400,000	0	5,400,000
Governor's Recommendation	0.00	0	5,400,000	0	5,400,000

3. Collaborative Education Facility

The council requests \$4,000,000 in capital outlay from the Permanent Building Fund for a collaborative facility between North Idaho College, Lewis-Clark State College, and the University of Idaho. The facility will house units of each institution on property that is owned by the North Idaho College Foundation and is leased to North Idaho College. A joint facility will allow consolidation of programs from each entity into one location, to better serve the citizens of the area. The total project cost is estimated to be \$6,420,800. The Permanent Building fund provided \$420,800 for pre-design and initial programming in FY 2009. The balance of the project (\$2,000,000) will be funded by private gifts to the universities.

Agency Request	0.00	0	4,000,000	0	4,000,000
Governor's Recommendation	0.00	0	4,000,000	0	4,000,000

Cash Transfers

Agency Request	0.00	0	0	0	0
<i>Transfers General Fund cash to the Permanent Building Fund for additional alteration and repair projects.</i>					
Governor's Recommendation	0.00	(6,250,000)	6,250,000	0	0

FY 2016 Total

Agency Request	0.00	0	28,208,300	0	28,208,300
Governor's Recommendation	0.00	0	37,195,800	0	37,195,800

Agency Request					
Change from Original App	0.00	0	(8,111,700)	0	(8,111,700)
% Change from Original App			(22.3%)		(22.3%)
Governor's Recommendation					
Change from Original App	0.00	0	875,800	0	875,800
% Change from Original App			2.4%		2.4%

Attorney General

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
State Legal Services	18,187,600	17,647,300	19,213,000	19,982,100	20,126,800
Internet Crimes Against Children	2,014,900	1,137,700	1,617,400	1,621,300	1,625,500
Special Litigation	669,400	753,100	669,400	1,069,400	669,400
Total:	20,871,900	19,538,100	21,499,800	22,672,800	22,421,700
BY FUND CATEGORY					
General	19,416,400	18,535,300	20,046,500	21,207,200	20,943,900
Dedicated	404,100	280,700	377,900	382,900	384,900
Federal	1,051,400	722,100	1,075,400	1,082,700	1,092,900
Total:	20,871,900	19,538,100	21,499,800	22,672,800	22,421,700
Percent Change:		(6.4%)	10.0%	5.5%	4.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	17,251,600	16,960,600	18,143,000	18,993,200	18,979,200
Operating Expenditures	2,197,000	1,871,900	2,173,500	2,665,100	2,245,500
Capital Outlay	356,300	274,000	116,300	129,800	130,000
Trustee/Benefit	1,067,000	431,600	1,067,000	884,700	1,067,000
Total:	20,871,900	19,538,100	21,499,800	22,672,800	22,421,700
Full-Time Positions (FTP)	191.60	191.60	194.60	202.85	199.60

Department Description

STATE LEGAL SERVICES: As the state's chief legal officer, the Attorney General meets his or her constitutional and statutory responsibilities through the efforts of six divisions within this program, including:

1. Civil Litigation: This division is responsible for providing centralized civil litigation representation and counsel in significant cases on behalf of the state's constitutional officers and any state agency or department. The division defends the state in tort claims, contract actions, employment claims, and actions brought against the judiciary and legislature.
2. Consumer Protection: This division enforces Idaho's consumer protection, telephone solicitation, charitable solicitation, and pay-per-telephone call statutes, as well as other laws. The division also enforces and defends the state's Master Settlement Agreement with the tobacco industry.
3. Contracts and Administrative Law: This division provides legal services and centralized support for all state agencies in contract matters, including the negotiation, drafting, review, and monitoring of contracts. It also manages outside legal service contracts and provides administrative legal counsel on a broad range of issues to many state agencies, boards, commissions, and entities.
4. Criminal Law: This division represents the state in criminal appeals before the Idaho Supreme Court, the Idaho Court of Appeals, and in death penalty appeals in state or federal court. It also prosecutes Medicaid fraud within the state of Idaho and provides prosecutorial and investigative assistance to counties statewide.
5. Natural Resources: This division provides advice and assistance to state officials on natural resource issues and environmental law.
6. Administration & Budget: This division is responsible for providing support services to the Office of the Attorney General, including payroll, accounts payable, and accounts receivable. It also manages computer and communication services, prepares the annual budget request, and manages the day-to-day expenditure of funds in accordance with established fiscal and accounting standards.

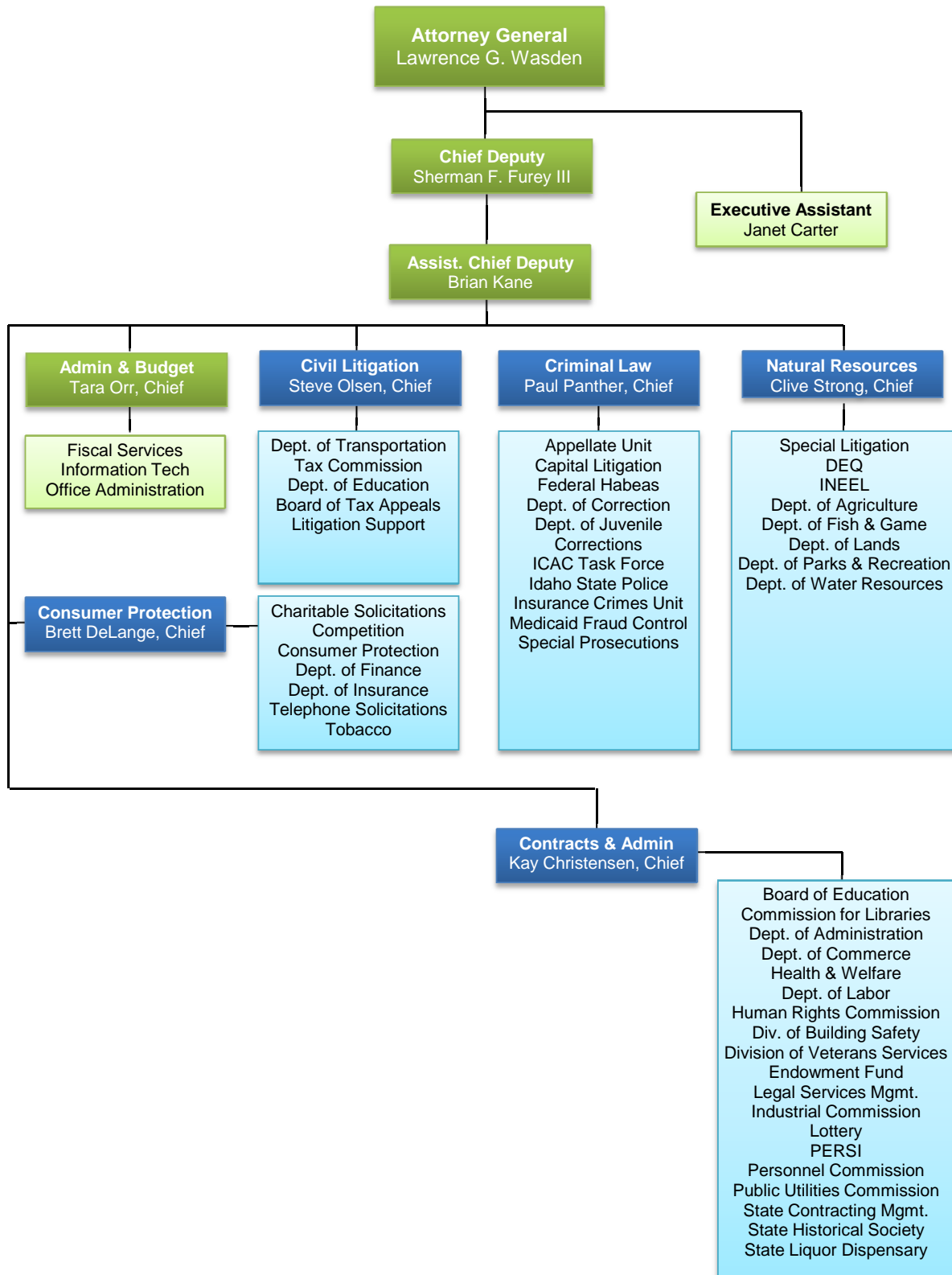
INTERNET CRIMES AGAINST CHILDREN: Partnering with local law enforcement entities, this program is responsible for the investigation and prosecution of offenders who use the Internet, online systems, computer technology, cellular phones, smart phones, or mobile devices to sexually exploit children.

SPECIAL LITIGATION: General Funds are used to retain private legal representation or consultants for extraordinary and/or unanticipated litigation when special expertise is needed, or when there is an ethical conflict of interest between governmental entities.

Attorney General Agency Profile

Analyst: Hoskins

Organizational Chart



Attorney General Agency Profile

Analyst: Hoskins

Special Litigation Summary	FY 11 Act	FY 12 Act	FY 13 Act	FY 14 Act
<i>Original Appropriation</i>	\$851,600	\$669,400	\$669,400	\$669,400
<i>Prior Year Reappropriation</i>	0	0	0	0
<i>Supplemental/Rescission</i>	0	0	0	0
<i>Transfers to and from State Legal Services</i>	(71,557)	(180,000)	52,500	83,700
General Fund Total	\$780,043	\$489,400	\$721,900	\$753,100
General Litigation by Case	\$272,580	\$26,711	\$323,286	\$526,716
05000 Special Litigation One-Time Charges	0	3,257	12,704	7,888
05008 Average Wholesale Pricing	299	6,574	22	0
05009 Zyprexa	0	0	0	0
05010 Non-Capital Habeas	0	0	1,517	105
05011 Tricor	0	0	0	0
05012 Republican Party v. Ysursa	42,669	0	0	0
05013 Health Care Reform	1,617	12,337	0	0
05014 Syringa Networks	205,950	0	0	0
05016 PEA v. Wasden	0	0	0	0
05017 Public Schools ISEEO	0	0	0	0
05019 Child Sex Abuse Cases	0	0	0	0
05020 St. Luke's Antitrust	0	0	291,841	498,235
05021 Bingham Memorial Hospital	0	0	9,841	13,062
05022 Tobacco Litigation	17,552	1,197	2,226	2,978
05024 Judicial Defense	0	0	0	2,738
05026 Standard and Poore	0	0	0	(622)
05035 Election Recounts	3,820	0	0	0
05039 Sharkey v. Nye	113	1,665	68	0
05080 Jeff D. Lawsuit	553	0	0	0
05090 Heideman v. McCormack	0	784	4,790	1,934
05091 ID Bldg & Construction Trades v. Wasden	0	891	278	0
05300 Imaging	0	0	0	0
05127 Smith v. Wasden (Non-Capital Habeas)	0	0	0	398
Natural Resource Litigation by Case	\$264,132	\$88,740	\$181,916	\$84,736
05001 U.S. v. Oregon	881	0	0	435
05027 Endangered Species	565	59	0	0
05029 Defenders of Wildlife v. USF&WS/Hall	1,140	0	0	0
05031 Glasser v. Hall	930	0	0	0
05032 Defenders of Wildlife v. USF&WS/Interior	6,748	1,617	0	0
05034 Wasden v. Land Board	167,543	10,474	550	0
05038 Western Watershed v. Salazar	1,322	20,588	11,176	0
05042 Lemhi Conservation	520	0	427	476
05043 Conjunctive Management - Litigation	14,052	0	0	0
05044 American Rivers v. NOAA	0	0	0	230
05045 Natural Resources Interim Comm ESPA	611	2,227	2,965	1,257
05048 Land Board Litigation	75	4,674	74,447	21,267
05051 Payette River Islands	13,239	1,383	5,495	17,819
05052 Water Rights Fish & Game	145	0	145	134
05058 Grays Lake	8,235	0	312	76
05060 Idaho Power Sub Cases	47,827	43,888	86,400	43,042
05065 WWP Relicensing	299	14	0	0
05066 State v. USFS Roadless	0	0	0	0
05066 North Idaho Adjudication	0	3,818	0	0
05066 AFRD#2 v. Dreher	0	0	0	0
Snake River Adjudication	\$187,843	\$118,864	\$213,010	\$141,201
Death Penalty Litigation	\$55,488	\$6,041	\$1,719	\$398
Special Litigation Total	\$780,043	\$240,356	\$719,931	\$753,051
<i>Ending Balance</i>	\$0	\$249,044	\$1,969	\$49

Attorney General

Comparative Summary

Analyst: Hoskins

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	194.60	20,046,500	21,499,800	194.60	20,046,500	21,499,800
Removal of One-Time Expenditures	0.00	(335,900)	(343,900)	0.00	(335,900)	(343,900)
FY 2016 Base	194.60	19,710,600	21,155,900	194.60	19,710,600	21,155,900
Benefit Costs	0.00	170,800	183,100	0.00	116,600	125,100
Replacement Items	0.00	172,100	172,100	0.00	172,100	172,100
Statewide Cost Allocation	0.00	300	300	0.00	300	300
Annualizations	0.00	10,300	10,300	0.00	10,300	10,300
Change in Employee Compensation	0.00	150,600	158,600	0.00	451,500	475,500
FY 2016 Program Maintenance	194.60	20,214,700	21,680,300	194.60	20,461,400	21,939,200
1. Ongoing Litigation Costs	0.00	400,000	400,000	0.00	0	0
2. Litigation Support Specialist Position	1.00	62,500	62,500	0.00	0	0
3. Consumer Protection Paralegal to FT	0.25	15,900	15,900	0.00	0	0
4. Support Staff Transfer From DHW	2.00	124,900	124,900	2.00	108,700	108,700
5. Investigator Positions	2.00	0	0	0.00	0	0
6. Medicaid Administrative Hearing Officers	3.00	374,700	374,700	3.00	373,800	373,800
7. Ergonomic Workstations and Software	0.00	14,500	14,500	0.00	0	0
Lump Sum Allocation	0.00	0	0	0.00	0	0
FY 2016 Total	202.85	21,207,200	22,672,800	199.60	20,943,900	22,421,700
Change from Original Appropriation	8.25	1,160,700	1,173,000	5.00	897,400	921,900
% Change from Original Appropriation		5.8%	5.5%		4.5%	4.3%

Attorney General

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	194.60	20,046,500	377,900	1,075,400	21,499,800

Removal of One-Time Expenditures

Removes one-time spending authority in the amount of \$152,800 in personnel costs for the FY 2015 one-time Change in Employee Compensation (CEC), \$72,200 in operating expenditures, and \$116,300 in capital outlay.

Agency Request	0.00	(335,900)	(1,600)	(6,400)	(343,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(335,900)</i>	<i>(1,600)</i>	<i>(6,400)</i>	<i>(343,900)</i>

FY 2016 Base					
Agency Request	194.60	19,710,600	376,300	1,069,000	21,155,900
<i>Governor's Recommendation</i>	<i>194.60</i>	<i>19,710,600</i>	<i>376,300</i>	<i>1,069,000</i>	<i>21,155,900</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	170,800	4,900	7,400	183,100
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>116,600</i>	<i>3,500</i>	<i>5,000</i>	<i>125,100</i>
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Replacement Items

One-time capital outlay includes \$12,000 for a photocopier; \$28,000 for a vehicle; \$28,600 for 22 computer workstations; \$11,500 for four laptops and 14 tablets; \$25,000 for two servers; and \$11,500 for five printers and related equipment. One-time operating expenditures include \$4,000 for mobile phones; \$40,000 for software licenses; \$6,500 for software; and \$5,000 for miscellaneous replacement parts.

Agency Request	0.00	172,100	0	0	172,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>172,100</i>	<i>0</i>	<i>0</i>	<i>172,100</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$2,700 decrease in risk management fees, a \$2,900 increase in State Controller fees, and a \$100 increase in State Treasurer fees.

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

Annualizations

Funding is requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The Attorney General's pay increased on January 1, 2015 by approximately 16%, from \$107,100 to \$124,000 annually, and this adjustment funds the increase from July 1, 2015 through December 31, 2015.

Agency Request	0.00	10,300	0	0	10,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>10,300</i>	<i>0</i>	<i>0</i>	<i>10,300</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	150,600	1,700	6,300	158,600
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The Governor recommends a 3% increase in 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>451,500</i>	<i>5,100</i>	<i>18,900</i>	<i>475,500</i>
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FY 2016 Program Maintenance					
Agency Request	194.60	20,214,700	382,900	1,082,700	21,680,300
<i>Governor's Recommendation</i>	<i>194.60</i>	<i>20,461,400</i>	<i>384,900</i>	<i>1,092,900</i>	<i>21,939,200</i>

Attorney General

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Ongoing Litigation Costs					Special Litigation
<p>The Attorney General requests an additional \$400,000 ongoing for its Special Litigation Program to pay for litigation expenses in excess of its current appropriation. The agency transferred \$52,500 in FY 2013, and \$83,700 in FY 2014 from the State Legal Services Program to address this shortfall. The agency expects the litigation costs in this program to continue to exceed its current appropriation due, primarily, to the North Idaho Adjudication, tobacco litigation, and capital litigation.</p>					
Agency Request	0.00	400,000	0	0	400,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
2. Litigation Support Specialist Position					State Legal Services
<p>The Attorney General is requesting to hire a Litigation Support Specialist to assist with electronic discovery and data processing increases associated with pharmaceutical, tobacco, administrative, civil, and appellate cases. The agency indicates that the North Idaho Adjudication is also expected to increase the demand on litigation support staff. This request includes 1.0 new FTP, \$57,600 in ongoing personnel costs, \$700 in one-time operating expenditures, and \$4,200 in one-time capital outlay.</p>					
Agency Request	1.00	62,500	0	0	62,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
3. Consumer Protection Paralegal to FT					State Legal Services
<p>This line item requests to increase a part-time paralegal in the Consumer Protection Division to full-time status. The agency indicates that it currently does not have sufficient staff to conduct consumer-related investigations and that this line item would help reduce investigation backlogs. The request includes 0.25 FTP and \$15,900 in ongoing personnel costs.</p>					
Agency Request	0.25	15,900	0	0	15,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
4. Support Staff Transfer From DHW					State Legal Services
<p>The Attorney General requests the transfer of 2.0 FTP from the Department of Health & Welfare along with an increase of \$124,900 in ongoing personnel costs from the General Fund. These two legal secretary positions are currently classified department staff in Regions 3 and 4 under the direct supervision of the deputy attorneys general in those regions, yet they are evaluated by department staff. The Attorney General and the department indicate that the transfer will result in better management of the legal secretaries, as the deputy attorneys general are better-suited to evaluate the quality of their legal work. Health & Welfare's Division of Indirect Support Services has a corresponding request to delete 2.0 FTP and reduce funding in the amount of \$56,800 from the General Fund and \$50,400 in federal funds for a total reduction of \$107,200. This request will result in an immediate net increase of \$68,100 in costs to the General Fund.</p>					
<p>Health & Welfare will be billed for these positions through the standard Statewide Cost Allocation Plan and its allocated costs for Attorney General fees will increase in FY 2018. This will result in a higher cost to the General Fund and to the matching federal funds under the statewide cost allocation plan. Any increased amount appropriated to Health & Welfare will then be transferred to the General Fund as an indirect cost.</p>					
Agency Request	2.00	124,900	0	0	124,900
<i>The Governor's recommendation reflects the amount by which Health & Welfare's appropriation is to be reduced (\$107,200), as discussed above, along with a 3% increase in compensation.</i>					
Governor's Recommendation	2.00	108,700	0	0	108,700

Attorney General

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Investigator Positions					Internet Crimes Against Children
<p>The agency requests to bring two investigator positions in-house for the agency's Internet Crimes Against Children (ICAC) Program. Currently, the Office of the Attorney General uses trustee & benefit payments to reimburse local law enforcement agencies for the cost of affiliate investigators. The agency indicates that the ICAC caseload is steadily increasing and it desires to bring two investigator positions in-house to address the caseload demands. The request would add 2.0 FTP and transfer \$182,200 in ongoing General Fund spending authority from trustee & benefit payments to personnel costs. This line item would have a net-zero impact on appropriation amounts but would increase the agency's FTP count.</p>					
Agency Request	2.00	0	0	0	0
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

6. Medicaid Administrative Hearing Officer					State Legal Services
<p>This line item requests the addition of two deputy attorneys general and one paralegal to provide Medicaid administrative hearing services on behalf of the Department of Health & Welfare. Currently, the department contracts with private counsel for these administrative hearing services. However, the Center for Medicare & Medicaid Services has denied approval of the department's Medicaid fair hearing structure, citing federal regulations that preclude delegation of this function to non-governmental personnel.</p> <p>The request is for 3.0 FTP, \$274,900 ongoing from the General Fund, and \$99,800 one-time from the General Fund. Of the total ongoing amount requested, \$272,900 is for personnel costs and \$2,000 is for operating expenditures to cover annual dues to the Idaho State Bar, continuing legal education, and Westlaw access. Of the total one-time amount, \$9,000 in capital outlay is requested for three computers, three telephones, and three desks. An additional \$90,800 in one-time operating expenditures is requested, of which \$86,400 is for the addition of office space and \$4,400 is for chairs, bookcases, and file cabinets.</p> <p>Health & Welfare's Division of Services for the Developmentally Disabled has a corresponding request to reduce 3.0 FTP that are currently vacant and unfunded. Health & Welfare will be billed for these positions through the standard Statewide Cost Allocation Plan and its allocated costs for Attorney General fees will increase in FY 2018. This will result in a higher cost to the General Fund and to the matching federal funds under the statewide cost allocation plan. Any increased amount appropriated to Health & Welfare will then be transferred to the General Fund as an indirect cost.</p>					
Agency Request	3.00	374,700	0	0	374,700
<i>The difference between the amount requested and recommended is due to the reduced cost of health insurance premiums, based upon the most recent actuarial estimate.</i>					
Governor's Recommendation	3.00	373,800	0	0	373,800

7. Ergonomic Workstations and Software					State Legal Services
<p>One-time funds are requested for operating expenditures to purchase 17 sit-stand workstations and 16 cushioned floor mats for the Criminal Law Division. Of the total amount requested, \$8,500 will go toward the purchase of a computer network appliance server and software to be used by the entire Office of the Attorney General.</p>					
Agency Request	0.00	14,500	0	0	14,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0

Lump Sum Allocation

LUMP SUM: The agency requests an appropriation that is not subject to state budget laws that restrict the transfer of money between programs and among personnel costs, operating expenditures, capital outlay, or trustee & benefit payments. This authority requires legislative approval.

Agency Request	0.00	0	0	0	0
<i>The Governor defers to the Legislature regarding the request for exemptions from object and program transfer limitations found in Section 67-3511, Idaho Code.</i>					
Governor's Recommendation	0.00	0	0	0	0

Attorney General

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Total					
Agency Request	202.85	21,207,200	382,900	1,082,700	22,672,800
<i>Governor's Recommendation</i>	199.60	20,943,900	384,900	1,092,900	22,421,700
Agency Request					
Change from Original App	8.25	1,160,700	5,000	7,300	1,173,000
% Change from Original App	4.2%	5.8%	1.3%	0.7%	5.5%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	5.00	897,400	7,000	17,500	921,900
<i>% Change from Original App</i>	2.6%	4.5%	1.9%	1.6%	4.3%

State Controller

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Administration	525,600	525,600	552,100	642,400	645,100
Statewide Accounting	3,638,000	3,379,200	3,401,600	5,052,100	5,072,900
Statewide Payroll	3,174,200	3,136,200	2,971,900	4,914,700	4,931,700
Computer Center	10,489,000	7,624,900	7,358,200	7,403,700	7,464,500
Total:	17,826,800	14,665,900	14,283,800	18,012,900	18,114,200
BY FUND CATEGORY					
General	7,297,800	7,039,700	6,885,600	10,569,200	10,609,700
Dedicated	10,529,000	7,626,200	7,398,200	7,443,700	7,504,500
Total:	17,826,800	14,665,900	14,283,800	18,012,900	18,114,200
Percent Change:		(17.7%)	(2.6%)	26.1%	26.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	8,053,400	7,104,100	7,888,700	8,059,400	8,160,700
Operating Expenditures	9,499,700	7,136,400	6,343,000	9,894,700	9,894,700
Capital Outlay	273,700	425,400	52,100	58,800	58,800
Total:	17,826,800	14,665,900	14,283,800	18,012,900	18,114,200
Full-Time Positions (FTP)	94.00	94.00	94.00	95.00	95.00

Department Description

The State Controller is a part of the executive branch and is one of seven statewide elected officials in Idaho. The office is organized into four divisions: (1) Administration; (2) Statewide Accounting; (3) Statewide Payroll; and (4) the Computer Service Center. [Statutory Authority: Section 67-1001, Idaho Code]

The Division of Administration includes central support employees and administrative staff. It is also responsible for administering the state's Section 218 agreement with the federal Social Security Administration pursuant to Section 59-101A, Idaho Code.

The Division of Statewide Accounting is responsible for maintaining the state's accounting system, referred to as STARS (Statewide Accounting and Reporting System), as well as preparing statewide and agency-specific financial reports.

The Division of Statewide Payroll is responsible for paying and keeping personnel and payroll records for the state on a bi-weekly basis. It accomplishes this through the Employee Information System (EIS), which consists of three major components: 1) Position Control; 2) Personnel; and 3) Payroll. The division is also responsible for all garnishment processing, tax reporting, interfacing with the Division of Statewide Accounting, and electronic fund transfers with major vendors associated with the payroll system.

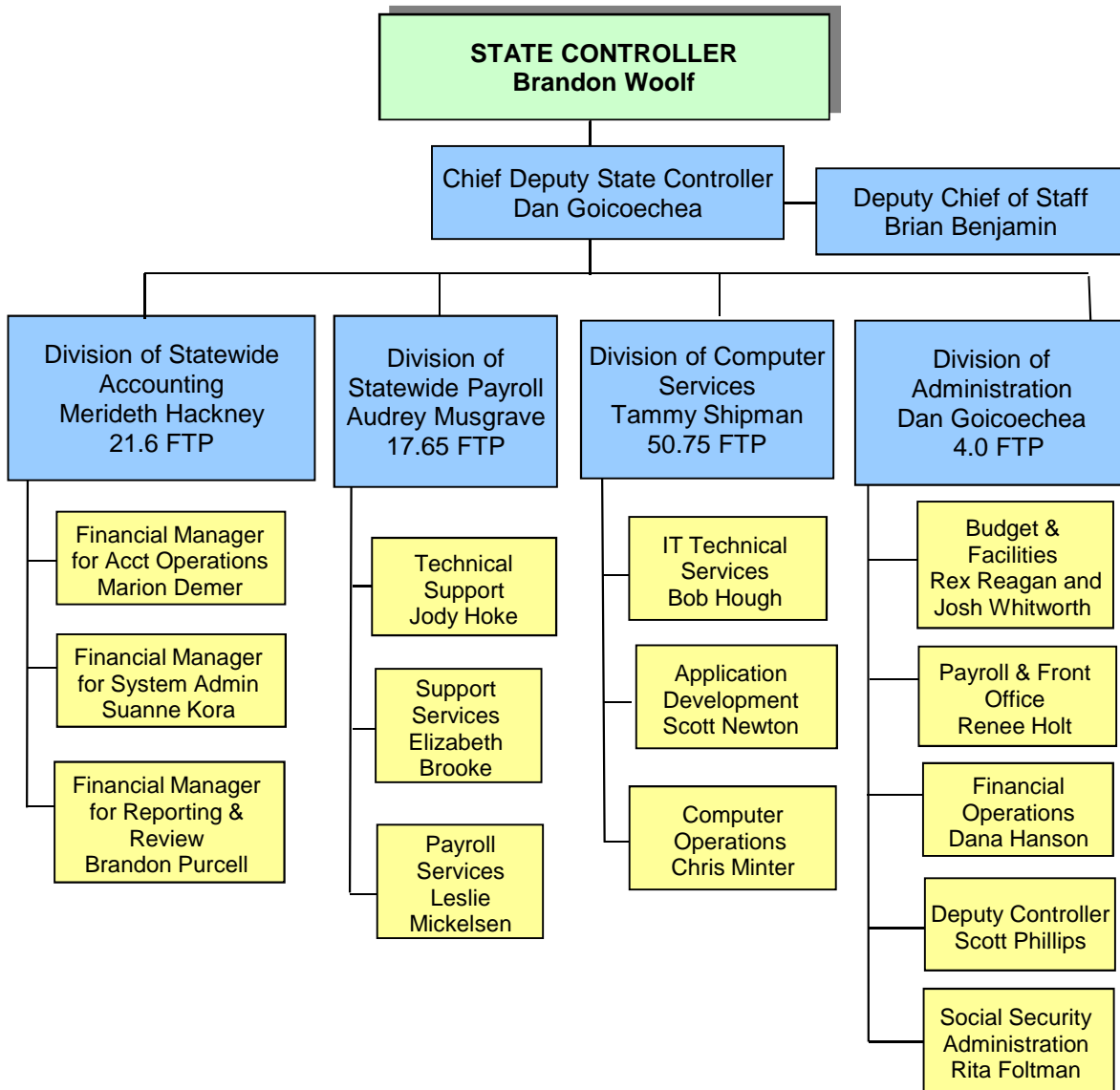
The Accounting and Payroll Divisions are funded by billings to state agencies through the Statewide Cost Allocation Process.

The Computer Service Center maintains the state's central computer, and provides information technology services to the state agencies that use the center's services. The Computer Service Center budget is funded by directly billing state agencies for services provided. The funds are classified as dedicated in the legislative budget system.

The Board of Examiners consists of the Governor, Attorney General, and the Secretary of State. The State Controller serves as secretary for the board. Claims against the state are recorded by the State Controller and audited by the Legislature. The board examines these audited claims, and performs other duties as prescribed by law. The State Controller is also a member of the State Board of Land Commissioners and the Idaho Technology Authority (ITA).

State Controller Agency Profile

Analyst: Lockett



Dedicated Fund Source:

The Data Processing Services Fund consists of fees charged to agencies for using the resources of the Computer Service Center.

Use: To provide personnel costs, operating expenditures, and capital outlay acquisitions for the Computer Service Center.

Funding Sources FY 2016 Request

General Fund
59%
\$10,569,200

Dedicated Fund
41%
\$7,443,700

General Fund Source:

The General Fund, which is then partially reimbursed through the statewide cost allocation plan.

Use: To pay for general government overhead for the statewide accounting and statewide payroll divisions (personnel costs, operating expenditures, and capital outlay).

State Controller

Comparative Summary

Analyst: Lockett

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	94.00	6,885,600	14,283,800	94.00	6,885,600	14,283,800
Reappropriation	0.00	0	2,864,100	0.00	0	2,864,100
1. IRS Healthcare Reporting Requirements	0.00	250,000	250,000	0.00	250,000	250,000
FY 2015 Total Appropriation	94.00	7,135,600	17,397,900	94.00	7,135,600	17,397,900
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	94.00	7,135,600	17,397,900	94.00	7,135,600	17,397,900
Removal of One-Time Expenditures	0.00	(299,000)	(3,239,100)	0.00	(299,000)	(3,239,100)
FY 2016 Base	94.00	6,836,600	14,158,800	94.00	6,836,600	14,158,800
Benefit Costs	0.00	41,300	91,300	0.00	28,300	62,700
Replacement Items	0.00	33,500	64,500	0.00	33,500	64,500
Statewide Cost Allocation	0.00	1,000	2,700	0.00	1,000	2,700
Annualizations	0.00	400	400	0.00	400	400
Change in Employee Compensation	0.00	29,100	67,900	0.00	82,900	198,100
FY 2016 Program Maintenance	94.00	6,941,900	14,385,600	94.00	6,982,700	14,487,200
1. New Open Systems Environment	0.00	3,500,000	3,500,000	0.00	3,500,000	3,500,000
2. Social Security Sect 218 Compliance	1.00	87,300	87,300	1.00	87,000	87,000
3. PERSI Programming Integration	0.00	40,000	40,000	0.00	40,000	40,000
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	95.00	10,569,200	18,012,900	95.00	10,609,700	18,114,200
Change from Original Appropriation	1.00	3,683,600	3,729,100	1.00	3,724,100	3,830,400
% Change from Original Appropriation		53.5%	26.1%		54.1%	26.8%

State Controller

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	94.00	6,885,600	7,398,200	0	14,283,800

Reappropriation

Computer Center

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance from FY 2014 into FY 2015 for the Computer Services Center, which has a dedicated funding source. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	2,864,100	0	2,864,100
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,864,100</i>	<i>0</i>	<i>2,864,100</i>

1. IRS Healthcare Reporting Requirements

Statewide Payroll

The agency requests \$250,000 in ongoing operating expenditures from the General Fund to pay for additional reporting necessary to meet federal requirements under the Affordable Care Act (ACA). The state has an obligation under the ACA that requires Applicable Large Employers (ALE), with 50 or more full-time equivalent employees, to report information to the IRS about the workforce and healthcare coverage made available to full-time employees, and to issue individual statements to full-time employees showing the information reported to the IRS for that individual.

The new healthcare reporting requirements are administered by IRS regulations under 26 CFR §§ 301.6056-1 and 301.6056-2. These require the state to report information regarding its full-time employees and provide certification as to whether its full-time employees (and their spouse and dependents) have been offered minimum essential coverage that meets the federal requirements. These new reporting requirements become effective January 2015 with the first reports due January 2016, and annually thereafter. The reporting is to be completed on IRS Forms 1094-C and 1095-C.

Additional programming modifications are necessary to capture the data, and to create and populate the IRS forms used for reporting this information to the federal government, as well as the state's full-time employees. Initial funding is needed in FY 2015 to perform programming modifications in order to begin the data collection required for compliance. Thus, a supplemental appropriation is being requested to begin the programming to capture the required data. There is currently no funding in the base for any of the state's obligation regarding the programming costs. A significant amount of uncertainty has surrounded the requirements of the federal healthcare mandate in the past year. The IRS regulations related to these reporting requirements just became final in March 2014.

Existing staff within the Controller's Office is expected to complete the programming work, but because the agency is already in the middle of two very large projects, this will have a significant impact on staff in both the Computer Services Division and Division of Statewide Payroll. Some personnel will have to be redirected to this project and will likely result in overtime accrual.

If not funded, the state will not be in compliance with these reporting requirements. The IRS penalties for failure to report is \$50 per employee, per instance regarding the information return to the IRS, up to \$250,000 per year; and \$50 per employee return, up to \$100,000 per year; both subject to higher penalties for failure due to intentional disregard.

Agency Request	0.00	250,000	0	0	250,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>250,000</i>	<i>0</i>	<i>0</i>	<i>250,000</i>

FY 2015 Total Appropriation					
Agency Request	94.00	7,135,600	10,262,300	0	17,397,900
<i>Governor's Recommendation</i>	<i>94.00</i>	<i>7,135,600</i>	<i>10,262,300</i>	<i>0</i>	<i>17,397,900</i>

Noncognizable Funds and Transfers

Statewide Accounting, Statewide Payroll

The agency requests a transfer of one FTP from the Statewide Accounting Division to the Statewide Payroll Division to better align their workforce with agency needs.

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>

State Controller

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Estimated Expenditures					
Agency Request	94.00	7,135,600	10,262,300	0	17,397,900
<i>Governor's Recommendation</i>	<i>94.00</i>	<i>7,135,600</i>	<i>10,262,300</i>	<i>0</i>	<i>17,397,900</i>

Removal of One-Time Expenditures

Agency Request	0.00	(299,000)	(2,940,100)	0	(3,239,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(299,000)</i>	<i>(2,940,100)</i>	<i>0</i>	<i>(3,239,100)</i>

FY 2016 Base					
Agency Request	94.00	6,836,600	7,322,200	0	14,158,800
<i>Governor's Recommendation</i>	<i>94.00</i>	<i>6,836,600</i>	<i>7,322,200</i>	<i>0</i>	<i>14,158,800</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	41,300	50,000	0	91,300
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>28,300</i>	<i>34,400</i>	<i>0</i>	<i>62,700</i>

Replacement Items

The agency requests the following replacement items from the General Fund for each of its divisions:

Administration: Two laptop computers (\$1,550/each), five desktop computers (\$950/each), and six monitors (\$175/each) for a total of \$9,000.

Statewide Accounting: Two laptop computers (\$1,550/each), two desktop computers (\$950/each), and ten monitors (\$175/each) for a total of \$6,800.

Statewide Payroll: Five laptop computers (\$1,550/each), nine desktop computers (\$950/each), and eight monitors (\$175/each) for a total of \$17,700.

The agency requests the following items from the Data Processing Services Fund for the Computer Services Center Division: 16 laptop computers (\$1,550/each), five desktop computers (\$950/each), and eight monitors (\$175/each) for a total of \$31,000.

Agency Request	0.00	33,500	31,000	0	64,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>33,500</i>	<i>31,000</i>	<i>0</i>	<i>64,500</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.

Agency Request	0.00	1,000	1,700	0	2,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,000</i>	<i>1,700</i>	<i>0</i>	<i>2,700</i>

Annualizations

Funding is requested for the state elected officials' pay increase authorized by the 2014 Legislature in Session Laws Chapter 356. The State Controller's pay increased on January 1, 2015 and this request funds the increase from July 1, 2015 through December 31, 2015.

Agency Request	0.00	400	0	0	400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>400</i>	<i>0</i>	<i>0</i>	<i>400</i>

State Controller

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. An additional \$1,000 is also requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The State Controller's pay will increase on January 1, 2016 by 1.5%, from \$102,667 to \$104,207 annually.

Agency Request	0.00	29,100	38,800	0	67,900
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	82,900	115,200	0	198,100
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FY 2016 Program Maintenance					
Agency Request	94.00	6,941,900	7,443,700	0	14,385,600
Governor's Recommendation	94.00	6,982,700	7,504,500	0	14,487,200

1. New Open Systems Environment

Statewide Accounting, Statewide Payroll

The agency requests a total of \$3.5 million ongoing from the General Fund for costs associated with processing statewide accounting and payroll transactions. The request is due to the conversion of processing transactions in a new open systems environment instead of the now-retired mainframe system. When the processing platform for the statewide accounting system was a mainframe, the operating costs were shared by various users based on their proportionate share of use, allowing economies of scale to reduce costs. The three biggest users of the mainframe computer - the Department of Transportation, Health & Welfare, and the Department of Labor - made business decisions to move out of the Controller's mainframe environment and onto their own systems, so the Controller then opted to move to an open systems environment to reduce the overall financial impact to the state. The dedicated and federal funds from these agencies will no longer provide revenue for the computer service center that managed the mainframe system and helped create economies of scale for funding the mainframe processing. The loss of these funds increases the ongoing General Fund operating needs for the Statewide Payroll and Accounting Division within the Office of the State Controller.

Without the participation from the major users of the mainframe system, and since the accounting system is General Fund supported, there will be an increased cost shifted to the General Fund in the Accounting Division of an estimated \$1,750,000 and another \$1,750,000 in the Payroll Division for their shares of the new processing platform. The migration schedule for replatforming from the mainframe is staggered and defined by the customers using these services. This will have a cascading effect, causing cost increases throughout and beyond FY 2016, therefore, ongoing funding for operating expenditures is being requested. The request is made so that the Controller can maintain the same level of accounting and payroll services for all state agencies operating on the new open system platform.

Agency Request	0.00	3,500,000	0	0	3,500,000
Governor's Recommendation	0.00	3,500,000	0	0	3,500,000

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Social Security Sect 218 Compliance

Administration

The agency requests one FTP, \$77,300 in personnel costs, and \$10,000 in operating expenditures from the General Fund to pay for ongoing costs pertaining to the federally mandated compliance activities required under Section 218 of the Social Security Act. The request seeks the salary and benefit costs for one FTP working on federal compliance. It also will cover the expenses for purchasing ballots, stationary, printing, and postage necessary for holding the referendums required by the Social Security Act. Further, the request will fund transportation and travel costs for the social security manager to hold educational meetings for retirement system coverage groups participating in the referendums.

The State Controller's Office is Idaho's Social Security administrator pursuant to §59-1101A, Idaho Code. As the state administrator, the Controller is responsible for administering the State's Section 218 Agreement ("218 Agreement") with the federal Social Security Administration to provide social security coverage for all public employees in Idaho. Specifically, the act outlines a majority vote referendum process that allows Social Security participation for positions covered under a public retirement system.

All Idaho state and local public employers and employees will be served by this request. Under Section 218 of the Social Security Act, state and local public employees' participation in Social Security is based on a voluntary agreement between the state and the Social Security Administration (SSA) to provide Social Security coverage for state and local government employees. Section 59-1101, Idaho Code, expresses the state's intent to seek the widest possible social security coverage for the officers and employees of the state and its political subdivisions. This entails, among other duties, staying apprised of newly created local government entities, dissolutions, consolidations, name changes, and making appropriate modifications, and error corrections to the 218 Agreement. Retirement system coverage groups (covered by a qualified retirement system (i.e. PERSI) require a majority vote referendum before they can participate in social security coverage and be added to the 218 Agreement.

Major responsibilities of the state administrator are as follows:

1. Serves as a bridge between state and local public employers and the Social Security Administration (SSA) and the Internal Revenue Service (IRS).
2. Prepares modifications to the original 218 Agreement to include additional coverage groups, holds majority vote referendums pursuant to §59-1113, Idaho Code, corrects errors in other modifications, and identifies newly created political subdivisions so that coverage can be initiated either by absolute or retirement system group coverage.
3. Identifies and tracks legal name changes, dissolutions or mergers of covered entities and political subdivisions that may affect social security coverage and sends SSA notification and evidence of changes.
4. Advises all state and local public employers on Social Security and Medicare coverage and reporting issues.

If this request is not funded, it will substantially affect the State Controller's ability to fulfill its duties as the state's Social Security administrator. General Fund moneys from the divisions of Administration, Statewide Accounting and Statewide Payroll have been subsidizing personnel costs to pay an employee to do this work currently. With the computer platform conversion project and the accounting and payroll system modernization project, it is essential to replenish these personnel costs to each division to give them adequate personnel dollars to cover projects already underway. Without this funding, the agency will continue to struggle to cover the costs of this federally mandated requirement, at the cost of ongoing state services. Coverage groups needing referendums in order to correct coverage issues or to obtain social security coverage may remain out of federal compliance. The educational meetings needed to assist local government employers and their employees in the referendum process will not be possible. The agency does not currently have the necessary resources to meet these federal and state requirements.

Agency Request	1.00	87,300	0	0	87,300
Governor's Recommendation	1.00	87,000	0	0	87,000

State Controller

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. PERSI Programming Integration					Statewide Payroll
<p>The Division of Payroll is responsible for reporting to PERSI on employee eligibility, deduction amounts, and other required information for all employees that are paid by the Controller's system each pay period. Over the last year, the Controller's staff have been working closely with PERSI to program and implement the required reporting changes necessary to ensure compatibility with PERSI's new IRIS system. The IRIS system houses all of the information about employees enrolled in PERSI. During this process there were more programming modifications than anticipated, and these items were not included in the original cost estimates. This request seeks \$40,000 from the General Fund to pay the additional one-time programming costs to make the Controller's data compatible with the PERSI system.</p>					
Agency Request	0.00	40,000	0	0	40,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>40,000</i>	<i>0</i>	<i>0</i>	<i>40,000</i>
Budget Law Exceptions					Computer Center
<p>CARRYOVER: The agency requests authority to carryover its unencumbered and unspent appropriation balances from FY 2015 into FY 2016 in the dedicated fund for the Computer Services Center. Carryover requires legislative approval.</p>					
Agency Request	0.00	0	0	0	0
<i>The Governor defers to the Legislature regarding the request for reappropriation authority.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Total					
Agency Request	95.00	10,569,200	7,443,700	0	18,012,900
<i>Governor's Recommendation</i>	<i>95.00</i>	<i>10,609,700</i>	<i>7,504,500</i>	<i>0</i>	<i>18,114,200</i>
Agency Request					
Change from Original App	1.00	3,683,600	45,500	0	3,729,100
% Change from Original App	1.1%	53.5%	0.6%		26.1%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>1.00</i>	<i>3,724,100</i>	<i>106,300</i>	<i>0</i>	<i>3,830,400</i>
<i>% Change from Original App</i>	<i>1.1%</i>	<i>54.1%</i>	<i>1.4%</i>		<i>26.8%</i>

Idaho Legislative Budget Book

Office of the Governor

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Office of the Governor

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Aging, Commission on	13,117,400	11,513,800	12,946,500	12,752,700	12,769,800
Arts, Commission on the	1,811,500	1,348,600	1,838,500	1,947,500	1,855,700
Blind, Commission for the	4,507,600	4,350,800	4,586,900	4,669,800	4,634,900
Drug Policy, Office of	2,734,900	2,825,400	3,616,300	4,248,400	4,254,600
Energy Resources, Office of	2,990,700	1,811,200	1,455,700	1,507,600	1,515,000
Financial Management, Div of	1,633,900	1,520,900	1,669,300	1,684,800	1,706,000
Governor, Exec. Office	1,931,400	1,848,500	2,007,700	2,011,600	2,032,600
Human Resources, Division of	1,678,100	1,303,800	1,723,600	1,718,000	1,732,800
Liquor Division, State	16,928,700	16,576,000	17,680,700	18,507,300	18,413,200
Military Division	64,664,800	63,031,600	65,786,100	67,945,100	67,792,000
Pub Emp Retirement System	6,860,000	6,512,500	7,119,100	7,416,300	7,469,400
Species Conservation, Office of	13,292,800	7,700,500	13,522,800	13,542,800	13,805,500
Wolf Depredation Control Board	0	0	0	400,000	0
Total:	132,151,800	120,343,600	133,953,200	138,351,900	137,981,500
BY FUND CATEGORY					
General	16,018,300	15,695,600	16,739,500	18,390,700	17,854,600
Dedicated	34,953,000	30,444,100	33,407,300	35,017,300	35,040,900
Federal	81,180,500	74,203,900	83,806,400	84,943,900	85,086,000
Total:	132,151,800	120,343,600	133,953,200	138,351,900	137,981,500
Percent Change:		(8.9%)	11.3%	3.3%	3.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	50,057,800	44,613,900	54,312,000	55,531,100	55,700,900
Operating Expenditures	37,813,300	41,572,700	35,572,900	36,434,800	36,614,600
Capital Outlay	1,697,200	2,918,400	889,600	1,803,100	1,563,100
Trustee/Benefit	41,955,900	31,238,600	43,178,700	44,582,900	44,102,900
Lump Sum	627,600	0	0	0	0
Total:	132,151,800	120,343,600	133,953,200	138,351,900	137,981,500
Full-Time Positions (FTP)	701.27	701.27	721.92	736.92	731.92

Department Description

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

Commission on Aging

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	4,466,100	4,466,100	4,483,200	4,489,000	4,494,600
Dedicated	132,000	12,500	0	0	0
Federal	8,519,300	7,035,200	8,463,300	8,263,700	8,275,200
Total:	13,117,400	11,513,800	12,946,500	12,752,700	12,769,800
Percent Change:		(12.2%)	12.4%	(1.5%)	(1.4%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,115,100	1,037,500	1,085,000	1,136,100	1,153,200
Operating Expenditures	459,500	305,300	364,100	324,500	324,500
Trustee/Benefit	11,542,800	10,171,000	11,497,400	11,292,100	11,292,100
Total:	13,117,400	11,513,800	12,946,500	12,752,700	12,769,800
Full-Time Positions (FTP)	14.35	14.35	13.00	13.00	13.00

Division Description

The Idaho Commission on Aging seeks to ensure access to basic necessities for elderly individuals. The commission coordinates the provision of various community services including transportation, nutrition, and in-home care. The commission is organized within the Office of the Governor and is comprised of seven appointed members, at least four of whom must be age 60 or older. Commissioners serve four-year terms and may not serve more than two terms consecutively. The commission's duties include:

Advocating for elderly Idahoans within state government and throughout the communities of the state;

Assisting communities to plan, develop, and implement in-home and community-based services; and

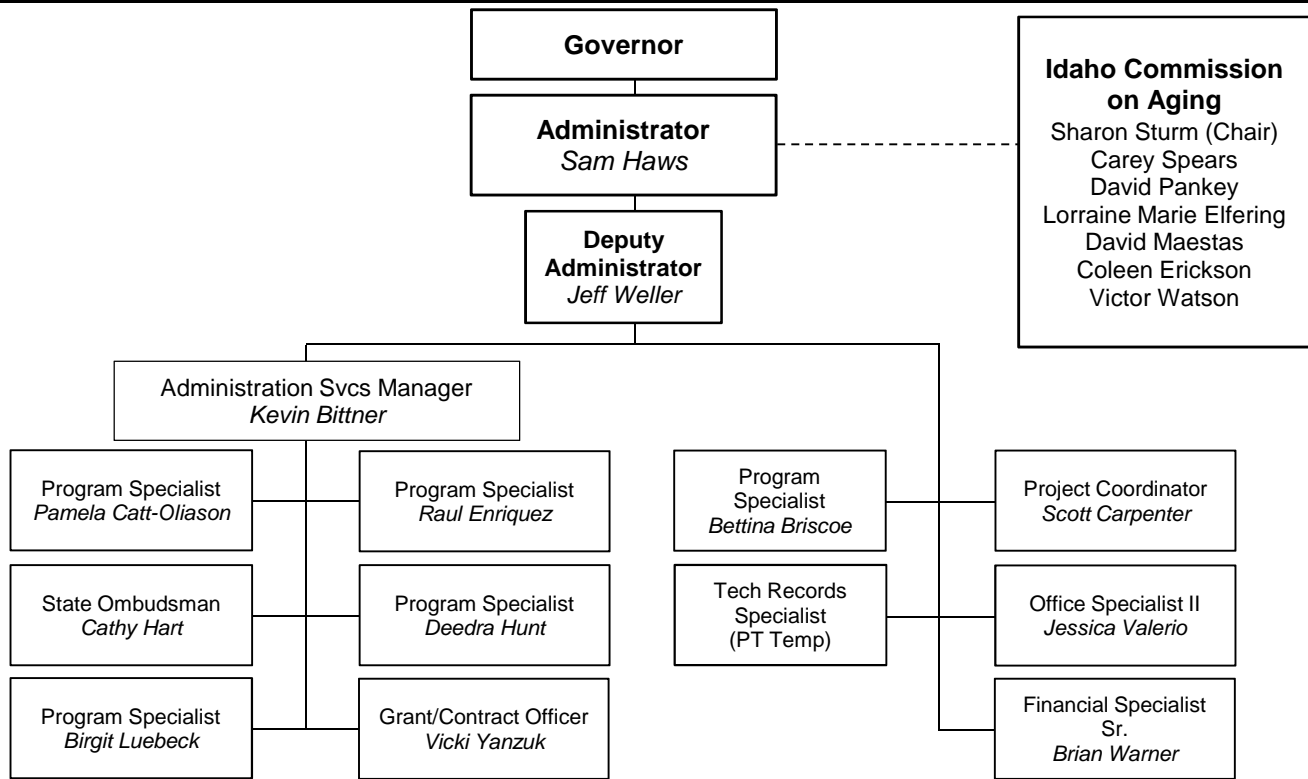
Planning, coordinating, funding, and monitoring various statewide service programs to meet present and future needs of older individuals.

For administrative purposes, the commission serves the state through six Planning and Service Areas (PSAs), each assigned to one Area Agency on Aging (AAA), which administers and manages programs and services for the elderly under an Area Plan on Aging approved by the commission. Area plans are developed through research, analysis, strategy identification, and stakeholder outreach in order to meet local needs.

Commission on Aging Agency Profile

Analyst: Tatro

Organizational Chart



Fund Name & Description

1. General Fund (0001)

The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205, Idaho Code).

2. Federal Grant (0348)

Receives funding from the U.S. Department of Health and Human Services, U.S. Department of Labor, and the U.S. Department of Agriculture which includes authorizing grants for Titles III, IV, V, and VII of the Older Americans Act of 1965. Specific grants include the Alzheimer's Disease Demonstration Grant, U.S. Department of Labor - Workforce Investment Act, Senior Medicare Patrol and Integration Grants, and Model Approaches to Statewide Legal Assistance Systems.

3. Miscellaneous Revenue (0349)

Consisted of non-federal grants and contracts, private contributions, and fees. The agency requested and was approved to zero out this fund starting in FY 2015.

Annual Budget by Fund: Dollar Amount and Percent of Total

FUND	FY 2013 Actual		FY 2014 Actual		FY 2015 Estimate		FY 2016 Request	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0001	\$4,440,700	36.4%	\$4,466,100	38.8%	\$4,483,200	34.6%	\$4,489,000	35.2%
0348	\$7,731,600	63.4%	\$7,035,100	61.1%	\$8,463,000	65.4%	\$8,266,000	64.8%
0349	\$13,500	0.1%	\$12,500	0.1%	\$0	0.0%	\$0	0.0%
Total	\$12,185,800		\$11,513,700		\$12,946,200		\$12,755,000	

Commission on Aging

Area Agencies on Aging, Profile & Funding Formula

Analyst: Tatro



Area Agencies on Aging (AAA) are service contractors and are not part of the commission's organization; AAAs are paid with trustee & benefit payments, per §67-5007, Idaho Code, and receive about 75% of the commissions appropriation. AAAs assist in service delivery in local communities throughout the state.

◦ **Area Agencies on Aging** ◦

Area I: Area Agency on Aging North Idaho

Area II: Community Action Partnership

Area III: *Idaho Commission on Aging*¹

Area IV: College of Southern Idaho, Office on Aging

Area V: Southeast Idaho Council of Governments

Area VI: Eastern Idaho Community Action Partnership

¹ The Area III AAA, Idaho Council of Governments, was de-designated in June 2014. Operations and services are being overseen by the Commission on Aging until a new umbrella organization is selected.

FY 2015 Funding Formula, Based on Weighted Elderly or "at risk" Population

	Federal	State	Total					
Total Funds for AAA Distribution	\$5,255,369	\$3,977,100	\$9,232,469					
Base Funding Amounts: 10% of Fund	(\$525,537)	(\$397,710)	(\$923,247)					
Remaining Balance for Formula Distribution	\$4,729,832	\$3,579,390	\$8,309,222					
	Area I	Area II	Area III	Area IV	Area V	Area VI	TOTAL	
Base Funding (1/6 of Base Amount)								
Federal Funds	\$87,589	\$87,589	\$87,589	\$87,589	\$87,589	\$87,589	\$87,589	\$525,537
State Funds	\$66,285	\$66,285	\$66,285	\$66,285	\$66,285	\$66,285	\$66,285	\$397,710
Weighted Population Used for Formula								
Weighted Population	49,053	25,804	104,182	46,044	34,921	32,641	292,645	
65+ Living in Poverty	2,828	1,271	6,262	2,381	1,306	1,334	15,382	
65+ Living Alone	7,721	4,726	20,841	6,407	4,945	5,315	49,955	
60+ Racial Minority	1,267	855	4,196	838	1,289	672	9,117	
60+ Hispanic	794	233	5,215	2,286	1,179	963	10,670	
60+ Living in Rural	19,129	8,595	23,282	19,713	14,813	12,018	97,550	
75+	13,753	7,821	34,121	11,151	9,017	9,611	85,474	
85+	3,561	2,303	10,265	3,268	2,372	2,728	24,497	
Percentage of Weighted Population	16.76%	8.82%	35.60%	15.73%	11.93%	11.15%		
Formula Driven Funding (Multiply: Weighted Population Pct. and Balance of Formula Distribution)								
Federal Funds	\$792,812	\$417,053	\$1,683,826	\$744,179	\$564,406	\$527,555	\$4,729,832	
State Funds	\$599,975	\$315,613	\$1,274,267	\$563,172	\$427,125	\$399,238	\$3,579,390	
Total Allocated Funds	\$1,546,662	\$886,541	\$3,111,968	\$1,461,226	\$1,145,405	\$1,080,667	\$9,232,469	

Commission on Aging

Area Agencies on Aging Approved Budgets

Analyst: Tatro

Program	Area I	Area II ¹	Area III ²	Area IV	Area V	Area VI	TOTAL
Administration							
Federal Funds	88,040	55,002	38,973	83,178	65,199	61,514	391,906
State Funds	66,626	38,190	28,026	62,946	49,341	46,552	291,681
Adult Protection							
State Funds	130,484	85,097	254,115	167,923	142,731	95,852	876,202
Case Management							
State Funds	73,099	9,651	0	24,486	60,441	26,665	194,342
Congregate Meals							
Federal Funds	297,663	165,098	534,000	231,556	220,192	127,509	1,576,018
State Funds	0	0	173,336	69,686	0	0	243,022
Coordination							
Federal Funds	30,933	16,981	0	14,861	19,194	21,064	103,033
Home Delivered Meals							
Federal Funds	146,500	84,666	405,232	157,905	108,740	159,452	1,062,495
State Funds	121,060	83,598	421,192	86,928	74,467	112,896	900,141
Homemaker							
State Funds	195,289	96,558	125,504	119,205	82,633	93,855	713,044
Information & Assistance							
Federal Funds	158,648	90,833	299,734	79,970	55,816	150,411	835,412
Legal Assistance							
Federal Funds	34,865	7,205	32,710	0	9,800	10,350	94,930
Ombudsman							
Federal Funds	24,484	78,650	79,719	212,598	114,700	59,308	569,459
State Funds	66,000	0	104,248	67,790	60,796	27,530	326,364
Preventive Health							
Federal Funds	13,468	13,749	0	12,724	9,975	9,410	59,326
Respite							
Federal Funds	44,536	18,410	35,000	36,360	22,871	7,644	164,821
State Funds	13,702	68,806	121,708	26,501	0	10,776	241,493
Transportation							
Federal Funds	32,714	17,739	82,227	7,630	5,760	0	146,070
State Funds	0	0	72,094	4,000	17,000	46,695	139,789
Other³							
Federal Funds	21,700	11,977	102,923	4,000	27,670	17,119	185,389
State Funds	0	0	0	0	6,000	4,700	10,700
TOTAL BUDGET							
Federal Funds	\$893,551	\$560,310	\$1,610,518	\$840,782	\$659,917	\$623,781	5,188,859
State Funds	\$666,260	\$381,900	\$1,300,223	\$629,465	\$493,409	\$465,521	3,936,778
Total	\$1,559,811	\$942,210	\$2,910,741	\$1,470,247	\$1,153,326	\$1,089,302	9,125,637

¹ Area II includes \$47,703 of carryover from FY 2014.

² Area III budget does not reflect \$201,216 of funds that were not assigned. The budget for FY 2015 is being overseen by the state Commission on Aging and therefore displayed amounts may not reflect typical costs for the region.

³ Other programs include nutrition, support groups, training, chore or programs with a funding source for only a few areas.

Commission on Aging

Comparative Summary

Analyst: Tatro

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	13.00	4,483,200	12,946,500	13.00	4,483,200	12,946,500
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	13.00	4,483,200	12,946,500	13.00	4,483,200	12,946,500
Removal of One-Time Expenditures	0.00	(4,000)	(588,300)	0.00	(4,000)	(588,300)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2016 Base	13.00	4,479,200	12,358,200	13.00	4,479,200	12,358,200
Benefit Costs	0.00	5,200	10,900	0.00	3,600	8,500
Statewide Cost Allocation	0.00	500	1,200	0.00	500	1,200
Change in Employee Compensation	0.00	4,100	8,600	0.00	11,300	24,300
FY 2016 Program Maintenance	13.00	4,489,000	12,378,900	13.00	4,494,600	12,392,200
1. Ongoing Federal Grants	0.00	0	373,800	0.00	0	377,600
FY 2016 Total	13.00	4,489,000	12,752,700	13.00	4,494,600	12,769,800
Change from Original Appropriation	0.00	5,800	(193,800)	0.00	11,400	(176,700)
% Change from Original Appropriation		0.1%	(1.5%)		0.3%	(1.4%)

Commission on Aging

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	13.00	4,483,200	0	8,463,300	12,946,500

Noncognizable Funds and Transfers

With the de-designation of the Area Agency on Aging (Area III) in Southwest Idaho, the commission transferred \$601,800 from trustee & benefit payments to account for costs associated with overseeing the operations of Area III until a new umbrella organization is selected. This includes a General Fund object transfer of \$289,400 out of trustee & benefit payments with \$272,700 into operating expenditures, and \$16,700 into capital outlay. Federal fund transfers include \$312,400 out of trustee & benefit payments with \$298,500 into operating expenditures and \$13,900 into capital outlay. All transfers were approved by the Division of Financial Management on December 18, 2014.

Agency Request	0.00	0	0	0	0
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Recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2015 Estimated Expenditures					
Agency Request	13.00	4,483,200	0	8,463,300	12,946,500
Governor's Recommendation	13.00	4,483,200	0	8,463,300	12,946,500

Removal of One-Time Expenditures

Removes \$8,200 of personnel costs that was appropriated for one-time employee compensation, and \$580,100 for various federal grants.

Agency Request	0.00	(4,000)	0	(584,300)	(588,300)
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Governor's Recommendation	0.00	(4,000)	0	(584,300)	(588,300)
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Base Adjustments

Restores \$601,800 from operating expenditures and capital outlay to trustee & benefit payments to align the base with estimated ongoing needs.

Agency Request	0.00	0	0	0	0
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Recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2016 Base					
Agency Request	13.00	4,479,200	0	7,879,000	12,358,200
Governor's Recommendation	13.00	4,479,200	0	7,879,000	12,358,200

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	5,200	0	5,700	10,900
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	3,600	0	4,900	8,500
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This request reflects a \$2,200 increase for Attorney General fees; a \$700 decrease for risk management fees; and a \$300 decrease for State Controller fees. The agency has an indirect cost recovery base amount of \$14,300.

Agency Request	0.00	500	0	700	1,200
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Governor's Recommendation	0.00	500	0	700	1,200
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Commission on Aging

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	4,100	0	4,500	8,600
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	11,300	0	13,000	24,300

FY 2016 Program Maintenance					
Agency Request	13.00	4,489,000	0	7,889,900	12,378,900
Governor's Recommendation	13.00	4,494,600	0	7,897,600	12,392,200

1. Ongoing Federal Grants

Requests \$124,100 in personnel costs and \$249,700 in trustee & benefit payments, ongoing from federal funds. Associated federal grants and request amounts include:

--Senior Medicare Patrol: \$99,000 to sustain a program designed to help detect and prevent health care fraud.

--Senior Medicare Patrol Capacity Building: \$47,500 to expand the program that detects and prevents fraud.

--Aging and Disability Resource Center (ADRC): \$150,000 to direct consumers to long-term care services through programs that include Medicare Improvement Patient and Providers Act, and Money Follows the Person Program. The commission will sub-grant \$20,000 of the ADRC to the State Independent Living Council in FY 2015 and FY 2016.

--Medicare Improvements for Patients and Providers Act (MIPPA): \$52,500 to develop plans to expand, extend, or enhance outreach efforts to beneficiaries and for outreach on preventing disease and promoting wellness activities.

--Approaches to Statewide Legal Assistance: \$149,100 to strengthen and develop cost-effective legal service delivery systems for seniors that have a social or economic need.

--Idaho's Lifespan Respite Program: \$35,100 to establish a lifespan respite program that expands and enhances emergency respite services and improves access to emergency respite services throughout the state for eligible family caregivers of people of all ages.

Historically, these grants have been requested and approved as a one-time appropriation for more than 10 years, but are being requested as ongoing starting in FY 2016.

Agency Request	0.00	0	0	373,800	373,800
<i>The Governor recommends an additional \$3,800 in personnel costs for additional CEC.</i>					

Analyst Comment: No adjustment was made to account for the recent actuarial estimate for employee health insurance that reduced the per eligible FTP increase from \$950 to \$650.

Governor's Recommendation	0.00	0	0	377,600	377,600
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FY 2016 Total					
Agency Request	13.00	4,489,000	0	8,263,700	12,752,700
Governor's Recommendation	13.00	4,494,600	0	8,275,200	12,769,800
Agency Request					
Change from Original App	0.00	5,800	0	(199,600)	(193,800)
% Change from Original App	0.0%	0.1%		(2.4%)	(1.5%)
Governor's Recommendation					
Change from Original App	0.00	11,400	0	(188,100)	(176,700)
% Change from Original App	0.0%	0.3%		(2.2%)	(1.4%)

Commission on the Arts

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	690,500	649,400	702,000	805,200	709,400
Dedicated	105,800	13,600	106,100	106,100	106,100
Federal	1,015,200	685,600	1,030,400	1,036,200	1,040,200
Total:	1,811,500	1,348,600	1,838,500	1,947,500	1,855,700
Percent Change:		(25.6%)	36.3%	5.9%	0.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	651,000	566,900	676,700	686,400	694,600
Operating Expenditures	444,300	251,200	445,600	494,900	444,900
Trustee/Benefit	716,200	530,500	716,200	766,200	716,200
Total:	1,811,500	1,348,600	1,838,500	1,947,500	1,855,700
Full-Time Positions (FTP)	10.00	10.00	10.00	10.00	10.00

Division Description

The Commission on the Arts seeks to stimulate and encourage the study and presentation of the arts, as well as public interest and participation therein, and to encourage and assist freedom of artistic expression. Areas of emphasis include music, theatre, dance, creative writing, painting, sculpture, architecture, and the folk and traditional arts. In fulfillment of these objectives, the commission engages in the following activities:

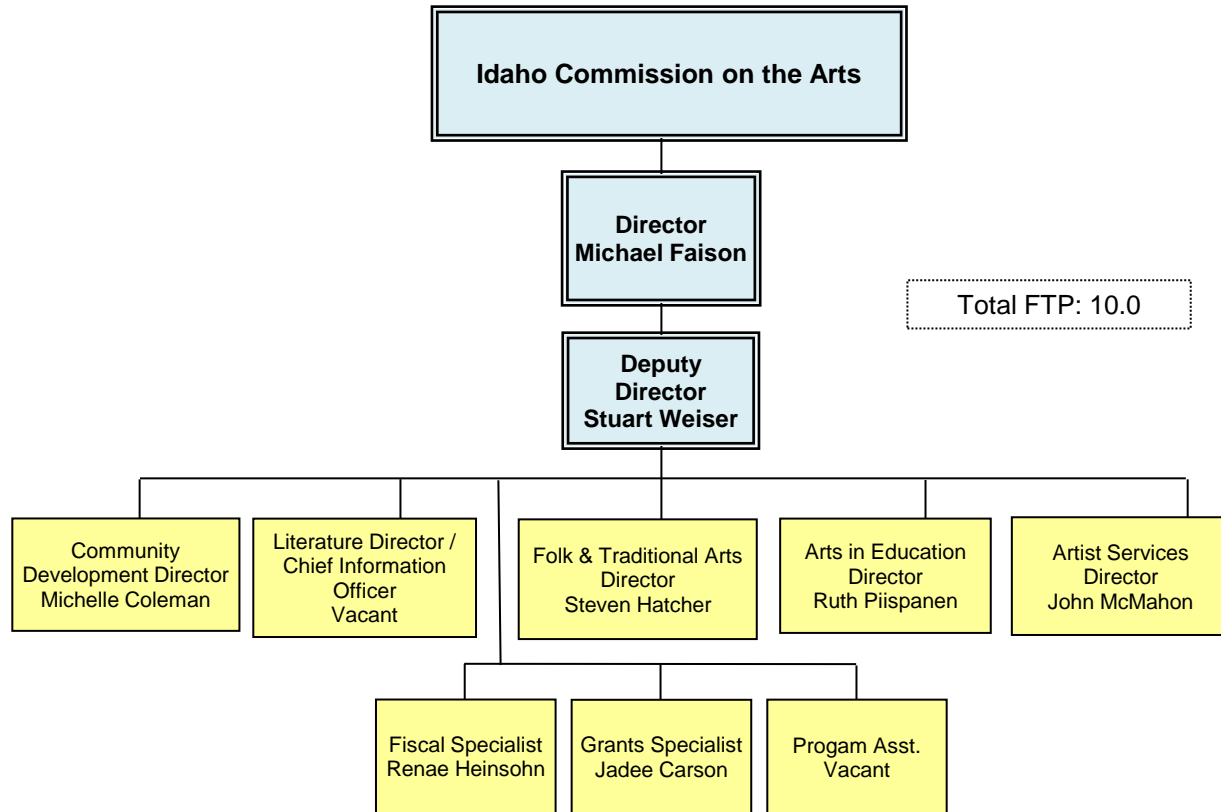
1. Grants for arts organizations to assist in the support of public programs in the arts for residents of, and visitors to, Idaho
2. Fellowships in recognition of artistic excellence by individual Idaho artists
3. Traditional arts apprenticeships and master clinics for folk and traditional artists and their apprentices, to perpetuate Idaho traditions
4. Arts education programs, including the ArtsPowered Schools Institute; Poetry Out Loud, the national poetry recitation contest; and arts education project grants
5. Technical assistance services for arts organizations and professional development opportunities for artists and arts administrators
6. Idaho's Writer-in-Residence literature program, serving Idaho libraries in rural regions with literary readings
7. Honorifics, including the biennial Idaho Governor's Awards in the Arts

The Governor appoints the 13-member Commission on the Arts, which in turn hires an executive director to plan, manage and evaluate the commission's activities.

Commission on the Arts Agency Profile

Analyst: Lockett

Organizational Chart



Fund Source and Description

1. General Fund (0001)

2. Federal Grant Funds (0348)

This fund receives moneys from federal grants authorized by the National Foundation on the Arts and the Humanities Act of 1965. The grant is administered by the National Endowment for the Arts.

3. Miscellaneous Revenue (0349)

Miscellaneous revenue is derived from sources other than the state or federal government. These sources may include conference registration fees, private support for special projects, and unsolicited private contributions made to the commission.

Annual Budget by Fund: Dollar Amount and Percent of Total										
FUND	FY 2012 Actual		FY 2013 Actual		FY 2014 Actual		FY 2015 Estimate		FY 2016 Request	
	Dollar Amount	% of Total	Dollar Amount	% of Total	Dollar Amount	% of Total	Dollar Amount	% of Total	Dollar Amount	% of Total
0001	666,500	44%	664,300	42%	690,500	50%	702,000	38%	805,200	41%
0348	842,000	56%	904,100	57%	685,600	49%	1,030,400	56%	1,036,200	53%
0349	3,100	0%	18,700	1%	13,600	1%	106,100	6%	106,100	5%
TOTAL	1,511,600	100%	1,587,100	100%	1,389,700	100%	1,838,500	100%	1,947,500	100%

Commission on the Arts

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	10.00	702,000	1,838,500	10.00	702,000	1,838,500
Removal of One-Time Expenditures	0.00	(2,700)	(5,600)	0.00	(2,700)	(5,600)
FY 2016 Base	10.00	699,300	1,832,900	10.00	699,300	1,832,900
Benefit Costs	0.00	3,900	9,700	0.00	2,700	6,700
Statewide Cost Allocation	0.00	(700)	(700)	0.00	(700)	(700)
Change in Employee Compensation	0.00	2,700	5,600	0.00	8,100	16,800
FY 2016 Program Maintenance	10.00	705,200	1,847,500	10.00	709,400	1,855,700
1. Arts Education Programs	0.00	100,000	100,000	0.00	0	0
FY 2016 Total	10.00	805,200	1,947,500	10.00	709,400	1,855,700
Change from Original Appropriation	0.00	103,200	109,000	0.00	7,400	17,200
% Change from Original Appropriation		14.7%	5.9%		1.1%	0.9%

Commission on the Arts

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	10.00	702,000	106,100	1,030,400	1,838,500
Removal of One-Time Expenditures					
Agency Request	0.00	(2,700)	0	(2,900)	(5,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(2,700)</i>	<i>0</i>	<i>(2,900)</i>	<i>(5,600)</i>
FY 2016 Base					
Agency Request	10.00	699,300	106,100	1,027,500	1,832,900
<i>Governor's Recommendation</i>	<i>10.00</i>	<i>699,300</i>	<i>106,100</i>	<i>1,027,500</i>	<i>1,832,900</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	3,900	0	5,800	9,700
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>2,700</i>	<i>0</i>	<i>4,000</i>	<i>6,700</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. It includes a reduction of \$100 for Attorney General fees, a reduction of \$300 for risk management costs, a reduction of \$200 for Controller's fees, and a reduction of \$100 for Treasurer fees for an overall reduction of \$700.					
Agency Request	0.00	(700)	0	0	(700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(700)</i>	<i>0</i>	<i>0</i>	<i>(700)</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	2,700	0	2,900	5,600
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,100</i>	<i>0</i>	<i>8,700</i>	<i>16,800</i>
FY 2016 Program Maintenance					
Agency Request	10.00	705,200	106,100	1,036,200	1,847,500
<i>Governor's Recommendation</i>	<i>10.00</i>	<i>709,400</i>	<i>106,100</i>	<i>1,040,200</i>	<i>1,855,700</i>

Commission on the Arts

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Arts Education Programs

The commission requests an additional \$100,000 from the General Fund for arts-related education grants and direct services.

Specifically, they are seeking \$50,000 in operating expenditures to fund services provided through their ArtsPowered Schools Institute. In partnership with the Idaho State Department of Education, the ArtsPowered Schools Institute annually immerses Idaho K-8 teachers, school administrators, and teaching artists from across Idaho in a weeklong exploration of instructional strategies to develop, deepen, and expand effective practices, making direct connections between arts learning and other core curricula. The lessons developed in the institute are carried back to the classroom through the ArtsPowered Schools in-school residencies. The increased appropriation will maintain ArtsPowered Schools services at their current level and benefit Idaho teachers, administrators, and teaching artists, as well as their students. There is currently \$15,000 from the General Fund in their base, as well as \$20,000 in federal funds, and \$10,000 in dedicated funds generated by the commission.

The second part of the request seeks \$50,000 for arts education project grants. Arts education grants provide support for activities that unite effective practices in education with those of the arts, and involve schools, artists, and community organizations. They support teaching and learning opportunities for pre-K through grade 12. Applicants may apply for support for a specific project or program designed to increase access to arts education for students, foster professional development for artists and educators, increase participation of community members in education, or address specific needs of youth through the arts. There is \$66,000 from the General Fund in the base, as well as \$82,000 in federal funds.

The commission's current General Fund appropriation is smaller than its federal funding from the National Endowment for the Arts (NEA). Until recently, the NEA was able to provide flexibility in meeting the matching requirement. Federal matching rules have changed, however, and now require a full 1:1 match. The requested increase in General Fund appropriation will maintain the commission's compliance and enable the agency to acquire the entire federal appropriation allocated to Idaho. The loss of unmatched federal funds would likely cause the ArtsPowered Schools Institute to see significant reductions in service to educators. Arts education project grants will also likely see significant reductions in the number and size of grants supporting arts education activities.

In FY 2014, the commission's grants benefited 406 artists, 146,200 individuals, 83,300 youth, 26 arts organizations, and 12 schools. The ArtsPowered Schools Institute had 101 participants.

Agency Request	0.00	100,000	0	0	100,000
<i>Not 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 2016 Total					
Agency Request	10.00	805,200	106,100	1,036,200	1,947,500
<i>Governor's Recommendation</i>	<i>10.00</i>	<i>709,400</i>	<i>106,100</i>	<i>1,040,200</i>	<i>1,855,700</i>

Agency Request					
Change from Original App	0.00	103,200	0	5,800	109,000
% Change from Original App	0.0%	14.7%	0.0%	0.6%	5.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>7,400</i>	<i>0</i>	<i>9,800</i>	<i>17,200</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>1.1%</i>	<i>0.0%</i>	<i>1.0%</i>	<i>0.9%</i>

Commission for the Blind and Visually Impaired

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	1,282,800	1,282,800	1,307,000	1,381,400	1,325,100
Dedicated	373,900	223,500	325,900	326,400	326,400
Federal	2,850,900	2,844,500	2,954,000	2,962,000	2,983,400
Total:	4,507,600	4,350,800	4,586,900	4,669,800	4,634,900
Percent Change:		(3.5%)	5.4%	1.8%	1.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,416,200	2,415,800	2,514,200	2,613,900	2,582,000
Operating Expenditures	756,300	637,900	762,600	745,800	742,800
Capital Outlay	0	37,000	0	0	0
Trustee/Benefit	1,335,100	1,260,100	1,310,100	1,310,100	1,310,100
Total:	4,507,600	4,350,800	4,586,900	4,669,800	4,634,900
Full-Time Positions (FTP)	39.12	39.12	39.12	40.12	39.12

Division Description

The Idaho Commission for the Blind and Visually Impaired (ICBVI) was established in 1967. ICBVI assists individuals who are blind or visually impaired with achieving social and economic independence. The commission is organized under the Office of the Governor and consists of five appointed members who serve three-year terms. At least three of the commissioners must be blind or visually impaired. ICBVI's duties consist of the following:

Assist individuals who are blind or visually impaired with achieving independence by informing them of available services and engaging in other activities that ameliorate the condition of blindness;

Provide programs of case finding, education, counseling, and guidance; blindness prevention, reading/taping, and related services; training, job identification, and placement; and physical/sight restoration to build confidence and self-sufficiency;

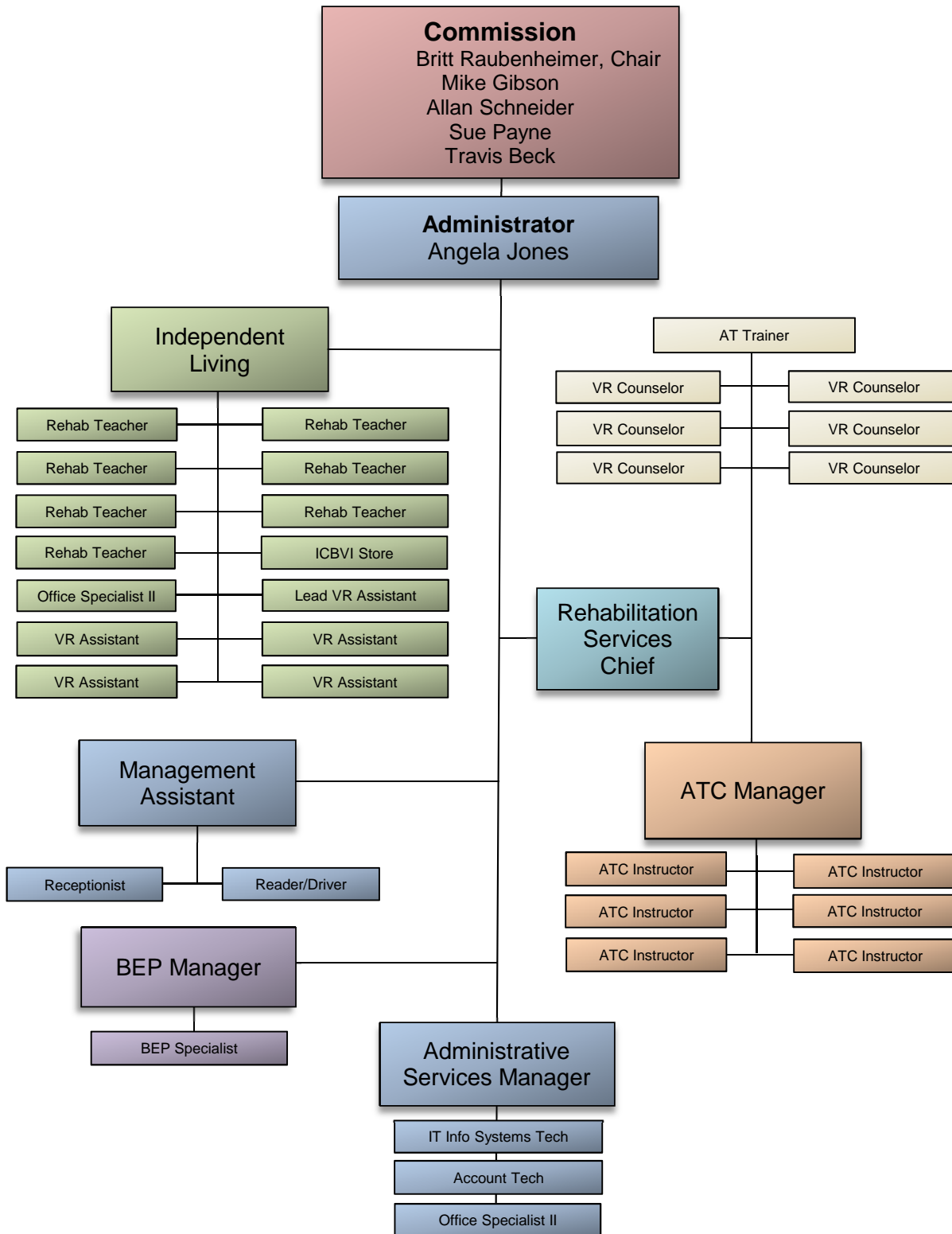
Orchestrate the Business Enterprise Program, which allows individuals who are blind or visually impaired the opportunity to become food service or vending operators; and

Administer federal vocational rehabilitation programs for individuals who are blind or visually impaired.

Commission for the Blind and Visually Impaired Agency Profile

Analyst: Hoskins

Organizational Chart



Commission for the Blind and Visually Impaired

Agency Profile

Analyst: Hoskins

Sources of Funds & Selected Performance Measures

Fund Name & Description

1. General Fund (0001)

The General Fund consists of revenue from individual income tax, corporate income tax, sales tax, and miscellaneous sources.

2. Randolph Sheppard (0210, dedicated)

This fund receives moneys from blind managers of food service and other types of small businesses as an assessment against their net income. It also receives a percentage of receipts from vending machines located on federal property that are not operated by a person who is blind. The money is used to support the Business Enterprise Program.

3. Rehab Revenue and Refunds (0288, dedicated)

This fund receives moneys from federal sources, primarily the Social Security Administration, for the vocational rehabilitation of clients who are Social Security recipients. The money is often received on a reimbursement basis after the state successfully rehabilitates a client.

4. Miscellaneous Revenue (0349, dedicated)

Moneys from donations, sale of copies, and similar services, etc.

5. Adaptive Aids & Appliances (0426, dedicated)

Receipts to this fund come from the sale of low vision aids and appliances to clients of the agency and the general public.

6. Federal Funds (0348)

This fund receives federal grant moneys authorized by the Rehabilitation, Comprehensive Services and Developmental Disabilities Legislation. The pertinent sections of this legislation are Title I: Vocational Rehabilitation Services; Title VI: Employment Opportunities for Individuals with Disabilities; and Title VII: Independent Living Services and Centers for Independent Living. Matching requirements vary from program to program.

Selected Performance Measures (numbers based on federal fiscal year)

	2009	2010	2011	2012	2013
1. Vocational rehab clients served	542	473	491	506	496
2. Ind. living clients served, under age 55	71	84	94	104	91
3. Ind. living clients served, age 55 and up	643	717	705	676	579
4. Sight restoration program clients served	108	155	91	107	77
5. Low vision clinic clients served	349	385	422	412	417

Commission for the Blind and Visually Impaired

Analyst: Hoskins

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	39.12	1,307,000	4,586,900	39.12	1,307,000	4,586,900
1. POS System Update	0.00	0	50,000	0.00	0	50,000
FY 2015 Total Appropriation	39.12	1,307,000	4,636,900	39.12	1,307,000	4,636,900
Removal of One-Time Expenditures	0.00	(5,500)	(120,700)	0.00	(5,500)	(120,700)
FY 2016 Base	39.12	1,301,500	4,516,200	39.12	1,301,500	4,516,200
Benefit Costs	0.00	9,600	38,300	0.00	6,700	26,400
Statewide Cost Allocation	0.00	400	(19,800)	0.00	400	(19,800)
Change in Employee Compensation	0.00	5,600	20,800	0.00	16,500	62,100
FY 2016 Program Maintenance	39.12	1,317,100	4,555,500	39.12	1,325,100	4,584,900
1. Older Blind Services	0.00	0	50,000	0.00	0	50,000
2. OIB Instructor Position	1.00	64,300	64,300	0.00	0	0
FY 2016 Total	40.12	1,381,400	4,669,800	39.12	1,325,100	4,634,900
Change from Original Appropriation	1.00	74,400	82,900	0.00	18,100	48,000
% Change from Original Appropriation		5.7%	1.8%		1.4%	1.0%

Commission for the Blind and Visually Impaired

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	39.12	1,307,000	325,900	2,954,000	4,586,900

1. POS System Update

This supplemental request is for \$50,000 in one-time spending authority from the Adaptive Aids & Appliances Fund for operating expenditures to update the current point of sale (POS) system used by the agency for sales in its Aids & Appliances Stores. This dedicated fund source is self-supporting due to a 20% mark-up on inventory in the stores. Each of the agency's six offices has a small retail store for which the Boise office is the distribution center. The agency indicates that its current POS system is insufficient to meet its current needs. The current POS system is not integrated from store to store, which can prevent it from being utilized simultaneously in different store locations.

Agency Request	0.00	0	50,000	0	50,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>50,000</i>	<i>0</i>	<i>50,000</i>

FY 2015 Total Appropriation					
Agency Request	39.12	1,307,000	375,900	2,954,000	4,636,900
<i>Governor's Recommendation</i>	<i>39.12</i>	<i>1,307,000</i>	<i>375,900</i>	<i>2,954,000</i>	<i>4,636,900</i>

Removal of One-Time Expenditures

Removes one-time spending authority in the amount of \$20,700 in personnel costs for the FY 2015 one-time Change in Employee Compensation (CEC), \$60,000 in operating expenditures, and \$40,000 in trustee & benefit payments.

Agency Request	0.00	(5,500)	(100,100)	(15,100)	(120,700)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(5,500)</i>	<i>(100,100)</i>	<i>(15,100)</i>	<i>(120,700)</i>

FY 2016 Base					
Agency Request	39.12	1,301,500	275,800	2,938,900	4,516,200
<i>Governor's Recommendation</i>	<i>39.12</i>	<i>1,301,500</i>	<i>275,800</i>	<i>2,938,900</i>	<i>4,516,200</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	9,600	500	28,200	38,300
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,700</i>	<i>300</i>	<i>19,400</i>	<i>26,400</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects an \$18,200 decrease in Attorney General fees, a \$2,300 decrease in risk management fees, a \$600 increase in State Controller fees, and a \$100 increase in State Treasurer fees.

Agency Request	0.00	400	0	(20,200)	(19,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>400</i>	<i>0</i>	<i>(20,200)</i>	<i>(19,800)</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	5,600	100	15,100	20,800
<i>The Governor recommends a 3% increase in 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>16,500</i>	<i>300</i>	<i>45,300</i>	<i>62,100</i>

FY 2016 Program Maintenance					
Agency Request	39.12	1,317,100	276,400	2,962,000	4,555,500
<i>Governor's Recommendation</i>	<i>39.12</i>	<i>1,325,100</i>	<i>276,400</i>	<i>2,983,400</i>	<i>4,584,900</i>

Commission for the Blind and Visually Impaired

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Older Blind Services

The commission is requesting additional appropriation from the Miscellaneous Revenue Fund to continue to utilize a portion of a \$600,000 charitable donation received during FY 2011. The commission uses these funds primarily for the Older Individuals Who Are Blind (OIB) Program. The commission is requesting, on an ongoing basis, \$10,000 for operating expenditures and \$40,000 for trustee & benefit payments. The agency has been appropriated, and has subsequently expended, more than half of the donation and expects to have approximately \$282,000 remaining at the end of the current fiscal year.

Agency Request	0.00	0	50,000	0	50,000
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The Governor recommends funding on a one-time basis.

Governor's Recommendation	0.00	0	50,000	0	50,000
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2. OIB Instructor Position

This is a request to hire one instructor to provide services to blind or visually impaired individuals who are older than 55 years of age. According to the agency, caseloads for instructors in the Older Individuals Who Are Blind (OIB) Program have grown from 215 in 2004 to 660 in 2014 without a corresponding increase in FTP. The federal grant currently used by the agency to pay its OIB instructors, for which there is a 10% non-federal match requirement, is already fully utilized. This line item consists of 1.0 FTP and \$64,300 ongoing from the General Fund. Of the total amount, \$61,300 is for personnel costs and \$3,000 is for operating expenditures to cover travel costs of the position.

Agency Request	1.00	64,300	0	0	64,300
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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FY 2016 Total					
Agency Request	40.12	1,381,400	326,400	2,962,000	4,669,800
Governor's Recommendation	39.12	1,325,100	326,400	2,983,400	4,634,900

Agency Request

Change from Original App	1.00	74,400	500	8,000	82,900
% Change from Original App	2.6%	5.7%	0.2%	0.3%	1.8%

Governor's Recommendation

Change from Original App	0.00	18,100	500	29,400	48,000
% Change from Original App	0.0%	1.4%	0.2%	1.0%	1.0%

Office of Drug Policy

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	288,100	254,000	296,800	299,700	303,000
Dedicated	633,800	615,900	3,500	18,500	18,500
Federal	1,813,000	1,955,500	3,316,000	3,930,200	3,933,100
Total:	2,734,900	2,825,400	3,616,300	4,248,400	4,254,600
Percent Change:		3.3%	28.0%	17.5%	17.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	313,000	359,700	465,500	499,500	505,700
Operating Expenditures	530,800	785,600	433,700	422,300	422,300
Capital Outlay	5,500	5,500	0	0	0
Trustee/Benefit	1,258,000	1,674,600	2,717,100	3,326,600	3,326,600
Lump Sum	627,600	0	0	0	0
Total:	2,734,900	2,825,400	3,616,300	4,248,400	4,254,600
Full-Time Positions (FTP)	4.00	4.00	6.00	6.00	6.00

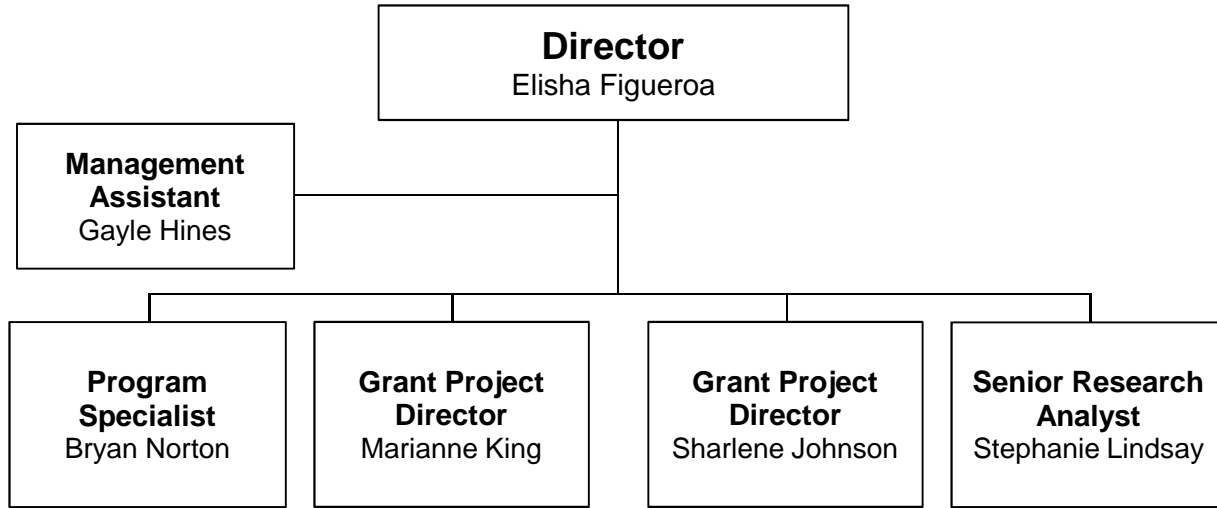
Division Description

The Office of Drug Policy was created during the 2007 legislative session. Section 67-821, Idaho Code, states that the Office of Drug Policy shall cooperate and consult with counties, cities and local law enforcement on programs, policies and issues in combating Idaho's illegal drug and substance abuse problem; serve as a repository of agreements, contracts and plans concerning programs for combating illegal drug and substance abuse from community organizations and other relevant local, state and federal agencies, and shall facilitate the exchange of this information and data with relevant interstate and intrastate entities; provide input and comment on community, tribal and federal plans, agreements and policies relating to illegal drug and substance abuse; and coordinate public and private entities to develop, create and promote statewide campaigns to reduce or eliminate substance abuse.

Office of Drug Policy Agency Profile

Analyst: Tatro

Organizational Chart



Sources of Funds

1. General Fund (0001)

The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205, Idaho Code).

2. Federal Grant (0348)

Federal funds are derived from two grants from the Substance Abuse and Mental Health Services Administration: (1) Strategic Prevention Framework State Incentive Grant and (2) Substance Abuse Prevention and Treatment Block Grant.

3. Miscellaneous Revenue (0349)

Miscellaneous revenue is derived from conference registration fees, contributions from corporations and foundations for special projects, and private contributions.

4. Idaho Millennium Income Fund (0499)

Consists of distributions from the Idaho Millennium Fund and Idaho Permanent Endowment Fund (beginning in July 2009) and such moneys that may be provided by legislative appropriations. The Idaho Millennium Income Fund is managed by the State Treasurer.

Expenditure by Year

FUND	FY 2011 Actual		FY 2012 Actual		FY 2013 Actual		FY 2014 Actual	
	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total	Dollar Amount	Percent of Total
0001	0	0.0%	987,300	100.0%	1,045,800	100.0%	254,000	9.0%
0348	0	0.0%	0	0.0%	0	0.0%	1,955,500	69.2%
0349	300	0.1%	0	0.0%	0	0.0%	0	0.0%
0499	240,800	99.9%	0	0.0%	0	0.0%	615,900	21.8%
TOTAL	241,100	100.0%	987,300	100.0%	1,045,800	100.0%	2,825,400	100.0%

Office of Drug Policy

Comparative Summary

Analyst: Tatro

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	6.00	296,800	3,616,300	6.00	296,800	3,616,300
Removal of One-Time Expenditures	0.00	(2,100)	(2,800)	0.00	(2,100)	(2,800)
FY 2016 Base	6.00	294,700	3,613,500	6.00	294,700	3,613,500
Benefit Costs	0.00	2,900	5,800	0.00	2,000	4,000
Statewide Cost Allocation	0.00	0	600	0.00	0	600
Change in Employee Compensation	0.00	2,100	4,000	0.00	6,300	12,000
FY 2016 Program Maintenance	6.00	299,700	3,623,900	6.00	303,000	3,630,100
1. Pay Grant Recipients Faster	0.00	0	609,500	0.00	0	609,500
2. Additional Personnel Costs	0.00	0	0	0.00	0	0
3. Use Misc Rev for Fed Prevention Fellow	0.00	0	15,000	0.00	0	15,000
4. Anti-Marijuana Campaign	0.00	0	0	0.00	0	0
FY 2016 Total	6.00	299,700	4,248,400	6.00	303,000	4,254,600
Change from Original Appropriation	0.00	2,900	632,100	0.00	6,200	638,300
% Change from Original Appropriation		1.0%	17.5%		2.1%	17.7%

Office of Drug Policy

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	6.00	296,800	3,500	3,316,000	3,616,300

Removal of One-Time Expenditures

Removes \$2,800 in personnel costs that was used for one-time employee compensation.

Agency Request	0.00	(2,100)	0	(700)	(2,800)
Governor's Recommendation	0.00	(2,100)	0	(700)	(2,800)

FY 2016 Base					
Agency Request	6.00	294,700	3,500	3,315,300	3,613,500
Governor's Recommendation	6.00	294,700	3,500	3,315,300	3,613,500

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	2,900	0	2,900	5,800
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	2,000	0	2,000	4,000
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This request reflects a \$600 increase for State Controller fees, a \$100 increase for State Treasurer fees, and a \$100 decrease for risk management fees. The Office of Drug Policy has an indirect cost recovery base amount of \$1,000.

Agency Request	0.00	0	0	600	600
Governor's Recommendation	0.00	0	0	600	600

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	2,100	0	1,900	4,000
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The Governor recommends a 3% increase in compensation, distributed on merit.

Governor's Recommendation	0.00	6,300	0	5,700	12,000
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FY 2016 Program Maintenance					
Agency Request	6.00	299,700	3,500	3,320,700	3,623,900
Governor's Recommendation	6.00	303,000	3,500	3,323,600	3,630,100

1. Pay Grant Recipients Faster

On July 25, 2013, the Substance Abuse and Mental Health Services Administration awarded a \$1.5 million Strategic Prevention Framework State Incentive Grant to address substance abuse in Idaho. The total grant is \$7.5 million over five years and moneys will be used to prevent the onset and reduce the progression of substance abuse, reduce substance abuse related problems, and build prevention capacity and infrastructure at the state and community levels.

This request is to add \$609,500 for ongoing trustee & benefit payments from the Federal Grant Fund to the current base of \$1,255,300. This additional appropriation will allow the office to meet grant guidelines by paying the sub-grantees within the grant timeframe.

Agency Request	0.00	0	0	609,500	609,500
Governor's Recommendation	0.00	0	0	609,500	609,500

Office of Drug Policy

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Additional Personnel Costs

The Office of Drug Policy is requesting to transfer \$12,000 from ongoing operating expenditures into personnel costs from federal funds. This transfer will help the office account for changes in workload during different times of the grant process. The money will be used to hire and fill temporary group positions as needed.

Analyst Comment: This adjustment was included in the agency request as a base adjustment, and was moved by LSO to a line item for transparency.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

3. Use Misc Rev for Fed Prevention Fellow

In addition to the six authorized positions, the Office of Drug Policy currently benefits from an individual that works for, and is overseen by, the office but is paid directly from the federal Center for Substance Abuse Prevention. The agency requests \$15,000 for one-time personnel costs from the Miscellaneous Revenue Fund to take over the compensation of this position because funding for it will end in September of 2015. The agency would like this individual to update the agency-managed website, develop a training portal for grant sub-recipients, train new grant sub-recipients, and provide in-depth policy research. This position will continue to be paid \$22 an hour and will work 19 hours a week for 35 weeks; making the position ineligible for benefits.

Agency Request	0.00	0	15,000	0	15,000
Governor's Recommendation	0.00	0	15,000	0	15,000

4. Anti-Marijuana Campaign

Requests \$995,000 from the Idaho Millennium Income Fund to develop and implement a statewide anti-marijuana campaign. Information and funding associated with this request can be found in the Idaho Millennium Fund Program under the State Treasurer's Office.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2016 Total					
Agency Request	6.00	299,700	18,500	3,930,200	4,248,400
Governor's Recommendation	6.00	303,000	18,500	3,933,100	4,254,600

Agency Request					
Change from Original App	0.00	2,900	15,000	614,200	632,100
% Change from Original App	0.0%	1.0%	428.6%	18.5%	17.5%
Governor's Recommendation					
Change from Original App	0.00	6,200	15,000	617,100	638,300
% Change from Original App	0.0%	2.1%	428.6%	18.6%	17.7%

Office of Energy Resources

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	2,771,400	1,244,700	1,024,200	783,000	787,600
Federal	219,300	566,500	431,500	724,600	727,400
Total:	2,990,700	1,811,200	1,455,700	1,507,600	1,515,000
Percent Change:		(39.4%)	(19.6%)	3.6%	4.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,167,600	548,000	1,072,500	751,800	759,200
Operating Expenditures	1,651,400	1,193,200	383,200	451,100	481,100
Capital Outlay	5,800	0	0	4,700	4,700
Trustee/Benefit	165,900	70,000	0	300,000	270,000
Total:	2,990,700	1,811,200	1,455,700	1,507,600	1,515,000
Full-Time Positions (FTP)	10.00	10.00	8.00	8.00	8.00

Division Description

The Office of Energy Resources was originally created by Governor Andrus through Executive Order (EO) in 1975. Those responsibilities were assigned to the Idaho Department of Water Resources in 1981. Program authority was modified by EO 2001-06 when energy standards for building codes were transferred to the Division of Building Safety. On October 19, 2007, Governor Otter issued EO 2007-15 reestablishing the Office of Energy Resources within the Office of the Governor. He replaced that with EO 2011-14 and again with EO 2012-08 on October 18, 2012.

The duties, powers and authorities of the Office of Energy Resources shall include:

- a) Advising the Governor, the Legislature and other public officials of the state's energy requirements, supply, transmission, management, conservation, and efficiency efforts;
- b) Serve as Idaho's clearing house and first point of contact for energy information, including addressing energy policy inquiries, and providing information regarding energy issues;
- c) Coordinating the state's energy planning and policy development efforts;
- d) Coordinating and cooperating with federal and state agencies, departments and divisions, and local governments on issues concerning the state's energy requirements, supply, transmission, management, conservation and efficiency efforts;
- e) Pursuing and accepting federal delegation of responsibility and authority for matters that affect the energy supply, transmission, management, consumption and conservation by the citizens of Idaho other than energy codes and standards for buildings and those matters under the jurisdiction of the Idaho Public Utilities Commission;
- f) Coordinating, supporting and overseeing the Idaho Strategic Energy Alliance;
- g) Assisting state agencies, departments, divisions and local governments to secure funding where available for energy conservation projects and renewable energy resource opportunities;
- h) Administering low-interest energy loan programs and other forms of financial assistance for eligible projects to further promote energy efficiency efforts and overall reduced energy consumption in Idaho; and
- i) Entering into other agreements or contracts to do that which is necessary to carry out the provisions of this Executive Order and in the performance of other duties as may be directed by the Governor.

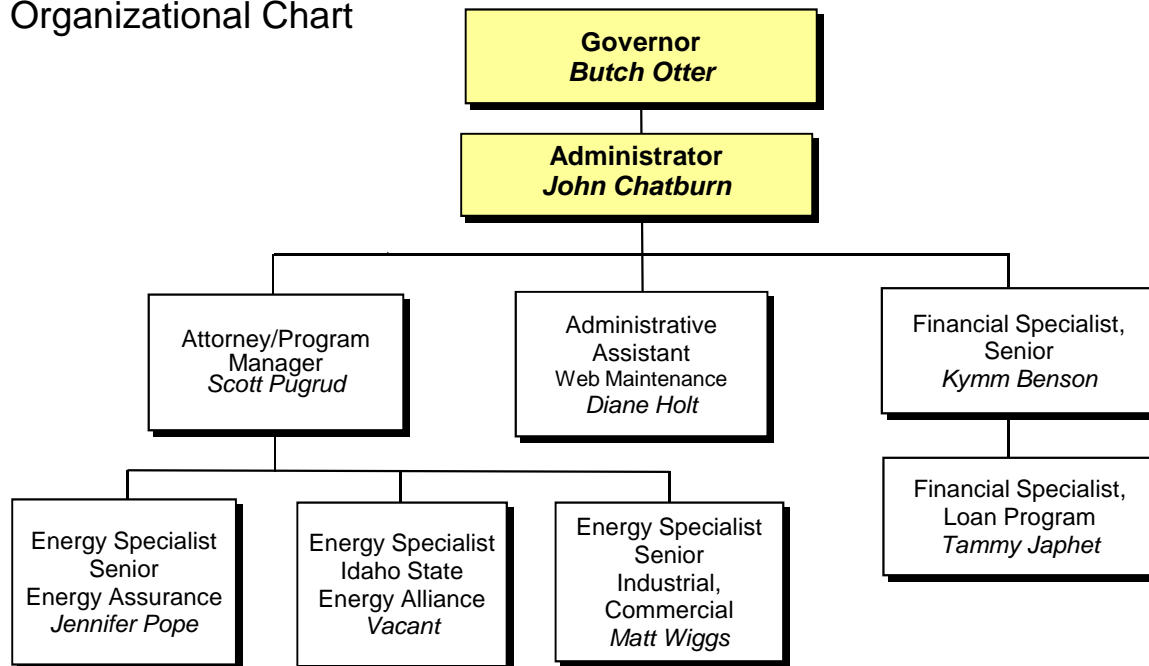
The Office of Energy Resources may accept private contributions, state or federal funds, funds from other public agencies or any other source. The moneys shall be expended solely for the purposes provided in this Executive Order and accounted for as provided by law.

Office of Energy Resources

Agency Profile

Analyst: Houston

Organizational Chart



Sources of Funds	FY 2014 Appropriation	FY 2014 Expenditures	Percent of Total	Variance from Appropriation	Percent	FY 2015 Appropriation
1. Indirect Cost Recovery	1,018,800	125,800	6.9%	(893,000)	(87.7%)	123,500
Fund (0125): Overhead charge for costs to administer federal programs. The FY 2014 ending fund balance was \$2,800.						
2. Renewable Energy	718,100	112,500	6.2%	(605,600)	(84.3%)	679,000
Resources Fund (0199): The state's portion of revenues from leases and royalties on federal lands for geothermal, wind, and other renewable energy resources. H255 of 2009 transferred \$1.2 million to this fund from mineral royalties held in a suspense fund. At the end of FY 2014, the fund balance was \$1.11 million.						
3. American Reinvestment	629,100	137,600	7.6%	(491,500)	(78.1%)	0
Fund (0346): The federal American Recovery and Reinvestment Act of 2009 provided funding for the State Energy Program, Energy Efficiency Conservation Block Grants, Energy Efficiency Appliance Rebates, and Energy Delivery programs. All moneys were expended by the end of FY 2014.						
4. Miscellaneous Revenue	209,900	829,300	45.8%	619,400	295.1%	20,300
Fund (0349): Miscellaneous revenues from interstate and intrastate agencies and utilities. The FY 2014 ending balance was \$34,800. DFM approved noncogs of \$775,600 for this fund in FY 2014.						
5. Petroleum Price Violation	195,500	39,500	2.2%	(156,000)	(79.8%)	201,400
Fund (0494): Petroleum Violation Escrow (PVE) moneys are part of a nationwide redistribution to the states from the U.S. Department of Energy from legal settlements resulting from price fixing in the 1980s. The Office of Energy Resources is responsible for certifying that loans and projects meet allowable uses. The last distribution was in FY 2006. No additional distributions to the states are anticipated. The FY 2014 cash balance was \$4.11 million with outstanding loans of \$345,205.						
6. Federal Grant	219,300	566,500	31.3%	347,200	158.3%	431,500
Fund (0348): Grants and agreements with the United States Department of Energy (DOE). DFM approved \$720,700 noncogs for this fund in FY 2014.						
Total All Funds	\$ 2,990,700	\$ 1,811,200	100.0%	\$ (1,179,500)	(39.4%)	\$ 1,455,700

Office of Energy Resources

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	8.00	0	1,455,700	8.00	0	1,455,700
1. Regional Planning & Coordination	0.00	0	246,000	0.00	0	246,000
FY 2015 Total Appropriation	8.00	0	1,701,700	8.00	0	1,701,700
Noncognizable Funds and Transfers	0.00	0	155,000	0.00	0	155,000
FY 2015 Estimated Expenditures	8.00	0	1,856,700	8.00	0	1,856,700
Removal of One-Time Expenditures	0.00	0	(556,800)	0.00	0	(556,800)
FY 2016 Base	8.00	0	1,299,900	8.00	0	1,299,900
Benefit Costs	0.00	0	7,200	0.00	0	4,900
Replacement Items	0.00	0	4,700	0.00	0	4,700
Statewide Cost Allocation	0.00	0	(3,600)	0.00	0	(3,600)
Change in Employee Compensation	0.00	0	8,500	0.00	0	25,200
FY 2016 Program Maintenance	8.00	0	1,316,700	8.00	0	1,331,100
1. Realign Budget to Revenues	0.00	0	(152,600)	0.00	0	(159,600)
2. Regional Planning & Coordination	0.00	0	343,500	0.00	0	343,500
FY 2016 Total	8.00	0	1,507,600	8.00	0	1,515,000
Change from Original Appropriation	0.00	0	51,900	0.00	0	59,300
% Change from Original Appropriation			3.6%			4.1%

Office of Energy Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	8.00	0	1,024,200	431,500	1,455,700

1. Regional Planning & Coordination

The Department of Energy notified the Office of Energy Resources in October that its application for a State Energy Program Competitive Grant had been selected for award negotiations. It is anticipated that the total award amount of \$500,000 will be available on a reimbursement basis over the two-year period from January 2015 through January 2017 (state fiscal years 2015, 2016, and 2017). The award will provide Idaho the opportunity to work with the surrounding states through the Western Interstate Energy Board (WIEB) to expand planning and coordination among the western interconnection states (AZ, CA, CO, ID, MT, NM, NV, OR, UT, WA, WY) and provinces (BC, AB, SK) to address emerging challenges to the electric power system. The goal is to promote western electric power system reliability during a transition of increasing renewable energy, additional coal plant retirements, new environmental regulation, increased reliance on natural gas, and expanding distributed generation. The request includes \$29,000 in personnel costs, \$17,000 in operating expenditures (of which \$12,000 is for indirect costs), and \$200,000 in trustee & benefit payments to be passed-through to WIEB. OER will not require additional staff. Personnel costs and related operating expenses will be offset with reductions in other activities. [One-time]

Agency Request	0.00	0	12,000	234,000	246,000
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The Governor recommends \$30,000 more in operating expenditures for travel costs and \$30,000 less in trustee & benefit payments to reimburse the Western Interstate Energy Board for documentation development and technical and policy analysis.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>12,000</i>	<i>234,000</i>	<i>246,000</i>
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FY 2015 Total Appropriation					
Agency Request	8.00	0	1,036,200	665,500	1,701,700
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>0</i>	<i>1,036,200</i>	<i>665,500</i>	<i>1,701,700</i>

Noncognizable Funds and Transfers

After a review of federal grants available through the State Energy Program, the US Department of Energy determined that the Office of Energy Resources could use Petroleum Price Violation (PPV) Funds instead of federal funds for the Government Leading by Example Program. In July, the Division of Financial Management (DFM) authorized additional noncognizable spending authority from state PPV moneys in the amount of \$155,000. Moneys will enable additional energy audits to be conducted on state and local government facilities in Idaho. [One-time]

Agency Request	0.00	0	155,000	0	155,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>155,000</i>	<i>0</i>	<i>155,000</i>
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FY 2015 Estimated Expenditures					
Agency Request	8.00	0	1,191,200	665,500	1,856,700
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>0</i>	<i>1,191,200</i>	<i>665,500</i>	<i>1,856,700</i>

Removal of One-Time Expenditures

Removes funding provided for one-time change in employee compensation, one-time line items, one-time non-cognizable spending authority, and the requested supplemental appropriation.

Agency Request	0.00	0	(202,600)	(354,200)	(556,800)
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(202,600)</i>	<i>(354,200)</i>	<i>(556,800)</i>
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FY 2016 Base					
Agency Request	8.00	0	988,600	311,300	1,299,900
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>0</i>	<i>988,600</i>	<i>311,300</i>	<i>1,299,900</i>

Office of Energy Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. There was no change in the workers' compensation rate for OER from FY 2015 to FY 2016.					
Agency Request	0.00	0	3,400	3,800	7,200
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	0	2,300	2,600	4,900

Replacement Items					
Replacement items include \$4,200 for three high-end laptop computers at \$1,400 each and one office chair for \$500 for a total of \$4,700 from the Petroleum Price Violation Fund. Moneys are part of a nationwide redistribution to states from the US Department of Energy from legal settlements resulting from price fixing in the 1980s. The Office of Energy Resources is responsible for certifying that loans and projects meet allowable uses.					
Agency Request	0.00	0	4,700	0	4,700
Governor's Recommendation	0.00	0	4,700	0	4,700

Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$2,300 for Attorney General fees, a decrease of \$1,200 for risk management costs, and a decrease of \$100 for State Controller fees for a total decrease of \$3,600. Reflects a 46.7% decrease from the \$7,700 SWCAP base.					
Agency Request	0.00	0	(3,600)	0	(3,600)
Governor's Recommendation	0.00	0	(3,600)	0	(3,600)

Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	6,900	1,600	8,500
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	0	20,400	4,800	25,200

FY 2016 Program Maintenance					
Agency Request	8.00	0	1,000,000	316,700	1,316,700
Governor's Recommendation	8.00	0	1,012,400	318,700	1,331,100

1. Realign Budget to Revenues

This line item realigns the FY 2016 budget to projected revenues. First, it reduces the appropriation from the Renewable Energy Resources Fund by \$457,900 to remove unnecessary appropriation. Then it increases the Petroleum Price Violation Fund by \$229,900 to account for changes in funding for the Government Leading by Example Program through a shift from a federal grant to the Petroleum Price Violation Fund. Moneys will enable additional energy audits to be conducted on state and local government facilities in Idaho, and may qualify for some cost-share funding on energy efficient retrofits. Finally, it increases federal funding by \$75,400 for anticipated increases in the State Energy Program Grant including uses for national and regional energy policy, energy resource and infrastructure development, and state and local energy policy. [Ongoing]

Agency Request	0.00	0	(228,000)	75,400	(152,600)
<i>The Governor makes additional adjustments to personnel costs.</i>					
Governor's Recommendation	0.00	0	(235,800)	76,200	(159,600)

Office of Energy Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Regional Planning & Coordination

The Department of Energy notified the Office of Energy Resources in October that its application for a State Energy Program Competitive Grant had been selected for award negotiations. It is anticipated that the total award amount of \$500,000 will be available on a reimbursement basis over the two-year period from January 2015 through January 2017 (state fiscal years 2015, 2016, and 2017). The award will provide Idaho the opportunity to work with the surrounding states through the Western Interstate Energy Board (WIEB) to expand planning and coordination among the western interconnection states and provinces to address emerging challenges to the electric power system. The goal is to promote western electric power system reliability during a transition of increasing renewable energy, additional coal plant retirements, new environmental regulation, increased reliance on natural gas, and expanding distributed generation. The request includes \$27,500 in personnel costs, \$16,000 in operating expenditures (of which \$11,000 is for indirect costs), and \$300,000 in trustee & benefit payments to be passed-through to WIEB. OER will not require additional staff. Personnel costs and related operating expenses will be offset with reductions in other activities. [One-time]

Agency Request	0.00	0	11,000	332,500	343,500
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The Governor recommends \$30,000 more in operating expenditures for travel costs and \$30,000 less in trustee & benefit payments to reimburse the Western Interstate Energy Board for documentation development and technical and policy analysis.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>11,000</i>	<i>332,500</i>	<i>343,500</i>
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FY 2016 Total					
Agency Request	8.00	0	783,000	724,600	1,507,600
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>0</i>	<i>787,600</i>	<i>727,400</i>	<i>1,515,000</i>

Agency Request

Change from Original App	0.00	0	(241,200)	293,100	51,900
% Change from Original App	0.0%		(23.6%)	67.9%	3.6%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>(236,600)</i>	<i>295,900</i>	<i>59,300</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>(23.1%)</i>	<i>68.6%</i>	<i>4.1%</i>

Division of Financial Management

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	1,593,000	1,481,800	1,627,200	1,642,200	1,663,200
Dedicated	40,900	39,100	42,100	42,600	42,800
Total:	1,633,900	1,520,900	1,669,300	1,684,800	1,706,000
Percent Change:		(6.9%)	9.8%	0.9%	2.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,448,500	1,279,000	1,497,800	1,513,100	1,534,300
Operating Expenditures	171,100	223,800	171,500	171,700	171,700
Capital Outlay	14,300	18,100	0	0	0
Total:	1,633,900	1,520,900	1,669,300	1,684,800	1,706,000
Full-Time Positions (FTP)	16.00	16.00	16.00	16.00	15.00

Division Description

The mission of the Division of Financial Management is to support the Governor's vision of short and long-term policies through effective resource allocation. DFM seeks to improve agency service delivery at the point of citizen impact by developing, monitoring, and publicizing performance outcomes, facilitating the development of the executive budget recommendation, and providing a proactive policy resource for the Governor to shape Idaho's future. The division consists of three main administrative units: Budget, Economic Analysis, and Management Services.

[Statutory Authority: Sections 67-1910 - 1918, Idaho Code]

Division of Financial Management

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	16.00	1,627,200	1,669,300	16.00	1,627,200	1,669,300
Removal of One-Time Expenditures	0.00	(12,800)	(13,000)	0.00	(12,800)	(13,000)
Base Adjustments	0.00	0	0	(1.00)	0	0
FY 2016 Base	16.00	1,614,400	1,656,300	15.00	1,614,400	1,656,300
Benefit Costs	0.00	14,800	15,300	0.00	10,200	10,500
Statewide Cost Allocation	0.00	200	200	0.00	200	200
Change in Employee Compensation	0.00	12,800	13,000	0.00	38,400	39,000
FY 2016 Total	16.00	1,642,200	1,684,800	15.00	1,663,200	1,706,000
Change from Original Appropriation	0.00	15,000	15,500	(1.00)	36,000	36,700
% Change from Original Appropriation		0.9%	0.9%		2.2%	2.2%

Division of Financial Management

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	16.00	1,627,200	42,100	0	1,669,300
Removal of One-Time Expenditures					
Agency Request	0.00	(12,800)	(200)	0	(13,000)
<i>Governor's Recommendation</i>	0.00	(12,800)	(200)	0	(13,000)
Base Adjustments					
Agency Request	0.00	0	0	0	0
<i>The Governor recommends a reduction of 1.0 FTP.</i>					
<i>Governor's Recommendation</i>	(1.00)	0	0	0	0
FY 2016 Base					
Agency Request	16.00	1,614,400	41,900	0	1,656,300
<i>Governor's Recommendation</i>	15.00	1,614,400	41,900	0	1,656,300
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	14,800	500	0	15,300
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	0.00	10,200	300	0	10,500
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Attorney General fees are increased by \$200, risk management fees decreased by \$400, and State Controller's fees increased by \$400.					
Agency Request	0.00	200	0	0	200
<i>Governor's Recommendation</i>	0.00	200	0	0	200
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	12,800	200	0	13,000
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	0.00	38,400	600	0	39,000
FY 2016 Total					
Agency Request	16.00	1,642,200	42,600	0	1,684,800
<i>Governor's Recommendation</i>	15.00	1,663,200	42,800	0	1,706,000
Agency Request					
Change from Original App	0.00	15,000	500	0	15,500
% Change from Original App	0.0%	0.9%	1.2%		0.9%
Governor's Recommendation					
Change from Original App	(1.00)	36,000	700	0	36,700
% Change from Original App	(6.3%)	2.2%	1.7%		2.2%

Executive Office of the Governor

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Acting Governor Pay	18,200	8,700	18,200	18,200	18,200
Administration	1,908,200	1,835,600	1,969,500	1,988,400	2,009,400
Expense Allowance	5,000	4,200	5,000	5,000	5,000
Governor Elect Transition	0	0	15,000	0	0
Total:	1,931,400	1,848,500	2,007,700	2,011,600	2,032,600
BY FUND CATEGORY					
General	1,931,400	1,848,500	2,007,700	2,011,600	2,032,600
Percent Change:		(4.3%)	8.6%	0.2%	1.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,728,500	1,556,000	1,804,400	1,810,200	1,831,200
Operating Expenditures	202,900	292,500	203,300	201,400	201,400
Total:	1,931,400	1,848,500	2,007,700	2,011,600	2,032,600
Full-Time Positions (FTP)	22.00	22.00	22.00	22.00	22.00

Division Description

ADMINISTRATION: Exercise the powers and discharge the duties of the chief executive of the state of Idaho as delegated by the state constitution and laws of the state.

ACTING GOVERNOR PAY: The official acting as Governor is entitled to additional compensation calculated as the difference between the Governor's salary and the salary of the Lieutenant Governor. [Statutory Authority: Section 67-809(2), Idaho Code]

EXPENSE ALLOWANCE: State law authorizes \$10,000 per biennium to be used by the Governor at his discretion to assist in defraying expenses relating to or resulting from the discharge of his official duties. [Statutory Authority: Section 67-808d, Idaho Code]

Executive Office of the Governor

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	22.00	2,007,700	2,007,700	22.00	2,007,700	2,007,700
Removal of One-Time Expenditures	0.00	(28,800)	(28,800)	0.00	(28,800)	(28,800)
FY 2016 Base	22.00	1,978,900	1,978,900	22.00	1,978,900	1,978,900
Benefit Costs	0.00	20,800	20,800	0.00	14,200	14,200
Statewide Cost Allocation	0.00	(1,900)	(1,900)	0.00	(1,900)	(1,900)
Annualizations	0.00	0	0	0.00	0	0
Change in Employee Compensation	0.00	13,800	13,800	0.00	41,400	41,400
FY 2016 Program Maintenance	22.00	2,011,600	2,011,600	22.00	2,032,600	2,032,600
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	22.00	2,011,600	2,011,600	22.00	2,032,600	2,032,600
Change from Original Appropriation	0.00	3,900	3,900	0.00	24,900	24,900
% Change from Original Appropriation		0.2%	0.2%		1.2%	1.2%

Executive Office of the Governor

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	22.00	2,007,700	0	0	2,007,700
Removal of One-Time Expenditures					
Agency Request	0.00	(28,800)	0	0	(28,800)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(28,800)</i>	<i>0</i>	<i>0</i>	<i>(28,800)</i>
FY 2016 Base					
Agency Request	22.00	1,978,900	0	0	1,978,900
<i>Governor's Recommendation</i>	<i>22.00</i>	<i>1,978,900</i>	<i>0</i>	<i>0</i>	<i>1,978,900</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	20,800	0	0	20,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>14,200</i>	<i>0</i>	<i>0</i>	<i>14,200</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.					
Agency Request	0.00	(1,900)	0	0	(1,900)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(1,900)</i>	<i>0</i>	<i>0</i>	<i>(1,900)</i>
Annualizations					
Funding is authorized for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The Governor's pay increased on January 1, 2015 by 1.5%, from \$119,000 to \$120,785 annually, and an increase of \$400 was allowable but not requested to pay for the increase from July 1, 2015 through December 31, 2015.					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. In addition, the Governor's Office was authorized to but did not request \$1,100 for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The Governor's pay will increase on January 1, 2016 by 1.5%, from \$120,785 to \$122,597 annually.					
Agency Request	0.00	13,800	0	0	13,800
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>41,400</i>	<i>0</i>	<i>0</i>	<i>41,400</i>
FY 2016 Program Maintenance					
Agency Request	22.00	2,011,600	0	0	2,011,600
<i>Governor's Recommendation</i>	<i>22.00</i>	<i>2,032,600</i>	<i>0</i>	<i>0</i>	<i>2,032,600</i>
Budget Law Exceptions					
LUMP SUM: The agency requests an appropriation that is not subject to state budget laws that restrict the transfer of money between programs and among personnel costs, operating expenditures, capital outlay, or trustee & benefit payments. This authority requires legislative approval.					
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 2016 Total					
Agency Request	22.00	2,011,600	0	0	2,011,600
<i>Governor's Recommendation</i>	<i>22.00</i>	<i>2,032,600</i>	<i>0</i>	<i>0</i>	<i>2,032,600</i>

Executive Office of the Governor

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	3,900	0	0	3,900
% Change from Original App	0.0%	0.2%			0.2%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	24,900	0	0	24,900
% Change from Original App	0.0%	1.2%			1.2%

Division of Human Resources

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	1,678,100	1,303,800	1,723,600	1,718,000	1,732,800
Percent Change:		(22.3%)	32.2%	(0.3%)	0.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,018,500	851,900	1,055,000	1,066,500	1,081,300
Operating Expenditures	659,600	451,900	668,600	651,500	651,500
Total:	1,678,100	1,303,800	1,723,600	1,718,000	1,732,800
Full-Time Positions (FTP)	12.00	12.00	12.00	12.00	12.00

Division Description

The Division of Human Resources manages a comprehensive personnel merit system for classified state employees. The system consists of recruitment, applicant screening, examination systems, job classification, salary administration, employee training and development, an appeals process for disciplinary actions, an employee information system, and a performance management system.

Most of the former powers and duties of the Personnel Commission were statutorily transferred to the administrator of the Division of Human Resources in FY 2000. This position is appointed by and reports to the Governor. The Personnel Commission still exists to hear appeals of dismissals, demotions, or suspensions by agency directors, or rulings made by the administrator. The commission is financially and administratively supported by the Division of Human Resources. [Statutory Authority: Section 67-5301, Idaho Code]

On April 20, 2011 Governor Otter issued Executive Order 2011-04. The intent of the order is as follows:

The Division of Human Resources shall:

1. Enter into an agreement with the Department of Labor whereby the department will:
 - a) Recruit and screen applicants for classified positions in state government;
 - b) Establish and maintain hiring registers for classified positions in state government;
 - c) Conduct annual salary and benefit surveys at the direction of the Division of Human Resources; and
 - d) Maintain an automated system for recruiting and tracking applicants for classified positions in state government.
2. Enter into an agreement with, and delegate to, the Division of Professional-Technical Education; the authority to train certain state employees on human resource related topics applicable to all state agencies including, but not limited to, supervision of employees, employee evaluations, dispute resolution and stress management.
3. Delegate one or more of the following functions to any state agency, if the Division of Human Resources determines that the agency has a qualified human resource staff based on criteria developed by the division:
 - a) Hiring;
 - b) Salary administration;
 - c) The classification of positions within the agency and the compensation paid to its employees in accordance with law and any guidelines of the Office of the Governor;
 - d) The maintenance, management and retention of personnel records; and
 - e) Other administrative human resource functions related to the agency as determined by the Division of Human Resources.

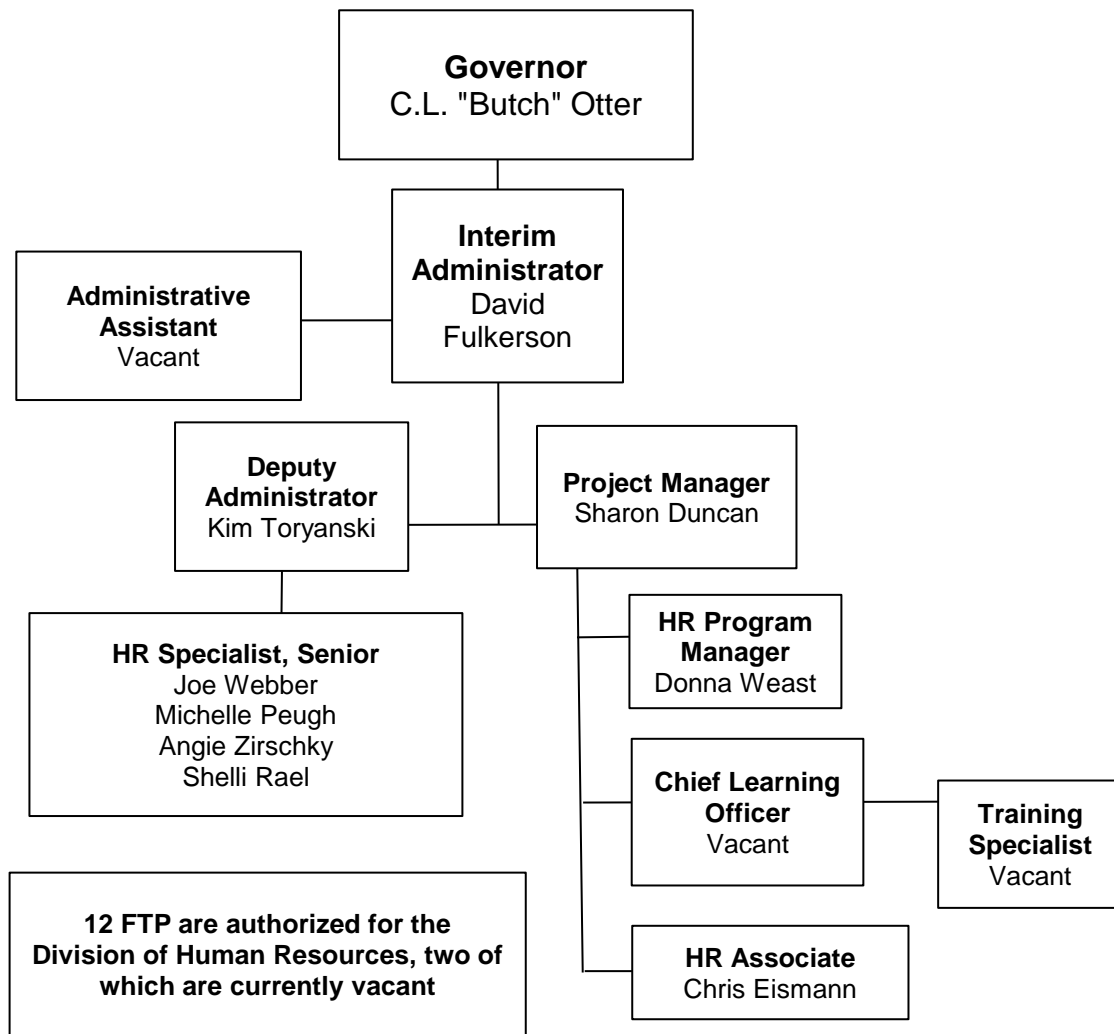
All remaining duties and responsibilities for the state personnel system - including, but not limited to, the responsibility to promulgate administrative rules - shall be retained by the Division of Human Resources.

Division of Human Resources

Agency Profile

Analyst: Lockett

Organizational Chart



Sources of Funds and Fund Balances

This budget is funded with fees collected from a portion of each classified position's gross salary (.550%). Employers do not contribute to the Division of Human Resources for non-classified positions.

	FY 2012 Act	FY 2013 Act	FY 2014 Act	FY 2015 Est	FY 2016 Est
Revenue	\$ 1,716,700	\$ 1,755,200	\$ 1,759,900	\$ 1,703,000	\$ 1,703,000
Expenditures	\$ 1,493,300	\$ 1,494,900	\$ 1,303,800	\$ 1,723,600	\$ 1,742,000

Free Fund					
Cash	\$ 754,100	\$ 1,014,400	\$ 1,470,500	\$ 1,449,900	\$ 1,410,900
Balance					

Division of Human Resources

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	12.00	0	1,723,600	12.00	0	1,723,600
Removal of One-Time Expenditures	0.00	0	(9,200)	0.00	0	(9,200)
FY 2016 Base	12.00	0	1,714,400	12.00	0	1,714,400
Benefit Costs	0.00	0	11,500	0.00	0	7,900
Statewide Cost Allocation	0.00	0	(17,100)	0.00	0	(17,100)
Change in Employee Compensation	0.00	0	9,200	0.00	0	27,600
FY 2016 Total	12.00	0	1,718,000	12.00	0	1,732,800
Change from Original Appropriation	0.00	0	(5,600)	0.00	0	9,200
% Change from Original Appropriation			(0.3%)			0.5%

Division of Human Resources

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	12.00	0	1,723,600	0	1,723,600
Removal of One-Time Expenditures					
Removes the one-time CEC portion of the FY 2015 appropriation.					
Agency Request	0.00	0	(9,200)	0	(9,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(9,200)</i>	<i>0</i>	<i>(9,200)</i>
FY 2016 Base					
Agency Request	12.00	0	1,714,400	0	1,714,400
<i>Governor's Recommendation</i>	<i>12.00</i>	<i>0</i>	<i>1,714,400</i>	<i>0</i>	<i>1,714,400</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	11,500	0	11,500
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>7,900</i>	<i>0</i>	<i>7,900</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation; specifically a decrease of \$16,600 for Attorney General fees and a decrease of \$500 for risk management costs.					
Agency Request	0.00	0	(17,100)	0	(17,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(17,100)</i>	<i>0</i>	<i>(17,100)</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	9,200	0	9,200
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>27,600</i>	<i>0</i>	<i>27,600</i>
FY 2016 Total					
Agency Request	12.00	0	1,718,000	0	1,718,000
<i>Governor's Recommendation</i>	<i>12.00</i>	<i>0</i>	<i>1,732,800</i>	<i>0</i>	<i>1,732,800</i>
Agency Request					
Change from Original App	0.00	0	(5,600)	0	(5,600)
% Change from Original App	0.0%		(0.3%)		(0.3%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>9,200</i>	<i>0</i>	<i>9,200</i>
<i>% Change from Original App</i>	<i>0.0%</i>		<i>0.5%</i>		<i>0.5%</i>

State Liquor Division

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	16,928,700	16,576,000	17,680,700	18,507,300	18,413,200
Percent Change:		(2.1%)	6.7%	4.7%	4.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,890,900	10,658,800	11,455,000	11,804,600	11,890,500
Operating Expenditures	5,562,000	5,515,700	5,715,500	5,908,700	5,908,700
Capital Outlay	475,800	401,500	510,200	794,000	614,000
Total:	16,928,700	16,576,000	17,680,700	18,507,300	18,413,200
Full-Time Positions (FTP)	205.00	205.00	205.00	212.00	212.00

Division Description

The mission of the Idaho State Liquor Division is to provide control over the importation, distribution, sale, and consumption of distilled spirits; curtail intemperate use of beverage alcohol; and responsibly optimize the net revenues to the citizens of Idaho. The State Liquor Division has the following general powers and duties:

- (a) Regulation of Liquor Traffic: to permit, license, inspect, and regulate the manufacture, importation, transportation, storage, sale, and delivery of alcoholic liquor for purposes permitted by law.
- (b) Traffic in Liquor: to buy, import, transport, store, sell, and deliver alcoholic liquor.
- (c) Operation of Liquor Stores: to establish, maintain, and discontinue warehouses, state liquor stores and distribution stations.
- (d) Acquisition of Real Estate: to acquire, buy and lease real estate, and improve and equip the same for the conduct of its business.
- (e) Acquisition of Personal Property: to acquire, buy, and lease personal property necessary and convenient for the conduct of its business.
- (f) Making Reports: to report to the Governor annually and at such other times as he may require, concerning the condition, management, and financial transactions of the agency.

The Liquor Division is charged with exercising its powers as to curtail the intemperate use of alcoholic beverages. It shall not attempt to stimulate the normal demands of temperate consumers of alcohol, irrespective of the effect on the revenue derived by the state from the resale of intoxicating liquor.

Statutory Authority: Section 23-203, Idaho Code.

State Liquor Division

Agency Profile

Analyst: Bybee

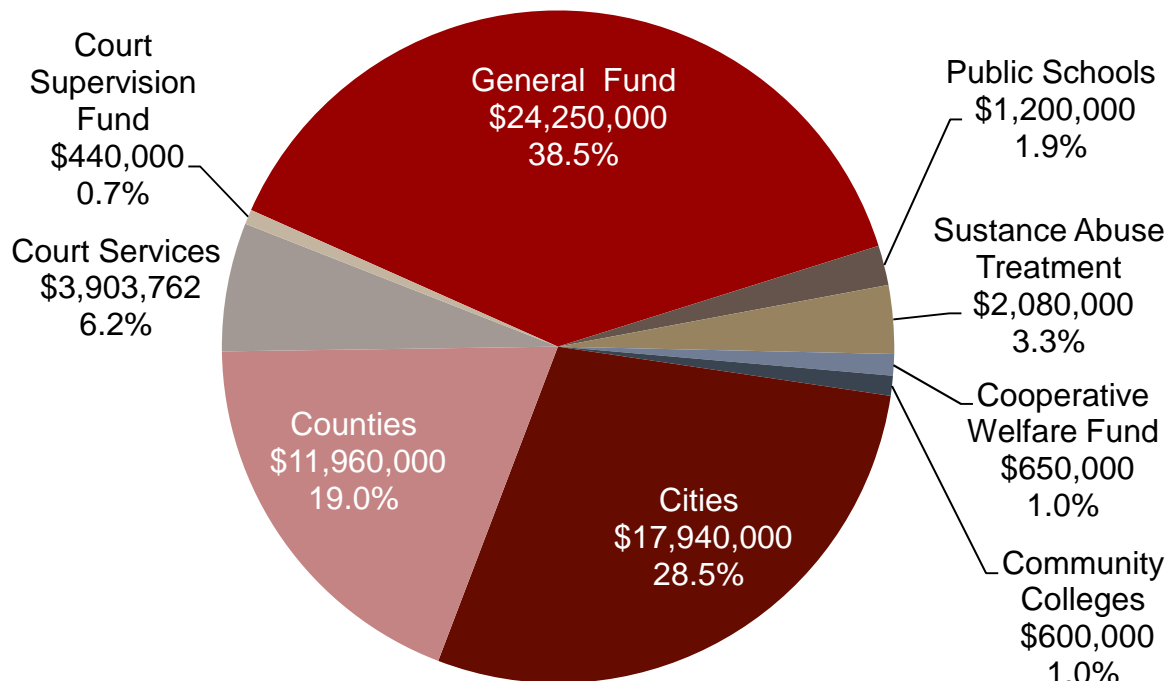
Selected Measures

PROFIT DISTRIBUTION

1. Two percent surcharge on liquor sales to the Drug Court, Mental Health Court and Family Court Services Fund.
2. 50% of profits are distributed as follows:
 - a. Annual fixed distributions totaling \$5,650,000 to Substance Abuse Treatment Fund, Community Colleges, Public Schools, Cooperative Welfare Fund, Court Services and Court Supervision Funds.
 - b. Remaining balance to the General Fund.
3. 50% of profits
 - 60% Cities: 90% to cities with liquor stores, in proportion to sales; and 10% to cities without liquor stores, in proportion to population
 - 40% Counties, in proportion to sales

The liquor revenue distribution formula was modified by S1388 in the 2006 Legislative Session: Cities and counties received annual distributions of \$1.8 million from FY 2006 through FY 2009 to repay the one-time appropriation of \$7.2 million to the Water Resource Board Revolving Fund in FY 2005; and the 40/60 split between the state and local governments will adjust incrementally to a 50/50 split by 2014.

FY 2014 Liquor Distributions \$63,023,762



State Liquor Division

Comparative Summary

Analyst: Bybee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	205.00	0	17,680,700	205.00	0	17,680,700
Removal of One-Time Expenditures	0.00	0	(611,600)	0.00	0	(611,600)
FY 2016 Base	205.00	0	17,069,100	205.00	0	17,069,100
Benefit Costs	0.00	0	194,700	0.00	0	132,200
Inflationary Adjustments	0.00	0	35,000	0.00	0	35,000
Replacement Items	0.00	0	484,500	0.00	0	304,500
Statewide Cost Allocation	0.00	0	(3,800)	0.00	0	(3,800)
Change in Employee Compensation	0.00	0	91,600	0.00	0	242,100
FY 2016 Program Maintenance	205.00	0	17,871,100	205.00	0	17,779,100
1. Relocate/Modernize 4 Liquor Stores	0.00	0	111,000	0.00	0	111,000
2. New Liquor Store	1.00	0	291,800	1.00	0	291,500
3. Store Wireless Access Points	0.00	0	39,500	0.00	0	39,500
4. Convert Group to Full-Time Positions	6.00	0	86,400	6.00	0	84,600
5. Additional Personnel Costs	0.00	0	7,500	0.00	0	7,500
6. Additional Office Space	0.00	0	100,000	0.00	0	100,000
FY 2016 Total	212.00	0	18,507,300	212.00	0	18,413,200
Change from Original Appropriation	7.00	0	826,600	7.00	0	732,500
% Change from Original Appropriation			4.7%			4.1%

State Liquor Division

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	205.00	0	17,680,700	0	17,680,700

Removal of One-Time Expenditures

Removes \$101,400 in personnel costs for one-time CEC; \$158,200 in capital outlay for replacement items which included industrial batteries for the warehouse, 70 printers, one vehicle, network wiring and infrastructure, and new shelving; \$294,000 in capital outlay to remodel seven stores; \$48,000 for warehouse freight loading dock locks; and \$10,000 for help desk tracking software.

Agency Request	0.00	0	(611,600)	0	(611,600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(611,600)</i>	<i>0</i>	<i>(611,600)</i>

FY 2016 Base					
Agency Request	205.00	0	17,069,100	0	17,069,100
<i>Governor's Recommendation</i>	<i>205.00</i>	<i>0</i>	<i>17,069,100</i>	<i>0</i>	<i>17,069,100</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	194,700	0	194,700
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>132,200</i>	<i>0</i>	<i>132,200</i>
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Inflationary Adjustments

This request provides a 1.1% increase above the FY 2015 Base for rent of \$3,290,000 for contract inflation.

Agency Request	0.00	0	35,000	0	35,000
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>35,000</i>	<i>0</i>	<i>35,000</i>
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Replacement Items

Request includes \$93,000 for new carpet or flooring at ten liquor stores and the central office; \$14,000 for lighting upgrades in four stores; \$28,800 for new shelving for 18 stores; \$120,300 for 37 coolers in stores; 12 personal computers and monitors for \$11,400; \$37,000 for a warehouse floor scrubber; and \$180,000 to re-roof the central office and warehouse.

Agency Request	0.00	0	484,500	0	484,500
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The Governor recommends the request with the exception of \$180,000 to replace the central office/warehouse roof which is recommended in the Permanent Building Fund budget.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>304,500</i>	<i>0</i>	<i>304,500</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$1,000 for Attorney General fees, a reduction of \$11,400 for risk management costs, an increase of \$8,200 for State Controller fees, and an increase of \$400 for State Treasurer fees, for a total decrease of \$3,800 below the SWCAP base of \$158,300.

Agency Request	0.00	0	(3,800)	0	(3,800)
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<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(3,800)</i>	<i>0</i>	<i>(3,800)</i>
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Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	0	91,600	0	91,600
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The Governor recommends a 3% increase in 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>242,100</i>	<i>0</i>	<i>242,100</i>
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FY 2016 Program Maintenance					
Agency Request	205.00	0	17,871,100	0	17,871,100
<i>Governor's Recommendation</i>	<i>205.00</i>	<i>0</i>	<i>17,779,100</i>	<i>0</i>	<i>17,779,100</i>

State Liquor Division

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Relocate/Modernize 4 Liquor Stores

This request is for the costs associated with relocating and/or remodeling four state-run stores in Boise, Caldwell, Moscow, and Coeur d' Alene. The enhancements proposed for these stores will improve customer service and convenience. Based on historical trends, it is anticipated that these enhancements will generate incremental sales and pay back project costs in 1-2 years. The request includes \$36,000 in ongoing operating expenditures for rent increases, and \$75,000 for one-time capital outlay purchases.

Agency Request	0.00	0	111,000	0	111,000
Governor's Recommendation	0.00	0	111,000	0	111,000

2. New Liquor Store

This request will establish one new state-run liquor store in the Meridian/Nampa/Boise area depending on the best location to serve patrons. The request includes \$70,800 in ongoing personnel costs for a store manager, \$126,000 in ongoing operating expenses for rent, utilities, supplies and other miscellaneous expenses, and \$95,000 in one-time capital outlay for display shelves, sales counters, fixtures, point-of-sale equipment, and leasehold improvements.

Agency Request	1.00	0	291,800	0	291,800
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Recommendation is reduced by \$300 to account for the new health insurance amount.

Governor's Recommendation	1.00	0	291,500	0	291,500
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3. Store Wireless Access Points

This request for \$39,500 in one-time capital outlay is for a wireless access point for each of the 66 state liquor stores to enable wireless connectivity for current and future devices. Handheld scanners used for receiving freight and counting inventory would be able to communicate wirelessly instead of plugging in USB cables to the back office computers. A centralized wireless controller will reside on a server in the central office, enabling remote configuration and control of the access points in stores.

Agency Request	0.00	0	39,500	0	39,500
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Governor's Recommendation	0.00	0	39,500	0	39,500
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4. Convert Group to Full-Time Positions

This request is to convert temporary sales clerks to permanent sales clerks with full benefits. The Liquor Division believes hiring people into benefited positions will reduce turnover and allow for managers to schedule hours for clerks differently. This request is for \$69,000 in health insurance costs, and \$17,400 for variable benefits, including PERSI, but no additional costs for salary. [Ongoing]

Agency Request	6.00	0	86,400	0	86,400
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Recommendation is reduced by \$1,800 to account for the new health insurance amount.

Governor's Recommendation	6.00	0	84,600	0	84,600
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5. Additional Personnel Costs

This request is for the labor costs associated with five stores being remodeled, expanded, opened, or relocated. The division requires the assistance of experienced managers to perform the tasks associated with store resets. These managers need to be backfilled in their respective stores. The end result is an incremental use of labor above normal day-to-day operations. [One-time]

Agency Request	0.00	0	7,500	0	7,500
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Governor's Recommendation	0.00	0	7,500	0	7,500
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6. Additional Office Space

This request is to remodel the upstairs storage area to increase the amount of office and conference space at the Idaho State Liquor Division headquarters and warehouse. The facility will reach 100% capacity early in FY 2015 and there will be a need for additional office space as the agency manages the growth of the enterprise. This is part one of a two-year request. If approved, the division will request \$135,000 in FY 2017 to complete the renovation. [One-time]

Agency Request	0.00	0	100,000	0	100,000
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Governor's Recommendation	0.00	0	100,000	0	100,000
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State Liquor Division

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Total					
Agency Request	212.00	0	18,507,300	0	18,507,300
<i>Governor's Recommendation</i>	<i>212.00</i>	<i>0</i>	<i>18,413,200</i>	<i>0</i>	<i>18,413,200</i>
Agency Request					
Change from Original App	7.00	0	826,600	0	826,600
% Change from Original App	3.4%		4.7%		4.7%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>7.00</i>	<i>0</i>	<i>732,500</i>	<i>0</i>	<i>732,500</i>
<i>% Change from Original App</i>	<i>3.4%</i>		<i>4.1%</i>		<i>4.1%</i>

Military Division

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Military Management	2,369,000	2,113,600	2,565,800	3,361,700	3,130,400
Federal/State Agreements	34,317,500	42,288,700	35,182,000	35,777,200	35,821,300
Homeland Security	27,978,300	18,629,300	28,038,300	28,806,200	28,840,300
Total:	64,664,800	63,031,600	65,786,100	67,945,100	67,792,000
BY FUND CATEGORY					
General	5,238,100	5,242,500	5,621,800	6,612,900	6,321,900
Dedicated	5,413,400	3,902,500	5,325,100	6,084,100	6,129,100
Federal	54,013,300	53,886,600	54,839,200	55,248,100	55,341,000
Total:	64,664,800	63,031,600	65,786,100	67,945,100	67,792,000
Percent Change:		(2.5%)	4.4%	3.3%	3.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	24,242,400	20,390,500	27,348,700	28,181,700	28,135,800
Operating Expenditures	24,328,600	29,345,000	23,205,900	23,812,100	23,764,900
Capital Outlay	1,155,900	2,321,100	293,600	763,400	703,400
Trustee/Benefit	14,937,900	10,975,000	14,937,900	15,187,900	15,187,900
Total:	64,664,800	63,031,600	65,786,100	67,945,100	67,792,000
Full-Time Positions (FTP)	293.80	293.80	314.80	320.80	317.80

Division Description

The Military Division is headed by the Adjutant General, who is appointed by and reports to the Governor. The division serves as the state's National Guard, the Bureau of Homeland Security, Public Safety Communications, and the Idaho Emergency Communications Commission. Military Division's programs are as follows:

MILITARY MANAGEMENT: The purpose of the Military Management Program is to provide effective and responsive overall management and support to the National Guard, Bureau of Homeland Security, Public Safety Communications, and Idaho Emergency Communications programs to ensure mission capability and to meet the goals of the state and federal governments.

FEDERAL/STATE COOPERATIVE AGREEMENTS: The purpose of the Federal/State Cooperative Agreements Program is to operate and maintain the Gowen Field training complexes, desert training range facilities, the twenty-five readiness centers and nine maintenance shops located throughout the state.

HOMELAND SECURITY: Through statewide planning, the Bureau of Homeland Security helps to mitigate, prepare, respond and recover from the effects of all hazards. The bureau creates and orchestrates with county and local jurisdictions training in disaster response and recovery. A master plan for procurement and placement of appropriate response and recovery equipment with county and local first responders has been implemented and is funded by federal funds granted for this purpose.

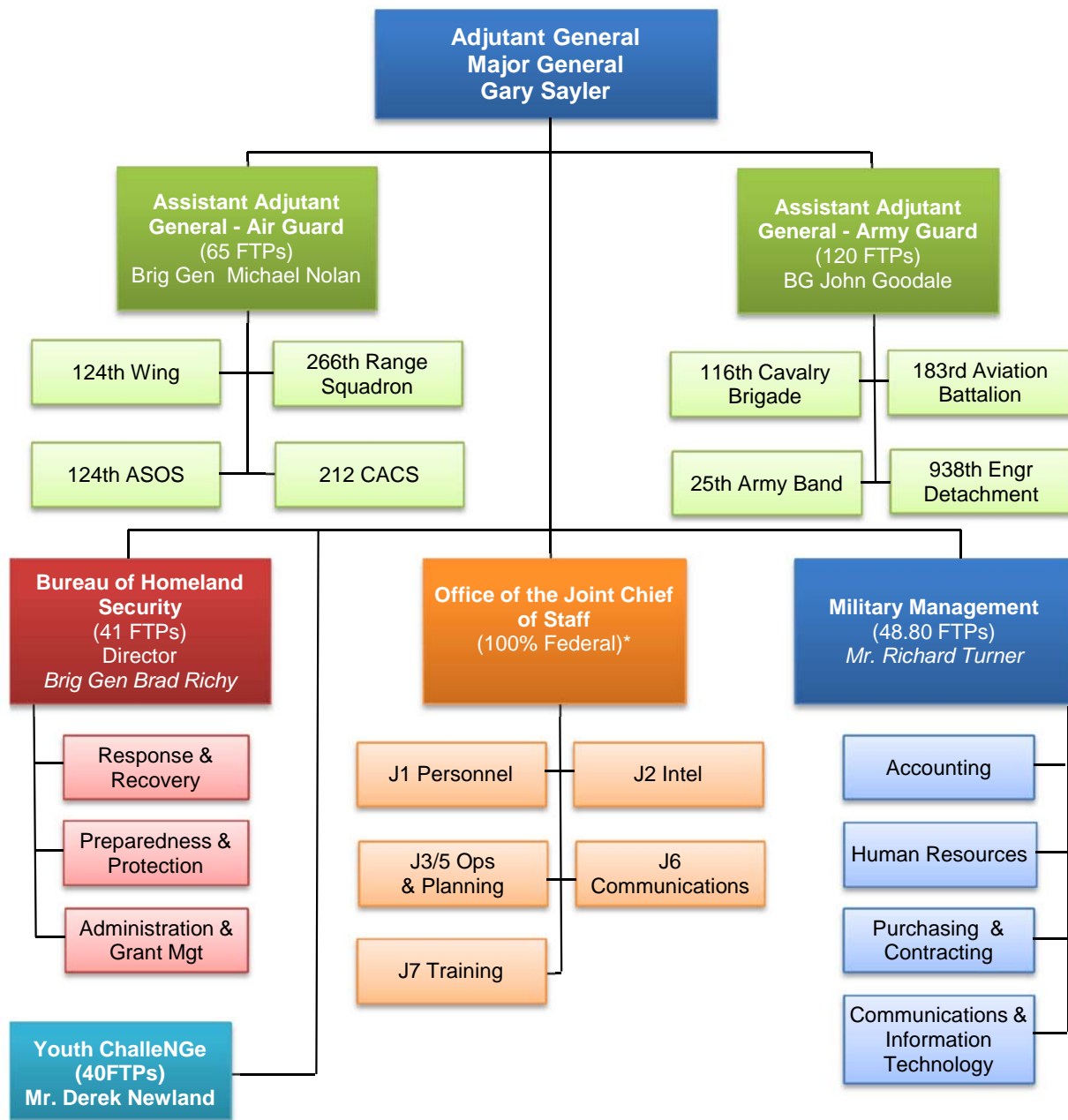
PUBLIC SAFETY COMMUNICATIONS: The mission of Public Safety Communications (PSC) is to provide interoperable communications capabilities between systems and jurisdictions throughout the state. PSC manages provider services and maintains the state's microwave system. PSC is also mandated to oversee and coordinate procurement of standardized communication equipment by all state agencies, and must maintain and inventory all communication equipment.

IDAHO EMERGENCY COMMUNICATIONS COMMISSION (E-911): Section 31-4816, Idaho Code, established this commission to assist emergency communications and response professionals in the establishment, management, operations, and accountability of consolidated emergency communications systems.

Military Division Agency Profile

Analyst: Burns

Organizational Chart



* The Office of the Joint Chief of Staff is unique to state government in that it operates as a separate federal entity, yet remains under the command of the state adjutant general. There is no federal spending authority from the state for the Office of the Joint Chief of Staff, or for the Air and Army National Guard Units listed under the Deputy Commanding Generals.

Military Division

Comparative Summary

Analyst: Burns

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	314.80	5,621,800	65,786,100	314.80	5,621,800	65,786,100
1. 2015 Inauguration Expenses	0.00	25,000	25,000	0.00	25,000	25,000
HazMat Deficiency Warrants	0.00	63,500	63,500	0.00	63,500	63,500
Cash Transfers	0.00	(63,500)	(63,500)	0.00	(63,500)	(63,500)
FY 2015 Total Appropriation	314.80	5,646,800	65,811,100	314.80	5,646,800	65,811,100
Noncognizable Funds and Transfers	0.00	0	6,500,000	0.00	0	6,500,000
FY 2015 Estimated Expenditures	314.80	5,646,800	72,311,100	314.80	5,646,800	72,311,100
Removal of One-Time Expenditures	0.00	(233,900)	(7,003,400)	0.00	(233,900)	(7,003,400)
FY 2016 Base	314.80	5,412,900	65,307,700	314.80	5,412,900	65,307,700
Benefit Costs	0.00	48,500	329,700	0.00	34,900	235,500
Replacement Items	0.00	295,900	679,900	0.00	295,900	679,900
Statewide Cost Allocation	0.00	(3,600)	(18,400)	0.00	(3,600)	(18,400)
Change in Employee Compensation	0.00	35,400	232,900	0.00	105,000	674,100
Military Compensation	0.00	45,300	204,800	0.00	0	36,400
FY 2016 Program Maintenance	314.80	5,834,400	66,736,600	314.80	5,845,100	66,915,200
1. Upgrade 700MHz Radio Trunk Network	0.00	113,800	113,800	0.00	113,800	113,800
2. IT Security Network Analyst	1.00	85,500	85,500	0.00	0	0
3. Tuition Assistance	0.00	250,000	250,000	0.00	250,000	250,000
4. Security Training Ammunition	0.00	1,400	1,400	0.00	1,400	1,400
5. Armory Maintenance Funding	0.00	111,600	111,600	0.00	111,600	111,600
6. Armory Maintenance Truck	0.00	30,000	60,000	0.00	0	0
7. Youth Challenge Facility Upkeep	0.00	30,000	30,000	0.00	0	0
8. Purchasing/Accounting Specialist	1.00	59,800	59,800	0.00	0	0
9. ISP ILETS Project	0.00	0	400,000	0.00	0	400,000
10. IT System Integration Analyst	1.00	78,900	78,900	0.00	0	0
11. ESGR Operational Support	0.00	7,500	7,500	0.00	0	0
12. Telecommunications Specialist	1.00	0	0	1.00	0	0
13. Cyber Security Planner	1.00	0	0	1.00	0	0
14. Installation Technician	1.00	0	0	1.00	0	0
15. Civil Support Team Uniforms	0.00	10,000	10,000	0.00	0	0
16. PSC Communication Sites	0.00	0	0	0.00	1,300,800	1,300,800
Transfer to Endowment Funds	0.00	0	0	0.00	(1,300,800)	(1,300,800)
Standard Legislative Intent	0.00	0	0	0.00	0	0
FY 2016 Total	320.80	6,612,900	67,945,100	317.80	6,321,900	67,792,000
Change from Original Appropriation	6.00	991,100	2,159,000	3.00	700,100	2,005,900
% Change from Original Appropriation		17.6%	3.3%		12.5%	3.0%

Military Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	314.80	5,621,800	5,325,100	54,839,200	65,786,100

1. 2015 Inauguration Expenses

Military Management

Pursuant to Section 46-112(11), Idaho Code, the Military Division is requesting a one-time supplemental of \$25,000 "to coordinate the planning and execution of state activities pertaining to the inauguration of the governor of the state of Idaho and the other elected state executive officers." Anticipated expenses total \$53,775, but will be offset by revenue generated from ticket sales, which has been increased from \$20 to \$25. In order to raise sufficient revenue, 2,152 tickets will need to be sold. It is the Military Division's plan to use its Indirect Cost Recovery Fund to cover inaugural expenses, and offset the cost with revenues generated from ticket sales. In the event that ticket sales fall short, however, a supplemental will be required to cover the costs that cannot be reimbursed to the Indirect Cost Recovery Fund. Any unexpended and unencumbered balance of this supplemental request will be returned to the General Fund. Also, copies of the Inauguration Income and Expense Report are available upon request of the analyst.

Agency Request	0.00	25,000	0	0	25,000
Governor's Recommendation	0.00	25,000	0	0	25,000

HazMat Deficiency Warrants

Bureau of Homeland Security

One-time funding is requested to pay deficiency warrants issued in response to costs associated with the cleanup of hazardous materials incidents throughout the state.

Agency Request	0.00	63,500	0	0	63,500
Governor's Recommendation	0.00	63,500	0	0	63,500

Cash Transfers

Transfers General Fund moneys to the Hazardous Substance Emergency Response Fund where actual costs were incurred.

Agency Request	0.00	(63,500)	0	0	(63,500)
Governor's Recommendation	0.00	(63,500)	0	0	(63,500)

FY 2015 Total Appropriation

Agency Request	314.80	5,646,800	5,325,100	54,839,200	65,811,100
Governor's Recommendation	314.80	5,646,800	5,325,100	54,839,200	65,811,100

Noncognizable Funds and Transfers

Includes a one-time, noncognizable adjustment in FY 2015 for \$6.5 million. Money was awarded in September 2014, the last month of federal fiscal year 2014 and is 100% federally reimbursed funds for the Army Operations and Maintenance Agreement. It will be used for maintenance and construction projects at Idaho National Guard Facilities.

Agency Request	0.00	0	0	6,500,000	6,500,000
Governor's Recommendation	0.00	0	0	6,500,000	6,500,000

FY 2015 Estimated Expenditures

Agency Request	314.80	5,646,800	5,325,100	61,339,200	72,311,100
Governor's Recommendation	314.80	5,646,800	5,325,100	61,339,200	72,311,100

Removal of One-Time Expenditures

Agency Request	0.00	(233,900)	(115,900)	(6,653,600)	(7,003,400)
Governor's Recommendation	0.00	(233,900)	(115,900)	(6,653,600)	(7,003,400)

FY 2016 Base

Agency Request	314.80	5,412,900	5,209,200	54,685,600	65,307,700
Governor's Recommendation	314.80	5,412,900	5,209,200	54,685,600	65,307,700

Military Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	48,500	38,100	243,100	329,700
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	34,900	27,300	173,300	235,500
Replacement Items					
MILITARY MANAGEMENT: Replacement items from the General Fund include \$205,600 for IT equipment, \$5,300 for Microsoft Exchange software upgrade, and \$25,000 for one vehicle.					
FEDERAL/STATE AGREEMENTS: Replacement items include \$40,000 for one armory maintenance vehicle with cost split evenly between the state and federal government.					
HOMELAND SECURITY: The Bureau of Homeland Security is requesting \$40,000 from the General Fund for two vehicles; and Public Safety Communication is requesting a total of \$364,000 from the Administration and Accounting Services Fund. Of that amount, \$55,000 is included for two vehicles, \$345,000 for microwave equipment, and \$64,000 for mountaintop battery banks.					
Agency Request	0.00	295,900	364,000	20,000	679,900
Governor's Recommendation	0.00	295,900	364,000	20,000	679,900
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.					
Agency Request	0.00	(3,600)	(3,800)	(11,000)	(18,400)
Governor's Recommendation	0.00	(3,600)	(3,800)	(11,000)	(18,400)
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	35,400	32,000	165,500	232,900
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	105,000	96,000	473,100	674,100
Military Compensation					
Funding is requested to provide step increases for 100 employees that were scheduled for an increase in FY 2013, as authorized by Section 59-1603(9), Idaho Code, which states in part that: "The adjutant general shall determine schedules of salary and compensation which are, to the extent possible, comparable to the schedules used for federal civil service employees of the national guard and those employees serving in military status."					
Agency Request	0.00	45,300	44,600	114,900	204,800
<i>The Governor recommends employee step increases for the Bureau of Public Safety Communications that is paid for from the Administration and Accounting Services Fund. The Military Division has sufficient spending authority to provide step increases for all employees with the exception of this program from this fund source.</i>					
Governor's Recommendation	0.00	0	36,400	0	36,400
FY 2016 Program Maintenance					
Agency Request	314.80	5,834,400	5,684,100	55,218,100	66,736,600
Governor's Recommendation	314.80	5,845,100	5,729,100	55,341,000	66,915,200

Military Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Upgrade 700MHz Radio Trunk Network					Military Management
<p>The Idaho Military Division is requesting one-time funding to update hardware and software to maintain interoperable communications using the 700 MHz radio network. The Military Division is responsible for maintaining seven repeater sites across the state. The equipment to be upgraded is used to relay radio communications between different responding agencies, adjacent county law enforcement, and provide radio talk groups for events requiring multiple agency coordination. This request is necessary to maintain interoperable communications for Idaho's first responders and other groups charged with public safety such as Idaho Transportation Department and Fish and Game.</p>					
Agency Request	0.00	113,800	0	0	113,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>113,800</i>	<i>0</i>	<i>0</i>	<i>113,800</i>
2. IT Security Network Analyst					Military Management
<p>The Idaho Military Division (IMD), by state statute, is required to implement, operate, and sustain the public safety communications networks. The nature by which these communication networks are used by public safety agencies requires that they be secure from unauthorized monitoring, disruption, or manipulation. Networks provided by IMD need to be as secure as possible, since a breach could allow access to multiple customer networks and systems that occupy a single infrastructure. Network security is a top priority in the Idaho Statewide IT Strategic Plan, as adopted by the Idaho Technology Authority (ITA). Funding is requested to hire one security network analyst, who will secure local area networks that IMD operates at Gowen Field, the Meridian Radio Shop, the Wilder Armory Continuation of Operations (COOP) location, county and tribal EOCs, and other remote staff offices throughout the state. This position will focus on security, and help develop good security policies and practices in line with the statutory duty to follow ITA policy and standards. Intrusion detection, firewall configuration, and access control systems are not as secure as they need to be due to limited staff. Network routers and switches need their operating systems patched to keep them secure. IMD customer networks require reliability that can be attained by providing adequate network security measures to prevent malicious access with hostile intent that could interrupt those systems. The security network analyst will be responsible for securing these networks from unauthorized monitoring, disruption, or manipulation.</p>					
Agency Request	1.00	85,500	0	0	85,500
<i>Not 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>
3. Tuition Assistance					Military Management
<p>Ongoing funding is requested to reinstate the Idaho Military Division's state tuition assistance program. In the past, this program has had a positive impact on the Idaho National Guard's recruiting and retention efforts, but has not been funded since 2009. From FY 2000 until the program ended, the tuition assistance program helped over 1,000 Idaho National Guard service members with tuition assistance. Funding at this level will restore the tuition assistance program, and help support Idaho's national guardsmen with their tuition costs as they pursue a higher education.</p>					
Agency Request	0.00	250,000	0	0	250,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>250,000</i>	<i>0</i>	<i>0</i>	<i>250,000</i>
4. Security Training Ammunition					Federal/State Agreements
<p>Ongoing funding is requested to purchase 5,000 rounds of Federal American Eagle Centerfire Pistol ammunition at \$280 per 1,000 round case. The Master Cooperative Agreement (MCA) Security Appendix does not authorize the purchase of ammunition for its state security guard employees; however, it does require firearm training. This ammunition is required to train and qualify the 17 permanent state employees who function as Idaho Army National Guard security guards within the Orchard Combat Training Center. This ammunition is also utilized as on-duty ammunition for the 24/7 security operations. The funding for the security state employees and all of their other operating costs are 100% federally reimbursable. The only General Fund requirement for the Army Security Agreement is for the ammunition at an annual cost of \$1,400.</p>					
Agency Request	0.00	1,400	0	0	1,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,400</i>	<i>0</i>	<i>0</i>	<i>1,400</i>

Military Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Armory Maintenance Funding				Federal/State Agreements	
<p>Ongoing funding is requested to increase the state match for maintenance and repair from \$288,400 to \$400,000, which is the level of funding that was available prior to FY 2009. The level of state funding is the limiting factor as to how much maintenance and repair can be conducted on each of the twenty-five 50/50 reimbursed readiness centers located throughout the state. The current level of funding, averaging \$23,100 per center, only allows for minimum preventative maintenance and repair projects each year. Examples of deferred maintenance and repair projects include window replacement; wall surface repair and refinishing; repair or replacement of electrical, heating, and cooling systems; and replacement of tile and carpeting. Emergency repair, such as damage to a roof due to a storm, can quickly deplete the maintenance and repair budget, and can require repairs to be deferred across all readiness centers. Deferred maintenance can lead to more costly repairs. The additional state matching funds will give the readiness centers flexibility to do small maintenance projects and general upkeep that will save dollars in the long run.</p>					
Agency Request	0.00	111,600	0	0	111,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>111,600</i>	<i>0</i>	<i>0</i>	<i>111,600</i>
6. Armory Maintenance Truck				Federal/State Agreements	
<p>Funding is requested to purchase a new truck to be used by the Central Idaho armory maintenance technician. Through ongoing salary savings, a 100% federally funded maintenance position was converted to a new armory maintenance technician in Central Idaho that has a requirement of being funded 50% state, 50% federal. A new truck is necessary and the funding for this vehicle must also meet the requirements under the Master Cooperative Agreement for 50% state and 50% federal. The armory maintenance technician works on Readiness Centers in Twin Falls, Jerome, Burley, Gooding, and Hailey. Due to the distances between these Readiness Centers, transportation is needed to transport tools, supplies, and parts to complete work order requests, and to respond to emergencies.</p>					
Agency Request	0.00	30,000	0	30,000	60,000
<i>Not 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>
7. Youth Challenge Facility Upkeep				Federal/State Agreements	
<p>After three years in operation, the Idaho Youth Challenge Academy has completed its first class session at the end of June 2014. However, the state-owned facility, located in Pierce, Idaho, needs ongoing maintenance and repair. Federal funding is limited and the priorities have been in the operational support of the students' successes. Repair and maintenance projects have been triaged by safety and emergency priority. When emergencies have happened it has been in plumbing, electrical, and heating areas. Ongoing funding is requested to help with repair and maintenance of the Youth Challenge facility.</p>					
Agency Request	0.00	30,000	0	0	30,000
<i>Not 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>
8. Purchasing/Accounting Specialist				Military Management	
<p>Over the last three years, the Purchasing and Contracting Office, made up of three employees, has placed over 18,364 purchase orders for goods, services, new construction, and repair and maintenance supporting various agencies. Each year, purchasing and accounting transactions grow due to increased missions that are eventually turned into invoices that get paid by the accounting office. The yearly increase in transactions by both offices has made it critical to expand personnel. Funding is requested to hire one purchasing/accounting specialist that will be shared between both offices, and supervised under the Purchasing and Contracting Office.</p>					
Agency Request	1.00	59,800	0	0	59,800
<i>Not 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>

Military Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
9. ISP ILETS Project			Bureau of Homeland Security		
<p>Last session, the appropriation to the Idaho State Police (ISP) included a line item for \$1,144,400 in support of the Public Safety and Security Information System, commonly known as the Idaho Law Enforcement Telecommunications System (ILETS), to provide for ongoing system operation, backup and redundancy, and sufficient cash reserves for capital replacement on a six-year rotational cycle. Of this amount, \$661,000 was from the General Fund, and \$483,400 from ILETS usage fees. For its part, the Military Division is requesting one-time spending authority from its Administration and Accounting Services Fund to provide a secondary path through the state's microwave system for ISP data circuits to cover those agencies that utilize the ILET System. The fund source is from fees generated for the installation, repairs, maintenance, and rentals of public safety equipment and assets throughout the state. At the end of October 2014, the Bureau of Public Safety Communications had a total of 28 of the 66 microwave connections complete. Of the remaining 38 connections, 23 are projected to be complete by the end of this fiscal year and the final 15 connections by November 2015.</p>					
Agency Request	0.00	0	400,000	0	400,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>400,000</i>	<i>0</i>	<i>400,000</i>
10. IT System Integration Analyst			Military Management		
<p>The Idaho Military Division (IMD) currently has one full-time position dedicated to provide IT customer support for workstations; laptops; thin clients (a computer or a computer program that depends heavily on another computer, such as a server, to fulfill its computational roles); internet protocol (IP) phones; personal computer and server applications; email configurations; mobile devices; IT asset inventory reporting, new customer equipment deployments; local area network wiring; and local area network Wi-Fi access points. This position provides support to IMD state staff, including the commanding general's office, public safety communications, the state resource office, purchasing and contracting, human resources office, the Idaho Bureau of Homeland Security, the Idaho State Emergency Operations Center (EOC), the Wilder Continuation of Operations (COOP) facility, the 44 county and 3 tribal Emergency Operation Centers, 500 external Web EOC users, and the Idaho Youth Challenge Academy in Pierce, Idaho. Since 2008, a contract temporary employee has been able to assist with the workload and was funded with one-time salary savings and grant money, but those funds will be unavailable in FY 2016. Funding is requested to hire one additional IT system integration analyst to help keep up with the workload.</p>					
Agency Request	1.00	78,900	0	0	78,900
<i>Not 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>
11. ESGR Operational Support			Military Management		
<p>Ongoing funding is requested to help provide operational support for the Idaho Employer Support of the Guard and Reserve (ESGR) Program. These funds would be used to supplement the Hero2Hired (H2H) employment assistance program with military and employer outreach.</p>					
Agency Request	0.00	7,500	0	0	7,500
<i>Not 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>
12. Telecommunications Specialist			Federal/State Agreements		
<p>The Idaho Military Division (IMD) is requesting to hire one full-time Army National Guard telecommunications specialist. This position will be 100% federally reimbursed. There is sufficient existing federal spending authority to hire this position, which will have an annual cost of \$60,100. According to the IMD, existing telecommunications equipment has become outdated and newer equipment has become increasingly complex to install, operate, and maintain. Telecommunications equipment is located in 25 armories located throughout Idaho; in 20 facilities at the Orchard Combat Training Center; and in over 140 facilities at Gowen Field. The telecommunications specialist will perform preventative maintenance on the equipment that will save on repairs and replacement. The telecommunication equipment is 100% federal. This new position will ensure that the telecommunications equipment is fully operational and available for use by the Adjutant General to maintain command and control of the various entities of the Idaho Army National Guard located throughout the state, especially in times of emergency.</p>					
Agency Request	1.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

Military Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
13. Cyber Security Planner					Bureau of Homeland Security
An additional full-time position is requested that will allow the division to hire one cyber security analyst/planner to work with the Department of Administration and the Idaho Fusion Center within the Idaho State Police. This position will be 100% federally funded. Since existing federal personnel spending authority is sufficient to cover the cost of this position, additional spending authority is not requested.					
Agency Request	1.00	0	0	0	0
Governor's Recommendation	1.00	0	0	0	0
14. Installation Technician					Bureau of Homeland Security
Authorization is requested to shift \$55,000 in operating expenditures from the Administration and Accounting Services Fund to personnel costs to hire one installation technician. This position will assist in the installation, operation, and maintenance of sophisticated electronic telecommunications equipment of the Public Safety Communications programs and projects which includes the statewide microwave system, state agencies land mobile radio systems, radio repeaters, base stations, mobile and portable radios, emergency vehicles, dispatch console systems, telephone systems, data systems, and networking and computer systems. Since this position has been filled by contract temporary help, the funding that has been spent in operating can be moved to personnel in order to fund this new position.					
Agency Request	1.00	0	0	0	0
Governor's Recommendation	1.00	0	0	0	0
15. Civil Support Team Uniforms					Military Management
Ongoing funding is requested to purchase "soft uniforms" for Idaho's Civil Support Team (CST). The mission of the CST is to support civil authorities at the direction of the Governor at domestic chemical, biological, radiological, and nuclear (CBRN) incident sites. CSTs were established to deploy rapidly to assist a local incident commander in determining the nature and extent of an attack or incident; provide expert technical advice on Weapons of Mass Destruction (WMD) response operations; and help identify and support the arrival of follow-on state and federal military response assets. As their mission is unique, CST members do not always wear traditional military uniforms when responding to situations with local authorities. Frequently, local officials require that CST members not wear their military uniforms, so "soft uniforms" are made to look more civilian in nature to help CST members blend with local authorities and the surrounding population.					
Agency Request	0.00	10,000	0	0	10,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
16. PSC Communication Sites					Bureau of Homeland Security
Agency Request	0.00	0	0	0	0
<i>The Bureau of Public Safety Communications (PSC) currently manages communication sites on six endowment trust properties. These communication sites provide critical communication services to a variety of state, federal, and local public safety agencies. The sites have been authorized for use until August of 2015 through a land use permit. When the land use permit expires, the fee schedule adopted by the Land Board in 2010, with an annual rent increase of 3% per annum, will go into effect. The fees for the sites will go from \$5,473 to \$81,632 in the first year. The new rates may pose a significant threat to public safety due to the inability of agencies to adjust to this kind of rate increase.</i>					
<i>The Governor is recommending that the Department of Lands issue a 20-year lease for the six sites. The Governor further recommends a one-time transfer of \$1,300,800 from the General Fund to endowment funds to cover the cost of this new 20-year lease.</i>					
Governor's Recommendation	0.00	1,300,800	0	0	1,300,800
Transfer to Endowment Funds					Bureau of Homeland Security
Agency Request	0.00	0	0	0	0
<i>Transfers \$1,300,800 from the General Fund to the endowment funds for a 20-year lease of mountaintop communication sites, as recommended by the Governor.</i>					
Governor's Recommendation	0.00	(1,300,800)	0	0	(1,300,800)

Military Division

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Standard Legislative Intent					Bureau of Homeland Security

The agency requests the following standard intent language:

CONTINUOUS APPROPRIATION. The Military Division is hereby granted continuous appropriation authority for the Bureau of Homeland Security's Miscellaneous Revenue Fund for the period July 1, 2015, through June 30, 2016, for the purpose of covering incurred costs arising out of hazardous substance incidents.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

FY 2016 Total					
Agency Request	320.80	6,612,900	6,084,100	55,248,100	67,945,100
Governor's Recommendation	317.80	6,321,900	6,129,100	55,341,000	67,792,000

Agency Request					
Change from Original App	6.00	991,100	759,000	408,900	2,159,000
% Change from Original App	1.9%	17.6%	14.3%	0.7%	3.3%
Governor's Recommendation					
Change from Original App	3.00	700,100	804,000	501,800	2,005,900
% Change from Original App	1.0%	12.5%	15.1%	0.9%	3.0%

Public Employee Retirement System

Analyst: Lockett

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Retirement Administration	5,979,400	5,697,400	6,218,000	6,505,100	6,547,100
Portfolio Investment	880,600	815,100	901,100	911,200	922,300
Total:	6,860,000	6,512,500	7,119,100	7,416,300	7,469,400
BY FUND CATEGORY					
Dedicated	6,860,000	6,512,500	7,119,100	7,416,300	7,469,400
Percent Change:		(5.1%)	9.3%	4.2%	4.9%
BY OBJECT OF EXPENDITURE					
Personnel Costs	4,096,200	4,051,700	4,332,700	4,450,600	4,503,700
Operating Expenditures	2,723,900	2,359,800	2,700,600	2,724,700	2,724,700
Capital Outlay	39,900	101,000	85,800	241,000	241,000
Total:	6,860,000	6,512,500	7,119,100	7,416,300	7,469,400
Full-Time Positions (FTP)	63.00	63.00	64.00	65.00	65.00

Division Description

The mission of the Public Employee Retirement System of Idaho (PERSI) is to provide members and their beneficiaries with reliable, secure, long-term retirement, survivor, and disability benefits as specified by law, and to assist members in planning a secure retirement by providing high quality, friendly service, retirement education and information.

The RETIREMENT ADMINISTRATION program administers the PERSI Base Plan, a defined benefit retirement plan, that is mandatory for all eligible state and school district employees, and for employees of political subdivisions which have elected to participate, and provides separation, disability, death and survivor benefits. PERSI also administers the Sick Leave Reserve Fund for state and school district retirees, from which monthly medical insurance premiums are paid, as well as the former Firemen's Retirement Fund and the Idaho Falls and Boise City Police Retirement Funds.

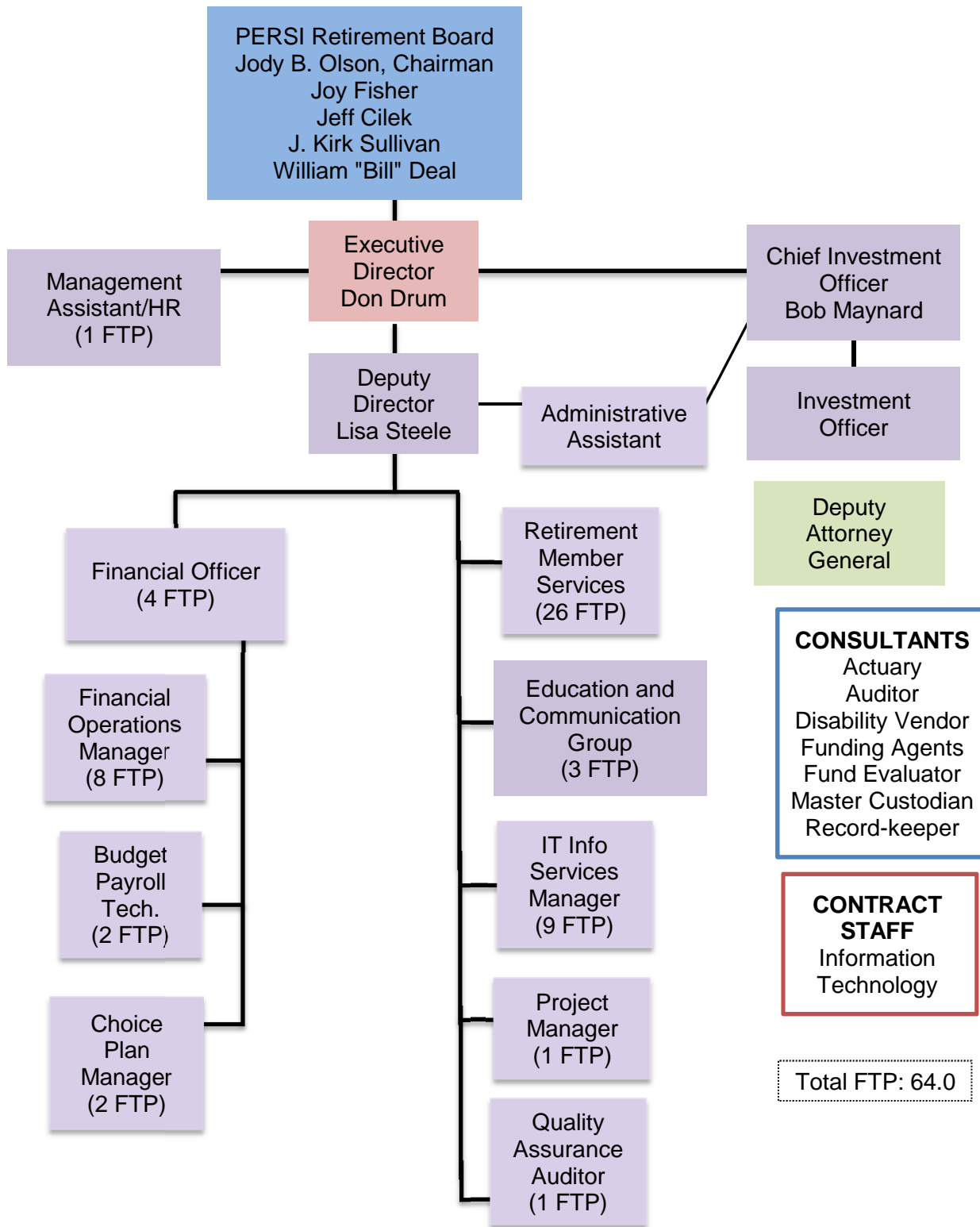
The PERSI Choice Plan is a defined contribution retirement plan which provides a 401(k) plan option to all 66,223 eligible active PERSI members in addition to, and separate from, the defined benefit plan. PERSI established the PERSI Choice Plan as part of the gain sharing program adopted by the 2000 Legislature.

The PORTFOLIO INVESTMENT program is responsible for the management of PERSI assets to ensure secure long-term returns on investments while minimizing investment costs. Administrative costs of the portfolio investment come under a fixed appropriation and the remaining investment costs continue to operate under a perpetual appropriation as provided in Section 59-1311, Idaho Code.

Public Employee Retirement System Agency Profile

Analyst: Lockett

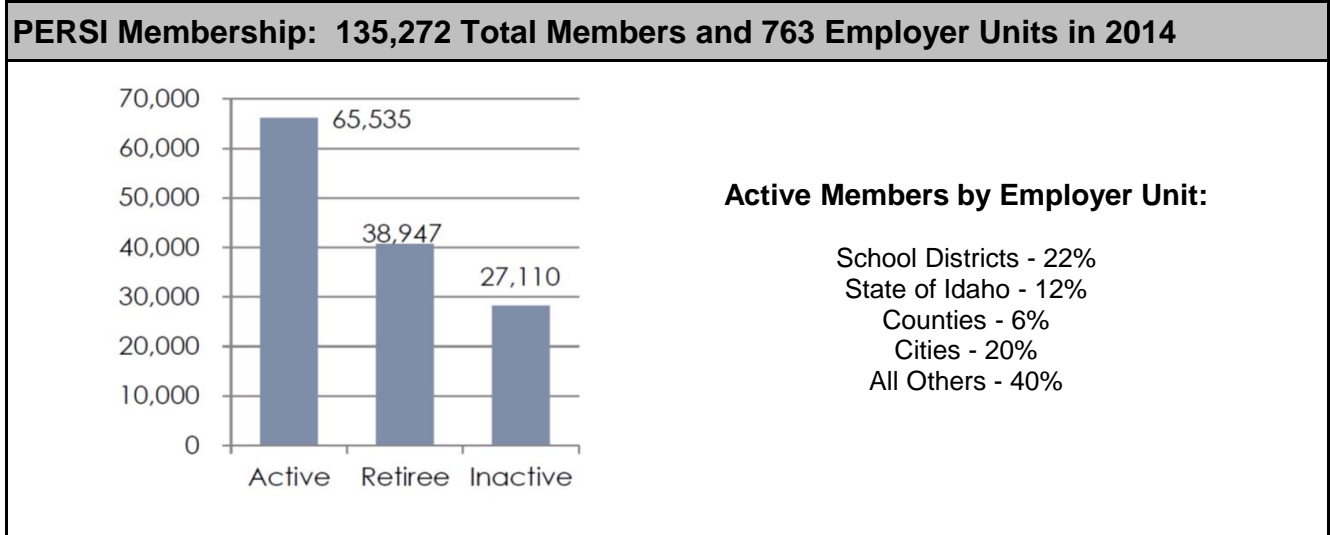
Organizational Chart



Public Employee Retirement System Agency Profile

Analyst: Lockett

Sources/Uses of Funds	FY 2015 Original Appropriation
<p>PERSI Administrative Fund: \$6,218,000 - Public employees and employers make contributions to PERSI. In order to maximize the return on investment of these contributions, only a minimum amount of money is kept on deposit at the State Treasurer's Office. The total source of funds held by the PERSI trust at the master custodian bank is made up of contributions and investment earnings. Money is wired in from PERSI's master custodian bank only when funds are needed to pay administrative expenses or other authorized expenses. All moneys transferred to the Administrative Fund are available to the board for the payment of administrative expenses only to the extent so appropriated by the Legislature.</p>	
<p>PERSI Special Fund: \$901,100 - Although §59-1311, Idaho Code, provides that all moneys in this fund are perpetually appropriated, pursuant to §67-3514, Idaho Code, the Joint Finance-Appropriations Committee appropriates certain administrative expenses and portfolio related administrative expenses. All other funds are perpetually appropriated as directed by the PERSI Board.</p>	
<p>Total Appropriation \$7,119,100</p>	



FY 2014 - FY 2016 Contributions Rates, and Likely Into the Near Future		
General Members:	Employer Rate	11.32%
	Employee Rate	6.79%
Fire/Police Members:	Employer Rate	11.66%
	Employee Rate	8.36%

In the fall of 2014, the PERSI Board unanimously voted to permanently eliminate two contribution rate increases that were scheduled to take effect in FY 2015 and FY 2016. That left existing contribution rates for general members where they were (11.32% for employers and 6.79% for employees) for the foreseeable future. These rates are a lower percentage of pay than they were fifteen years ago (11.61% from October 1994 to October 1997). Considering excellent investment performance (averaging 12.2% over the last five years), and the maturity and stability of the fund, the board felt it was prudent and timely to provide relief for active members and employers. As of December 2014, the PERSI fund was valued at over \$14 billion. The annual payout to PERSI retirees is approximately \$659 million with an average monthly payment of \$1,420. Nearly 90% of those retirees live in Idaho and pay state and federal income tax on their retirement income.

Public Employee Retirement System

Analyst: Lockett

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	64.00	0	7,119,100	64.00	0	7,119,100
Removal of One-Time Expenditures	0.00	0	(184,400)	0.00	0	(184,400)
FY 2016 Base	64.00	0	6,934,700	64.00	0	6,934,700
Benefit Costs	0.00	0	61,100	0.00	0	41,900
Replacement Items	0.00	0	316,200	0.00	0	316,200
Statewide Cost Allocation	0.00	0	5,600	0.00	0	5,600
Change in Employee Compensation	0.00	0	36,300	0.00	0	108,900
FY 2016 Program Maintenance	64.00	0	7,353,900	64.00	0	7,407,300
1. Judges' Retirement Fund FTP and PC	1.00	0	62,400	1.00	0	62,100
FY 2016 Total	65.00	0	7,416,300	65.00	0	7,469,400
Change from Original Appropriation	1.00	0	297,200	1.00	0	350,300
% Change from Original Appropriation			4.2%			4.9%

Public Employee Retirement System

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	64.00	0	7,119,100	0	7,119,100
Removal of One-Time Expenditures					
Agency Request	0.00	0	(184,400)	0	(184,400)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(184,400)</i>	<i>0</i>	<i>(184,400)</i>
FY 2016 Base					
Agency Request	64.00	0	6,934,700	0	6,934,700
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>0</i>	<i>6,934,700</i>	<i>0</i>	<i>6,934,700</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	0	61,100	0	61,100
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>41,900</i>	<i>0</i>	<i>41,900</i>
Replacement Items			Retirement Administration, Portfolio Investment		
The Retirement Administration Program requests \$78,500 in one-time operating expenditures from the PERSI Administrative Fund for one server/storage software license agreement (\$60,000) and one desktop license agreement (\$18,500). These are annual license agreements that support the Idaho Retirement Information System (IRIS), which is the database that houses information for all PERSI members.					
The program also requests \$217,500 in one-time capital outlay from the PERSI Administrative Fund for 20 desktop computers (\$750/each), three laptop computers (\$1,100/each), 15 servers (\$11,500/each), 32 monitors (\$200/each), two heavy duty desktop computers (\$850/each), one heavy duty laptop computer (\$1,400), 12 phones (\$350/each), one printer (\$1,000), and two scanners (\$6,000/each).					
The Portfolio Investment Program requests \$2,200 in one-time operating expenditures from the PERSI Special Fund for one software license agreement. They also request \$18,000 in capital outlay for three monitors (\$300/each), three heavy duty desktop computers (\$900/each), three heavy duty laptops (\$2,800/each), and one printer (\$6,000).					
Agency Request	0.00	0	316,200	0	316,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>316,200</i>	<i>0</i>	<i>316,200</i>
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation.					
Agency Request	0.00	0	5,600	0	5,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>5,600</i>	<i>0</i>	<i>5,600</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	0	36,300	0	36,300
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>108,900</i>	<i>0</i>	<i>108,900</i>
FY 2016 Program Maintenance					
Agency Request	64.00	0	7,353,900	0	7,353,900
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>0</i>	<i>7,407,300</i>	<i>0</i>	<i>7,407,300</i>

Public Employee Retirement System

Analyst: Lockett

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Judges' Retirement Fund FTP and PC

Retirement Administration

The agency requests one FTP and \$62,500 for a new position to cover the increased workload of administering the Judges' Retirement Fund (JRF). Previous administration of the fund was under the Judicial Branch. PERSI cannot use existing staff from the PERSI defined benefit plan to administer the JRF. The funding source will be the assets of the JRF consisting of employee and employer contributions and investment earnings. Specifically, the retirement specialist position will have ongoing salary and benefits that total \$59,900 (\$36,600 salary and \$19,300 benefits).

Additionally, the request includes \$5,500 in one-time funds to set up an office for the employee and \$1,000 in ongoing operating expenditures for administrative costs incurred to administer the JRF. Through time sheet allocation and tracking, PERSI plans to charge this fund according to work actually performed by staff. This request will serve the retired judges in the state of Idaho not currently served by the PERSI plan.

Agency Request	1.00	0	62,400	0	62,400
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Recommended by the Governor and the health insurance cost has been adjusted based upon the most recent actuarial estimate of \$650 increase per eligible FTP.

Governor's Recommendation	1.00	0	62,100	0	62,100
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FY 2016 Total					
Agency Request	65.00	0	7,416,300	0	7,416,300
Governor's Recommendation	65.00	0	7,469,400	0	7,469,400

Agency Request

Change from Original App	1.00	0	297,200	0	297,200
% Change from Original App	1.6%		4.2%		4.2%

Governor's Recommendation

Change from Original App	1.00	0	350,300	0	350,300
% Change from Original App	1.6%		4.9%		4.9%

Office of Species Conservation

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	528,300	470,500	693,800	748,700	1,004,800
Dedicated	15,000	0	57,000	15,000	15,000
Federal	12,749,500	7,230,000	12,772,000	12,779,100	12,785,700
Total:	13,292,800	7,700,500	13,522,800	13,542,800	13,805,500
Percent Change:		(42.1%)	75.6%	0.1%	2.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	969,900	898,100	1,004,500	1,016,700	1,029,400
Operating Expenditures	322,900	210,800	518,300	526,100	776,100
Capital Outlay	0	34,200	0	0	0
Trustee/Benefit	12,000,000	6,557,400	12,000,000	12,000,000	12,000,000
Total:	13,292,800	7,700,500	13,522,800	13,542,800	13,805,500
Full-Time Positions (FTP)	12.00	12.00	12.00	12.00	12.00

Division Description

The Office of Species Conservation was created in 2000 with the addition of Section 67-818, Idaho Code. The new law established an agency within the Office of the Governor for the purpose of: 1) providing coordination and cooperation among and between various state and federal agencies with responsibilities for species management under the Endangered Species Act (ESA); 2) developing an integrated state policy toward those species; 3) soliciting and reviewing scientific information; 4) negotiating and implementing conservation plans and agreements; 5) providing the resources and authority necessary to recommend an appropriate management plan for species that may be delisted under the ESA; and 6) facilitating the development and use of federal and state programs and incentives to provide protections for nonfederal landowners willing to assist in the management of federally listed endangered species, threatened species, and petitioned species.

THE OFFICE OF SPECIES CONSERVATION STRATEGIC PLAN STATES:

MISSION

To coordinate policies and programs related to the conservation of threatened, endangered, and candidate species in Idaho.

VISION

The Governor's Office of Species Conservation is dedicated to planning, coordinating, and implementing the state's actions to preserve, protect, and restore species listed as threatened and endangered under the federal Endangered Species Act (ESA). This work will be done through coordination with the state natural resource agencies and with the input of the citizens of Idaho, while taking into consideration the economic vitality of the state.

PRINCIPLES AND VALUES

- * Rely upon science and common sense in developing conservation programs.
- * Involve all parties impacted by recovery decisions.
- * Understand and incorporate Idaho values into conservation measures.
- * Incorporate the state's need for economic vitality into considerations for species recovery.

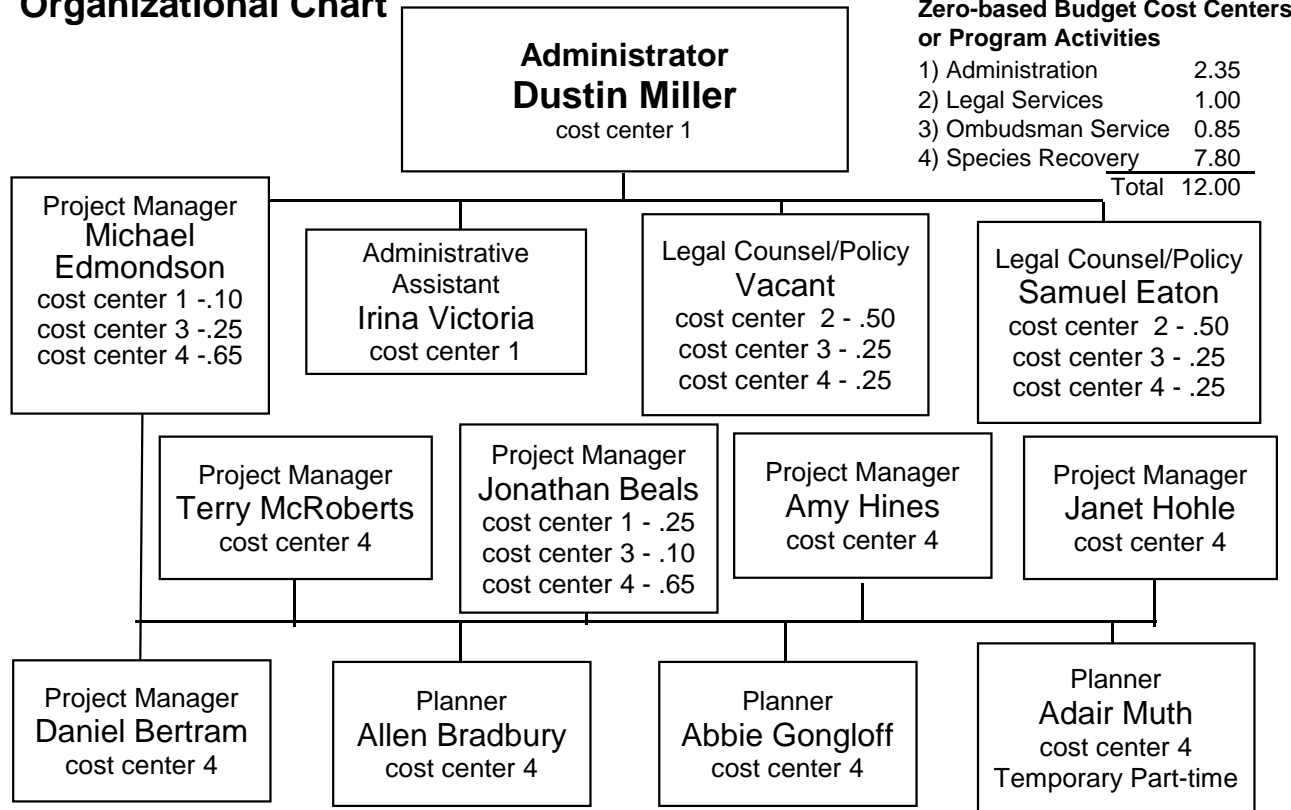
GOALS

1. Coordinate federal ESA programs with state agencies.
2. Solicit, provide oversight, and delegate funding for ESA programs.
3. Negotiate agreements with federal agencies concerning endangered species.
4. Establish superior constituent services for state, federal and private stakeholders seeking assistance with ESA issues.

Office of Species Conservation Agency Profile

Analyst: Houston

Organizational Chart



Sources of Funds	FY 2014 Appropriation	FY 2014 Expenditures	Percent of Total	Unused Appropriation	Unused Percent	FY 2015 Appropriation
1. General Fund (0001) Individual income tax, corporate income tax, sales tax, miscellaneous fees, and interest.	\$ 528,300	\$ 470,500	6.1%	\$ (57,800)	(10.9%)	\$ 693,800
2. Miscellaneous Revenue Fund (0349-00): Miscellaneous revenues received from other agencies and interest groups to support endangered species efforts.	15,000	0	0.0%	(15,000)	(100.0%)	57,000
3. Federal Grant Fund (0348-00): Pacific Coastal Salmon Recovery, U.S. Fish and Wildlife funds, Bonneville Power Administration, Snake River Basin Adjudication funds available for project grants involving wildlife species within the Endangered Species Act. Usually passed through to other governmental organizations for grant-specific purposes such as coldwater fishery projects, salmon recovery, gray wolf recovery, snail monitoring, sage grouse conservation plans, or threatened and endangered species impact studies.	12,749,500	7,230,000	93.9%	(5,519,500)	(43.3%)	12,772,000
Total	\$13,292,800	\$ 7,700,500	100.0%	\$ (5,592,300)	(42.1%)	\$13,522,800

Office of Species Conservation

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	12.00	693,800	13,522,800	12.00	693,800	13,522,800
Removal of One-Time Expenditures	0.00	(203,700)	(250,300)	0.00	(203,700)	(250,300)
FY 2016 Base	12.00	490,100	13,272,500	12.00	490,100	13,272,500
Benefit Costs	0.00	5,000	11,900	0.00	3,500	8,300
Statewide Cost Allocation	0.00	(200)	(200)	0.00	(200)	(200)
Change in Employee Compensation	0.00	3,800	8,600	0.00	11,400	24,900
FY 2016 Program Maintenance	12.00	498,700	13,292,800	12.00	504,800	13,305,500
1. Sage Grouse Conservation	0.00	250,000	250,000	0.00	500,000	500,000
FY 2016 Total	12.00	748,700	13,542,800	12.00	1,004,800	13,805,500
Change from Original Appropriation	0.00	54,900	20,000	0.00	311,000	282,700
% Change from Original Appropriation		7.9%	0.1%		44.8%	2.1%

Office of Species Conservation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	12.00	693,800	57,000	12,772,000	13,522,800

Removal of One-Time Expenditures

Removes one-time funding of \$8,300 provided for 1% Change in Employee Compensation, \$42,000 for reimbursement of legal expenses, and \$200,000 for sage grouse management.

Agency Request	0.00	(203,700)	(42,000)	(4,600)	(250,300)
Governor's Recommendation	0.00	(203,700)	(42,000)	(4,600)	(250,300)

FY 2016 Base					
Agency Request	12.00	490,100	15,000	12,767,400	13,272,500
Governor's Recommendation	12.00	490,100	15,000	12,767,400	13,272,500

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency. Workers' compensation represents \$400 of the total.

Agency Request	0.00	5,000	0	6,900	11,900
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

Governor's Recommendation	0.00	3,500	0	4,800	8,300
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a reduction of \$100 for risk management costs and a reduction of \$100 for State Controller fees for a total decrease of \$200. Reflects a 3.9% decrease from the \$5,100 SWCAP base.

Agency Request	0.00	(200)	0	0	(200)
Governor's Recommendation	0.00	(200)	0	0	(200)

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	3,800	0	4,800	8,600
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The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	11,400	0	13,500	24,900
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FY 2016 Program Maintenance					
Agency Request	12.00	498,700	15,000	12,779,100	13,292,800
Governor's Recommendation	12.00	504,800	15,000	12,785,700	13,305,500

Office of Species Conservation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Sage Grouse Conservation

This is a one-time General Fund request totaling \$250,000 for sage grouse conservation efforts. Because the sage grouse is a candidate for listing under the Endangered Species Act, the state is currently working with the federal government to implement a conservation strategy. Of the total, \$75,000 would be used to contract with the Department of Fish and Game for spring counts of breeding birds to help develop better population trend data and the remainder would be allocated towards on-the-ground conservation projects for the species. Examples of projects include removal of juniper and rehabilitation of habitat lost by wildfire. Last session JFAC provided a one-time \$50,000 FY 2014 supplemental appropriation for lek monitoring and a one-time \$200,000 FY 2015 line item for sage grouse management.

Agency Request	0.00	250,000	0	0	250,000
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The Governor recommends a one-time General Fund appropriation of \$500,000 for sage grouse conservation. The conservation projects include lek monitoring conducted by Idaho Fish and Game (\$75,000), equipment and training for the Rangeland Fire Protection Associations (\$120,000), regional efforts to prevent sage grouse listing (\$50,000), a financial matching component to enhance conservation efforts by private landowners (\$150,000), projects to reduce fire hazards on private and state endowment lands (\$45,000), finalizing a mitigation strategy for large-scale infrastructure development (\$25,000), legal defense of the Governor's sage grouse strategy (\$25,000), and coordination costs for the Office of Species Conservation (\$10,000).

Governor's Recommendation	0.00	500,000	0	0	500,000
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FY 2016 Total					
Agency Request	12.00	748,700	15,000	12,779,100	13,542,800
Governor's Recommendation	12.00	1,004,800	15,000	12,785,700	13,805,500

Agency Request

Change from Original App	0.00	54,900	(42,000)	7,100	20,000
% Change from Original App	0.0%	7.9%	(73.7%)	0.1%	0.1%

Governor's Recommendation

Change from Original App	0.00	311,000	(42,000)	13,700	282,700
% Change from Original App	0.0%	44.8%	(73.7%)	0.1%	2.1%

Wolf Depredation Control Board

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	0	0	0	400,000	0
Percent Change:					
BY OBJECT OF EXPENDITURE					
Trustee/Benefit	0	0	0	400,000	0

Division Description

H470 of 2014 found that additional financial resources were needed to continue the implementation of Idaho's wolf management plan. It established a five-member Wolf Depredation Control Board in the Governor's Office and created a set of new continuously appropriated funds and subaccounts to be administered by the Department of Agriculture. H470 established fees from sportsmen and the livestock industry to be allocated into the subaccounts with the expectation that the General Fund would also contribute. The responsibility of the board is to use the money for control actions against wolves when there is a depredation conflict between wolves and wildlife or between wolves and livestock (Section 22-5301, Idaho Code).

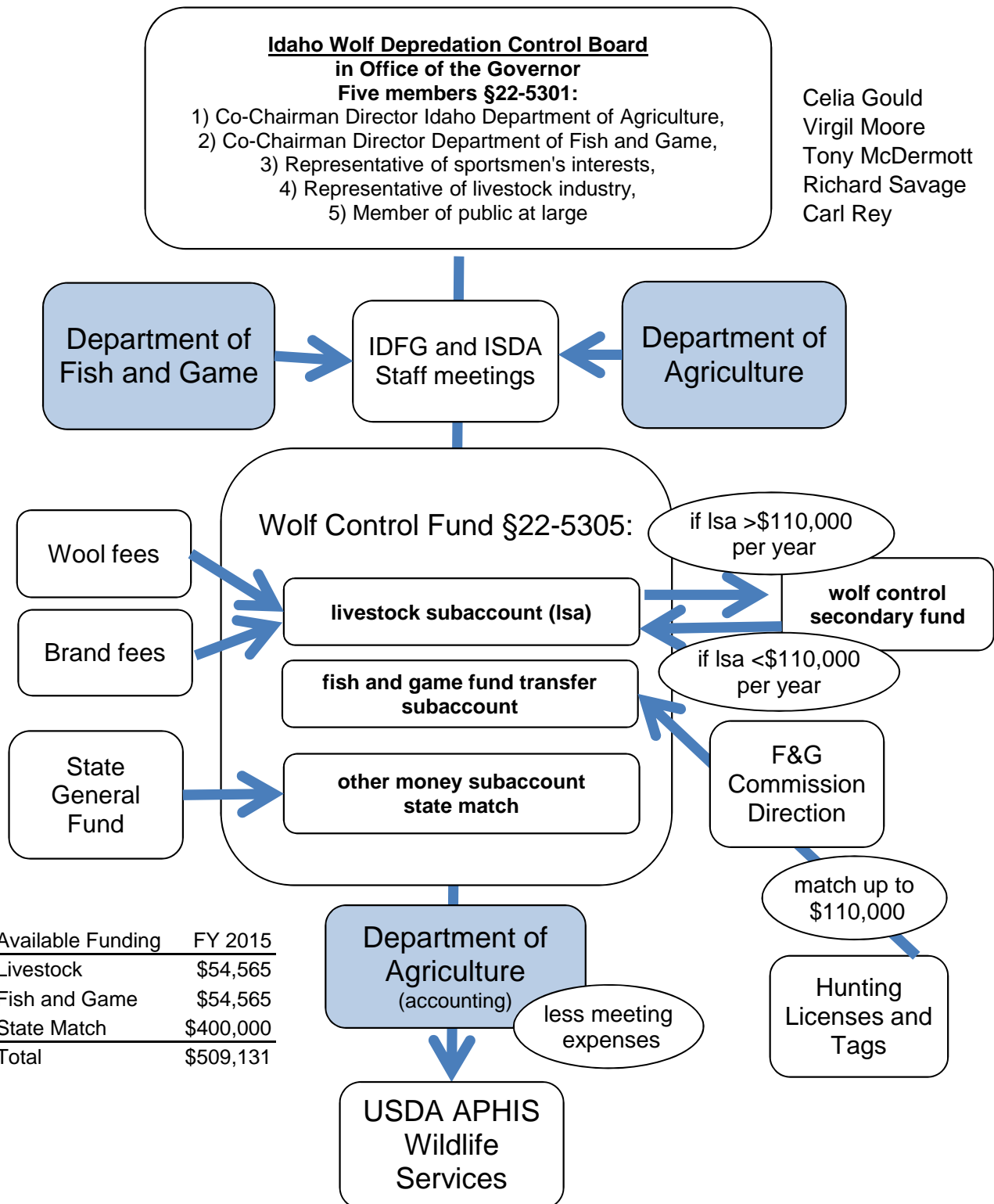
The Wolf Depredation Control Program acts as a conduit to pass moneys from the state, sportsmen, and livestock producers through the Wolf Depredation Control Board to the Wildlife Services Program under the United States Department of Agriculture Animal and Plant Health Inspection Service.

For FY 2015, funding in the amount of \$400,000 from the General Fund was provided one-time in H649 and transferred to the continuously appropriated Wolf Control Fund Other Moneys Subaccount. At the close of FY 2014, the Livestock Subaccount had a balance of \$54,565 so the Department of Fish and Game transferred \$54,565 to the Fish and Game Transfer Subaccount. That brought available funding for FY 2015 to \$509,131. The Fish and Game Commission requires that expenditures from the Fish and Game Transfer Subaccount be spent for the benefit of ungulates (hooved animals).

Wolf Depredation Control Board Agency Profile

Analyst: Houston

Idaho Wolf Control Fund (H470 of 2014)



Available Funding	FY 2015
Livestock	\$54,565
Fish and Game	\$54,565
State Match	\$400,000
Total	\$509,131

United States Department of Agriculture, Animal and Plant Health Inspection Service, Wildlife Services

Wolf Depredation Control Board

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	0	0	0.00	0	0
FY 2016 Base	0.00	0	0	0.00	0	0
1. Wolf Control	0.00	400,000	400,000	0.00	400,000	400,000
Cash Transfers	0.00	0	0	0.00	(400,000)	(400,000)
FY 2016 Total	0.00	400,000	400,000	0.00	0	0
Change from Original Appropriation	0.00	400,000	400,000	0.00	0	0
% Change from Original Appropriation						

Wolf Depredation Control Board

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	0	0	0	0
FY 2016 Base					
Agency Request	0.00	0	0	0	0
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

1. Wolf Control

H470aS of 2014 found that additional financial resources were needed to continue the implementation of Idaho's wolf management plan. It established a five-member Wolf Depredation Control Board in the Governor's Office and created a set of new continuously appropriated funds and subaccounts to be administered by the Department of Agriculture. H470aS established fees for the livestock industry to be matched by sportsmen and allocated into the subaccounts with the expectation that the General Fund would also contribute. The responsibility of the board is to use the money for control actions against wolves when there is a depredation conflict between wolves and wildlife or between wolves and livestock.

The Wolf Depredation Control Program acts as a conduit to pass moneys from the state, sportsmen, and livestock producers through the Wolf Depredation Control Board to the Wildlife Services Program under the United States Department of Agriculture Animal and Plant Health Inspection Service.

For FY 2015, \$400,000 from the General Fund was provided one-time in H649 and transferred to the continuously appropriated Wolf Control Fund Other Moneys Subaccount. At the close of FY 2014, the Livestock Subaccount had a balance of \$54,565 so the Department of Fish and Game transferred \$54,565 to the Fish and Game transfer Subaccount. That brought available funding for FY 2015 to \$509,131. The Fish and Game Commission requires that expenditures from the Fish and Game Transfer Subaccount be spent for the benefit of ungulates.

This budget request is for \$400,000 in trustee & benefit payments to be transferred annually from the General Fund to the Other Moneys Subaccount. [Ongoing]

Agency Request	0.00	400,000	0	0	400,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>400,000</i>	<i>0</i>	<i>0</i>	<i>400,000</i>

Cash Transfers

Agency Request	0.00	0	0	0	0
<i>The Governor recommends the transfer of \$400,000 from the General Fund to the Wolf Control Fund Other Moneys Subaccount. [One-time]</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(400,000)</i>	<i>0</i>	<i>0</i>	<i>(400,000)</i>

FY 2016 Total					
Agency Request	0.00	400,000	0	0	400,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
Agency Request					
Change from Original App	0.00	400,000	0	0	400,000
% Change from Original App					
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
<i>% Change from Original App</i>					

Idaho Legislative Budget Book

Legislative Branch

2015 Legislative Session

Legislature	6 - 127
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Performance Evaluations, Office of	6 - 135

Legislative Branch

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Legislature	6,149,000	6,149,000	6,452,000	6,755,000	6,755,000
Legislative Services Office	7,236,600	5,663,300	7,007,800	7,016,200	7,095,100
Performance Evaluations, Office of	761,800	761,800	785,300	809,300	819,400
Total:	14,147,400	12,574,100	14,245,100	14,580,500	14,669,500
BY FUND CATEGORY					
General	11,274,200	11,235,600	11,835,100	12,137,700	12,208,800
Dedicated	2,873,200	1,338,500	2,410,000	2,442,800	2,460,700
Total:	14,147,400	12,574,100	14,245,100	14,580,500	14,669,500
Percent Change:		(11.1%)	13.3%	2.4%	3.0%
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,479,800	6,029,300	6,359,000	6,445,200	6,534,200
Operating Expenditures	1,515,400	384,100	1,430,900	1,378,400	1,378,400
Capital Outlay	3,200	11,700	3,200	1,900	1,900
Lump Sum	6,149,000	6,149,000	6,452,000	6,755,000	6,755,000
Total:	14,147,400	12,574,100	14,245,100	14,580,500	14,669,500
Full-Time Positions (FTP)	72.00	72.00	72.00	72.00	72.00

Department Description

The Legislative Branch consists of the Senate, House of Representatives, and their nonpartisan staff offices managed by the Legislative Council and the Joint Legislative Oversight Committee. The Legislative Council consists of the President Pro Tempore of the Senate, the Speaker of the House of Representatives, the majority and minority floor leaders of each house, two senators and two representatives selected by members of the majority party, and two senators and two representatives selected by members of the minority party. The Council is the governing body over the year-round nonpartisan legislative staff, and has broad powers to conduct research and studies that relate to a legislative purpose. The budgeted divisions under Legislative Council are the Legislative Services Office, Legislative Technology, and the Redistricting Commission. The Office of Performance Evaluations reports to the Joint Legislative Oversight Committee.

Legislature

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	6,149,000	6,149,000	6,452,000	6,755,000	6,755,000
Percent Change:		0.0%	4.9%	4.7%	4.7%
BY OBJECT OF EXPENDITURE					
Lump Sum	6,149,000	6,149,000	6,452,000	6,755,000	6,755,000

Division Description

Senate and House: The Idaho Legislature is comprised of thirty-five senators and seventy representatives from Idaho's thirty-five legislative districts. The membership is elected for two-year terms and meets annually.

The Legislature is funded through a continuing appropriation as provided in Section 67-451, Idaho Code. Section 67-451, Idaho Code, directs the State Controller to transfer money from the General Fund to the Legislative Fund, and provides for a continuing appropriation of these funds. Because these dollars are a direct transfer of General Fund moneys and because the Joint Finance-Appropriations Committee does not appropriate these dollars, the summary data shown above is for informational purposes only.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislature

Comparative Summary

Analyst: Holland-Smith

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	6,452,000	6,452,000	0.00	6,452,000	6,452,000
FY 2016 Base	0.00	6,452,000	6,452,000	0.00	6,452,000	6,452,000
1. Statutory Transfers	0.00	303,000	303,000	0.00	303,000	303,000
FY 2016 Total	0.00	6,755,000	6,755,000	0.00	6,755,000	6,755,000
Change from Original Appropriation	0.00	303,000	303,000	0.00	303,000	303,000
% Change from Original Appropriation		4.7%	4.7%		4.7%	4.7%

Legislature

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	6,452,000	0	0	6,452,000
FY 2016 Base					
Agency Request	0.00	6,452,000	0	0	6,452,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,452,000</i>	<i>0</i>	<i>0</i>	<i>6,452,000</i>

1. Statutory Transfers

The Senate and House of Representatives will restore the statutory General Fund transfers to the Legislative Fund. The authorized amount of the four transfers is \$6,755,000 per §67-451, Idaho Code.

Agency Request	0.00	303,000	0	0	303,000
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The Governor makes no recommendation regarding this request but submits it to the Legislature as presented as required by Idaho Code.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>303,000</i>	<i>0</i>	<i>0</i>	<i>303,000</i>
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FY 2016 Total					
Agency Request	0.00	6,755,000	0	0	6,755,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>6,755,000</i>	<i>0</i>	<i>0</i>	<i>6,755,000</i>

Agency Request

Change from Original App	0.00	303,000	0	0	303,000
% Change from Original App		4.7%			4.7%

Governor's Recommendation

<i>Change from Original App</i>	<i>0.00</i>	<i>303,000</i>	<i>0</i>	<i>0</i>	<i>303,000</i>
<i>% Change from Original App</i>		<i>4.7%</i>			<i>4.7%</i>

Legislative Services Office

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	4,363,400	4,324,800	4,597,800	4,573,400	4,634,400
Dedicated	2,873,200	1,338,500	2,410,000	2,442,800	2,460,700
Total:	7,236,600	5,663,300	7,007,800	7,016,200	7,095,100
Percent Change:		(21.7%)	23.7%	0.1%	1.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	5,809,400	5,370,100	5,665,200	5,727,200	5,806,100
Operating Expenditures	1,427,200	284,700	1,342,600	1,289,000	1,289,000
Capital Outlay	0	8,500	0	0	0
Total:	7,236,600	5,663,300	7,007,800	7,016,200	7,095,100
Full-Time Positions (FTP)	64.00	64.00	64.00	64.00	64.00

Division Description

The mission of the Legislative Services Office is to provide efficient, non-partisan support services to Idaho's citizen legislators, to carry out legislative policies so as to strengthen the Legislature's management as a separate branch of government, and to assist the Legislature in carrying out its Constitutional responsibilities. The Legislative Services Office strives to modernize the provision of professional staff services to the Legislature, to provide committees and legislators with professional staff support, to increase communication and efficiency, and enhance coordination and productivity within the Legislative Branch of government. Under the direction of the Director of Legislative Services, the office consists of the Division of Research and Legislation, Division of Budget and Policy Analysis, the Legislative Audit Division, and the Information Technology Division.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislative Services Office

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	64.00	4,597,800	7,007,800	64.00	4,597,800	7,007,800
Reappropriation	0.00	0	622,200	0.00	0	622,200
Cash Transfers	0.00	0	0	0.00	0	0
FY 2015 Total Appropriation	64.00	4,597,800	7,630,000	64.00	4,597,800	7,630,000
Noncognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2015 Estimated Expenditures	64.00	4,597,800	7,630,000	64.00	4,597,800	7,630,000
Removal of One-Time Expenditures	0.00	(127,400)	(761,200)	0.00	(127,400)	(761,200)
FY 2016 Base	64.00	4,470,400	6,868,800	64.00	4,470,400	6,868,800
Benefit Costs	0.00	45,700	61,400	0.00	31,400	42,200
Replacement Items	0.00	8,000	13,200	0.00	8,000	13,200
Statewide Cost Allocation	0.00	0	400	0.00	0	400
Change in Employee Compensation	0.00	37,900	49,600	0.00	113,200	147,700
FY 2016 Program Maintenance	64.00	4,562,000	6,993,400	64.00	4,623,000	7,072,300
1. Electronic Working Papers for Audit	0.00	11,400	22,800	0.00	11,400	22,800
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	64.00	4,573,400	7,016,200	64.00	4,634,400	7,095,100
Change from Original Appropriation	0.00	(24,400)	8,400	0.00	36,600	87,300
% Change from Original Appropriation		(0.5%)	0.1%		0.8%	1.2%

Legislative Services Office

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	64.00	4,597,800	2,410,000	0	7,007,800

Reappropriation

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance in the Professional Services Fund from FY 2014 into FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	622,200	0	622,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>622,200</i>	<i>0</i>	<i>622,200</i>

Cash Transfers

This adjustment records spending from the Legislative Capitol Facilities Fund in the updated fund detail in the budget system.

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

FY 2015 Total Appropriation					
Agency Request	64.00	4,597,800	3,032,200	0	7,630,000
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>4,597,800</i>	<i>3,032,200</i>	<i>0</i>	<i>7,630,000</i>

Noncognizable Funds and Transfers

This adjustment transfers .20 FTP from the General Fund to the Miscellaneous Revenue Fund.

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

FY 2015 Estimated Expenditures					
Agency Request	64.00	4,597,800	3,032,200	0	7,630,000
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>4,597,800</i>	<i>3,032,200</i>	<i>0</i>	<i>7,630,000</i>

Removal of One-Time Expenditures

Agency Request	0.00	(127,400)	(633,800)	0	(761,200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(127,400)</i>	<i>(633,800)</i>	<i>0</i>	<i>(761,200)</i>

FY 2016 Base					
Agency Request	64.00	4,470,400	2,398,400	0	6,868,800
<i>Governor's Recommendation</i>	<i>64.00</i>	<i>4,470,400</i>	<i>2,398,400</i>	<i>0</i>	<i>6,868,800</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	45,700	15,700	0	61,400
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>31,400</i>	<i>10,800</i>	<i>0</i>	<i>42,200</i>

Replacement Items

The agency requests \$2,800 for ten desktop printers for the Budget & Policy Analysis Division and \$10,400 for eight laptops for the Audit Division.

Agency Request	0.00	8,000	5,200	0	13,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>8,000</i>	<i>5,200</i>	<i>0</i>	<i>13,200</i>

Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management fees are reduced by \$100 and State Controller fees are increased by \$500.

Agency Request	0.00	0	400	0	400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>400</i>	<i>0</i>	<i>400</i>

Legislative Services Office

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	37,900	11,700	0	49,600
<i>The Governor recommends a 3% increase in compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
Governor's Recommendation	0.00	113,200	34,500	0	147,700

FY 2016 Program Maintenance					
Agency Request	64.00	4,562,000	2,431,400	0	6,993,400
Governor's Recommendation	64.00	4,623,000	2,449,300	0	7,072,300

1. Electronic Working Papers for Audit

To improve their usefulness, audit work papers should be numbered, referenced, initialed, dated, reviewed ("ticked and tied"), approved, and then initialed by the reviewer. These tasks traditionally consume large quantities of audit effort, which could be spent more productively on more critical aspects of the audit. Further, while an audit report covers a few pages, audit work papers can easily fill many binders stored in a locked room in the Audit Division.

One effective tool that can reduce the time spent on the tasks noted above, as well as the storage space requirements of hard-copy work papers, is electronic work papers. It is possible to create, share, edit, review, correct, approve, and finalize work papers without the "paper." Implementing electronic work papers will result in improved utilization of auditors' time and reduced storage needs. The request is for \$22,800 in operating expenditures to contract for and maintain an electronic working papers system. The funding is requested from the General Fund and from the Professional Services Fund.

Agency Request	0.00	11,400	11,400	0	22,800
<i>The Governor makes no recommendation regarding this request but submits it to the Legislature as presented as required by Idaho Code.</i>					
Governor's Recommendation	0.00	11,400	11,400	0	22,800

Budget Law Exceptions

LUMP SUM: The agency requests an appropriation that is not subject to state budget laws that restrict the transfer of money between programs and among personnel costs, operating expenditures, capital outlay, or trustee & benefit payments. This authority requires legislative approval.

Agency Request	0.00	0	0	0	0
<i>The Governor makes no recommendation regarding this request but submits it to the Legislature as presented as required by Idaho Code.</i>					
Governor's Recommendation	0.00	0	0	0	0

FY 2016 Total					
Agency Request	64.00	4,573,400	2,442,800	0	7,016,200
Governor's Recommendation	64.00	4,634,400	2,460,700	0	7,095,100
Agency Request					
Change from Original App	0.00	(24,400)	32,800	0	8,400
% Change from Original App	0.0%	(0.5%)	1.4%		0.1%
Governor's Recommendation					
Change from Original App	0.00	36,600	50,700	0	87,300
% Change from Original App	0.0%	0.8%	2.1%		1.2%

Office of Performance Evaluations

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	761,800	761,800	785,300	809,300	819,400
Percent Change:		0.0%	3.1%	3.1%	4.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	670,400	659,200	693,800	718,000	728,100
Operating Expenditures	88,200	99,400	88,300	89,400	89,400
Capital Outlay	3,200	3,200	3,200	1,900	1,900
Total:	761,800	761,800	785,300	809,300	819,400
Full-Time Positions (FTP)	8.00	8.00	8.00	8.00	8.00

Division Description

The Office of Performance Evaluations (OPE) is a nonpartisan legislative office that promotes accountability and confidence in state government (Sections 67-457 through 67-464, Idaho Code). OPE staff works under the general direction of the Joint Legislative Oversight Committee (JLOC), which consists of an equal number of legislators from both political parties and both houses.

The office conducts independent, objective, in-depth, and timely performance evaluations of state agencies, programs, and functions. OPE staff reports evaluation results and its recommendations to:

- JLOC and other legislative committees to assist them in making policy and budgetary decisions, and
- State agencies to help them improve their operational efficiency and program effectiveness.

OPE evaluations help:

- Ensure compliance with state laws and legislative intent,
- Improve government performance and accountability to the public, and
- Identify cost savings and opportunities to avoid unnecessary future costs.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Office of Performance Evaluations

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	8.00	785,300	785,300	8.00	785,300	785,300
Removal of One-Time Expenditures	0.00	(9,100)	(9,100)	0.00	(9,100)	(9,100)
FY 2016 Base	8.00	776,200	776,200	8.00	776,200	776,200
Benefit Costs	0.00	8,500	8,500	0.00	5,900	5,900
Replacement Items	0.00	3,000	3,000	0.00	3,000	3,000
Change in Employee Compensation	0.00	5,900	5,900	0.00	18,000	18,000
FY 2016 Program Maintenance	8.00	793,600	793,600	8.00	803,100	803,100
1. Career Advancement for Evaluators	0.00	15,700	15,700	0.00	16,300	16,300
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	8.00	809,300	809,300	8.00	819,400	819,400
Change from Original Appropriation	0.00	24,000	24,000	0.00	34,100	34,100
% Change from Original Appropriation		3.1%	3.1%		4.3%	4.3%

Office of Performance Evaluations

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	8.00	785,300	0	0	785,300
Removal of One-Time Expenditures					
Agency Request	0.00	(9,100)	0	0	(9,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(9,100)</i>	<i>0</i>	<i>0</i>	<i>(9,100)</i>
FY 2016 Base					
Agency Request	8.00	776,200	0	0	776,200
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>776,200</i>	<i>0</i>	<i>0</i>	<i>776,200</i>
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP).					
Agency Request	0.00	8,500	0	0	8,500
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>5,900</i>	<i>0</i>	<i>0</i>	<i>5,900</i>
Replacement Items					
Request funding for two desktop computers, one flat panel monitor, and funding to upgrade two computers with Microsoft Office Professional Plus and Adobe Acrobat.					
Agency Request	0.00	3,000	0	0	3,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>3,000</i>	<i>0</i>	<i>0</i>	<i>3,000</i>
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	5,900	0	0	5,900
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>18,000</i>	<i>0</i>	<i>0</i>	<i>18,000</i>
FY 2016 Program Maintenance					
Agency Request	8.00	793,600	0	0	793,600
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>803,100</i>	<i>0</i>	<i>0</i>	<i>803,100</i>
1. Career Advancement for Evaluators					
The agency requests funding for personnel to promote one senior evaluator to principal, and two entry-level evaluators to senior level.					
Agency Request	0.00	15,700	0	0	15,700
<i>The Governor is required by law to include the Legislature's request as presented in his recommendation. In this instance, the recommendation also adds the equivalent of a 3% pay increase to the requested amount.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>16,300</i>	<i>0</i>	<i>0</i>	<i>16,300</i>
Budget Law Exceptions					
LUMP SUM: The agency requests an appropriation that is not subject to state budget laws that restrict the transfer of money between programs and among personnel costs, operating expenditures, capital outlay, or trustee & benefit payments. This authority requires legislative approval.					
Agency Request	0.00	0	0	0	0
<i>The Governor makes no recommendation regarding this request but submits it to the Legislature as presented as required by Idaho Code.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Total					
Agency Request	8.00	809,300	0	0	809,300
<i>Governor's Recommendation</i>	<i>8.00</i>	<i>819,400</i>	<i>0</i>	<i>0</i>	<i>819,400</i>

Office of Performance Evaluations

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<i>Agency Request</i>					
Change from Original App	0.00	24,000	0	0	24,000
% Change from Original App	0.0%	3.1%			3.1%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	34,100	0	0	34,100
% Change from Original App	0.0%	4.3%			4.3%

Lieutenant Governor

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	147,600	143,400	157,500	164,300	164,300
Percent Change:		(2.8%)	9.8%	4.3%	4.3%
BY OBJECT OF EXPENDITURE					
Personnel Costs	135,400	121,600	145,200	152,200	151,500
Operating Expenditures	12,200	21,800	12,300	12,100	12,800
Total:	147,600	143,400	157,500	164,300	164,300
Full-Time Positions (FTP)	3.00	3.00	3.00	3.00	3.00

Department Description

The Lieutenant Governor is one of seven statewide elected officials in Idaho, and serves as the presiding officer of the Idaho State Senate. He or she also serves as Acting Governor when the Governor is absent from the state and is first in line for the governorship if the Governor is unable to continue in office. The Lieutenant Governor also serves as the Governor's chief appointment officer and facilitates economic development as well as Project 60. Project 60 was a goal designed to raise Idaho's gross domestic product to at least \$60 billion.

Lieutenant Governor

Comparative Summary

Analyst: Hoskins

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	3.00	157,500	157,500	3.00	157,500	157,500
Removal of One-Time Expenditures	0.00	(600)	(600)	0.00	(600)	(600)
FY 2016 Base	3.00	156,900	156,900	3.00	156,900	156,900
Benefit Costs	0.00	1,900	1,900	0.00	1,300	1,300
Statewide Cost Allocation	0.00	(200)	(200)	0.00	(200)	(200)
Annualizations	0.00	3,700	3,700	0.00	3,700	3,700
Change in Employee Compensation	0.00	1,000	1,000	0.00	1,900	1,900
FY 2016 Program Maintenance	3.00	163,300	163,300	3.00	163,600	163,600
1. Benefit Costs for Position	0.00	1,000	1,000	0.00	700	700
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	3.00	164,300	164,300	3.00	164,300	164,300
Change from Original Appropriation	0.00	6,800	6,800	0.00	6,800	6,800
% Change from Original Appropriation		4.3%	4.3%		4.3%	4.3%

Lieutenant Governor

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	3.00	157,500	0	0	157,500

Removal of One-Time Expenditures

Removes funding for the FY 2015 one-time Change in Employee Compensation (CEC).

Agency Request	0.00	(600)	0	0	(600)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(600)</i>	<i>0</i>	<i>0</i>	<i>(600)</i>

FY 2016 Base					
Agency Request	3.00	156,900	0	0	156,900
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>156,900</i>	<i>0</i>	<i>0</i>	<i>156,900</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	1,900	0	0	1,900
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>1,300</i>	<i>0</i>	<i>0</i>	<i>1,300</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$200 decrease in risk management fees.

Agency Request	0.00	(200)	0	0	(200)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(200)</i>	<i>0</i>	<i>0</i>	<i>(200)</i>

Annualizations

Funding is requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The Lieutenant Governor's pay increased on January 1, 2015 by approximately 18%, from \$35,700 to \$42,275 annually, and this adjustment funds the increase from July 1, 2015 through December 31, 2015.

Agency Request	0.00	3,700	0	0	3,700
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>3,700</i>	<i>0</i>	<i>0</i>	<i>3,700</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. An additional \$400 is also requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The Lieutenant Governor's pay will increase on January 1, 2016 by 1.5%, from \$42,275 to \$42,909 annually.

Agency Request	0.00	1,000	0	0	1,000
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The Governor recommends a 3% increase in 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>1,900</i>	<i>0</i>	<i>0</i>	<i>1,900</i>
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FY 2016 Program Maintenance					
Agency Request	3.00	163,300	0	0	163,300
<i>Governor's Recommendation</i>	<i>3.00</i>	<i>163,600</i>	<i>0</i>	<i>0</i>	<i>163,600</i>

1. Benefit Costs for Position

The agency is requesting funding for the increased cost of health insurance in FY 2016 for a position that is authorized in the appropriation and established in the State Controller's payroll system but is only partially funded.

Agency Request	0.00	1,000	0	0	1,000
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>700</i>	<i>0</i>	<i>0</i>	<i>700</i>
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Lieutenant Governor

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Budget Law Exceptions					
LUMP SUM: The Lieutenant Governor requests an appropriation that is not subject to state budget laws that restrict the transfer of money between programs and among personnel costs, operating expenditures, capital outlay, or trustee & benefit payments. This authority requires legislative approval.					
Agency Request	0.00	0	0	0	0
<i>The Governor defers to the Legislature regarding the request for exemptions from object and program transfer limitations found in Section 67-3511, Idaho Code.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2016 Total					
Agency Request	3.00	164,300	0	0	164,300
Governor's Recommendation	3.00	164,300	0	0	164,300
Agency Request					
Change from Original App	0.00	6,800	0	0	6,800
% Change from Original App	0.0%	4.3%			4.3%
Governor's Recommendation					
Change from Original App	0.00	6,800	0	0	6,800
% Change from Original App	0.0%	4.3%			4.3%

Idaho Legislative Budget Book

Department of Revenue and Taxation

2015 Legislative Session

Tax Appeals, Board of	6 - 145
Tax Commission, State	6 - 151

Department of Revenue and Taxation

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
Tax Appeals, Board of	504,800	471,000	528,000	529,500	534,400
Tax Commission, State	41,521,200	41,227,400	38,016,500	40,974,700	39,092,500
Total:	42,026,000	41,698,400	38,544,500	41,504,200	39,626,900
BY FUND CATEGORY					
General	34,485,500	34,366,700	31,490,200	34,294,500	32,699,800
Dedicated	7,532,500	7,331,700	7,046,300	7,201,700	6,919,100
Federal	8,000	0	8,000	8,000	8,000
Total:	42,026,000	41,698,400	38,544,500	41,504,200	39,626,900
Percent Change:		(0.8%)	(7.6%)	7.7%	2.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	27,600,400	27,541,900	28,882,700	29,599,700	29,572,400
Operating Expenditures	14,018,100	13,387,900	9,015,700	11,025,100	9,275,100
Capital Outlay	407,500	768,600	646,100	879,400	779,400
Total:	42,026,000	41,698,400	38,544,500	41,504,200	39,626,900
Full-Time Positions (FTP)	460.00	460.00	452.00	460.00	454.00

Department Description

The Department of Revenue and Taxation contains two agencies: the Board of Tax Appeals and the State Tax Commission. The Board of Tax Appeals is a single program, and the State Tax Commission has five budgeted programs: General Services, Audit, Collections, Revenue Operations, and Property Tax.

Board of Tax Appeals

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	504,800	471,000	528,000	529,500	534,400
Percent Change:		(6.7%)	12.1%	0.3%	1.2%
BY OBJECT OF EXPENDITURE					
Personnel Costs	433,800	393,600	448,900	453,700	458,600
Operating Expenditures	70,000	73,100	70,500	75,800	75,800
Capital Outlay	1,000	4,300	8,600	0	0
Total:	504,800	471,000	528,000	529,500	534,400
Full-Time Positions (FTP)	5.00	5.00	5.00	5.00	5.00

Division Description

The Board of Tax Appeals (Section 63-3801, Idaho Code) provides taxpayers the opportunity to appeal their ad valorem assessed valuations from a county board of equalization or tax decisions from the Idaho State Tax Commission. The three-member board provides an opportunity for appellants and respondents to present testimony and evidence at a quasi-judicial board hearing, rather than through a district court trial which can necessitate legal representation and expense.

Board of Tax Appeals Agency Profile

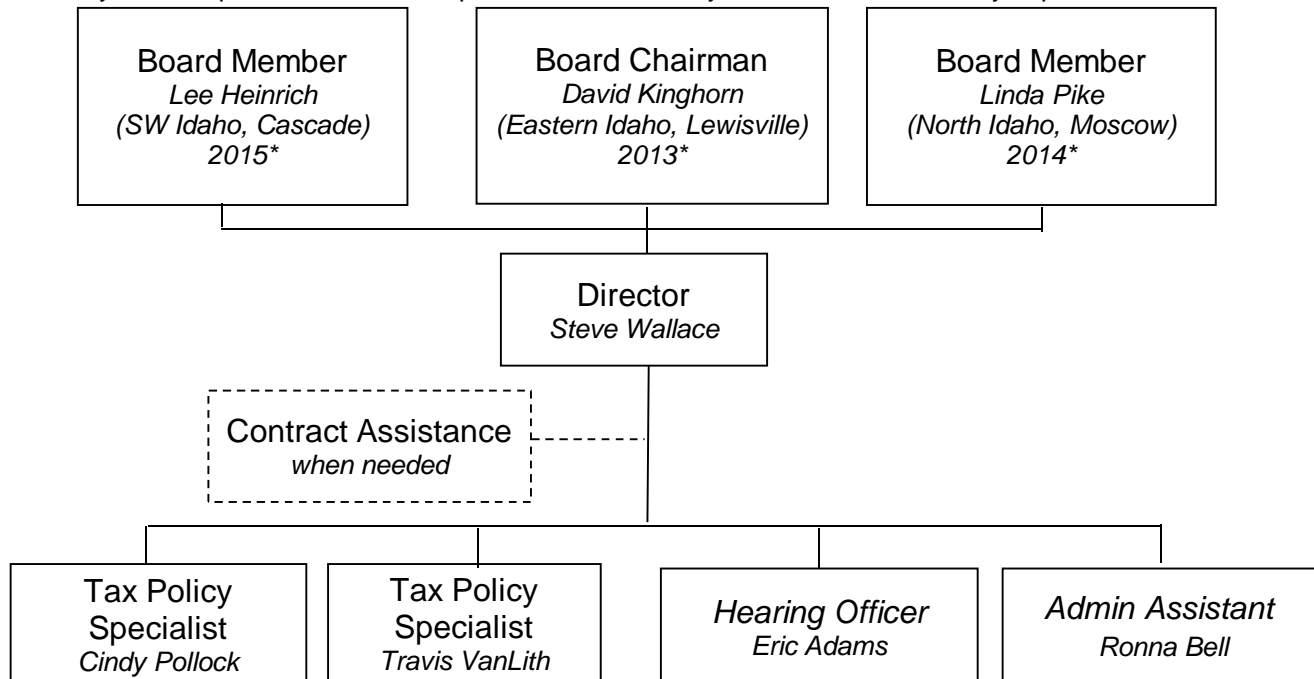
Analyst: Bybee

	FY 2011	FY 2012	FY 2013	FY 2014
Key Services Provided				
1. Number of Tax Appeals Filed	638	1,107	719	277
2. Appeals Settled/Withdrawn/Dismissed	206	308	261	158
3. Decisions Rendered	432	799	458	119
4. Reconsideration Motions Filed	16	19	18	14
5. Appeals taken to District Court	14	4	3	7

Selected Performance Measures				
6. Hearings held within 90 days of appeal benchmark is 100%	86%	72%	74%	92%
7. Decisions issued within 90 days of hearing benchmark is 100%	6%	26%	24%	27%
8. Tax Com. related decisions within 180 days benchmark is 100%	22%	34%	23%	43%
9. Ad valorem related decisions by May 1 benchmark is 100%	100%	100%	100%	100%

Organizational Chart

* 3 yr term expires June 30. Compensation is \$200/day + actual and necessary expenses



Board of Tax Appeals

Comparative Summary

Analyst: Bybee

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	5.00	528,000	528,000	5.00	528,000	528,000
Removal of One-Time Expenditures	0.00	(12,400)	(12,400)	0.00	(12,400)	(12,400)
FY 2016 Base	5.00	515,600	515,600	5.00	515,600	515,600
Benefit Costs	0.00	4,800	4,800	0.00	3,300	3,300
Inflationary Adjustments	0.00	400	400	0.00	400	400
Statewide Cost Allocation	0.00	(600)	(600)	0.00	(600)	(600)
Change in Employee Compensation	0.00	3,800	3,800	0.00	10,200	10,200
FY 2016 Program Maintenance	5.00	524,000	524,000	5.00	528,900	528,900
1. Increase Network Access	0.00	5,500	5,500	0.00	5,500	5,500
FY 2016 Total	5.00	529,500	529,500	5.00	534,400	534,400
Change from Original Appropriation	0.00	1,500	1,500	0.00	6,400	6,400
% Change from Original Appropriation		0.3%	0.3%		1.2%	1.2%

Board of Tax Appeals

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	5.00	528,000	0	0	528,000
Removal of One-Time Expenditures					
Removes \$3,800 in personnel costs for the one-time CEC and \$8,600 in capital outlay for hearing room chairs, desk chairs, laser jet desktop printers, personal computers and a laser fax machine.					
Agency Request	0.00	(12,400)	0	0	(12,400)
Governor's Recommendation	0.00	(12,400)	0	0	(12,400)
FY 2016 Base					
Agency Request	5.00	515,600	0	0	515,600
Governor's Recommendation	5.00	515,600	0	0	515,600
Benefit Costs					
Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.					
Agency Request	0.00	4,800	0	0	4,800
<i>Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.</i>					
Governor's Recommendation	0.00	3,300	0	0	3,300
Inflationary Adjustments					
Contractual inflationary adjustment for rent is a 2% increase above the FY 2015 base amount of \$24,800 at the Boise main offices.					
Agency Request	0.00	400	0	0	400
Governor's Recommendation	0.00	400	0	0	400
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes a decrease of \$500 for Attorney General fees, and a reduction of \$100 for risk management costs, for a total decrease of \$600 below the SWCAP base of \$4,200.					
Agency Request	0.00	(600)	0	0	(600)
Governor's Recommendation	0.00	(600)	0	0	(600)
Change in Employee Compensation					
Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.					
Agency Request	0.00	3,800	0	0	3,800
<i>The Governor recommends a 3% increase in compensation, distributed on merit.</i>					
Governor's Recommendation	0.00	10,200	0	0	10,200
FY 2016 Program Maintenance					
Agency Request	5.00	524,000	0	0	524,000
Governor's Recommendation	5.00	528,900	0	0	528,900

Board of Tax Appeals

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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1. Increase Network Access

The Board of Tax Appeals currently uses audio recording files from hearings around the state to adjudicate tax disputes. The board uses the audio recordings to save on travel costs for their commissioners and staff. The board has been experiencing latency and delay issues with the audio stream. This request is to address an ongoing increase in service cost for monthly network access between the Board of Tax Appeals' office and the state's network. Currently, network access is provided with a DS1 line with 1.5MBPS and costs \$179.35 per month. The Chief Information Officer at the Department of Administration recommends an Ethernet/fiber line connection having capacity of 20MBPS with a monthly cost of \$638.28. This will ensure there are no latency or delay issues with board hearings. The monthly cost includes a base service of \$540/month plus \$65 for aggregation and hosting costs, with a 5.5% operations fee. The board will pay this monthly fee to the Department of Administration for service. [Ongoing]

Agency Request	0.00	5,500	0	0	5,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>5,500</i>	<i>0</i>	<i>0</i>	<i>5,500</i>

FY 2016 Total					
Agency Request	5.00	529,500	0	0	529,500
<i>Governor's Recommendation</i>	<i>5.00</i>	<i>534,400</i>	<i>0</i>	<i>0</i>	<i>534,400</i>

Agency Request					
Change from Original App	0.00	1,500	0	0	1,500
% Change from Original App	0.0%	0.3%			0.3%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>6,400</i>	<i>0</i>	<i>0</i>	<i>6,400</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>1.2%</i>			<i>1.2%</i>

State Tax Commission

Analyst: Bybee

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
General Services	13,979,700	14,010,800	9,380,000	10,789,700	9,498,500
Audit Division	18,349,200	18,092,100	11,592,500	12,060,900	11,680,900
Collections Division	0	0	7,391,500	7,615,400	7,683,500
Revenue Operations	6,069,900	5,842,000	6,230,000	7,050,500	6,733,800
Property Tax	3,122,400	3,282,500	3,422,500	3,458,200	3,495,800
Total:	41,521,200	41,227,400	38,016,500	40,974,700	39,092,500
BY FUND CATEGORY					
General	33,980,700	33,895,700	30,962,200	33,765,000	32,165,400
Dedicated	7,532,500	7,331,700	7,046,300	7,201,700	6,919,100
Federal	8,000	0	8,000	8,000	8,000
Total:	41,521,200	41,227,400	38,016,500	40,974,700	39,092,500
Percent Change:		(0.7%)	(7.8%)	7.8%	2.8%
BY OBJECT OF EXPENDITURE					
Personnel Costs	27,166,600	27,148,300	28,433,800	29,146,000	29,113,800
Operating Expenditures	13,948,100	13,314,800	8,945,200	10,949,300	9,199,300
Capital Outlay	406,500	764,300	637,500	879,400	779,400
Total:	41,521,200	41,227,400	38,016,500	40,974,700	39,092,500
Full-Time Positions (FTP)	455.00	455.00	447.00	455.00	449.00

Division Description

The State Tax Commission currently has five budgeted programs: General Services, Audit, Collections, Revenue Operations, and Property Tax.

1) The General Services Program consists of the Commissioners, Administrative Section, Legal Section, Tax Policy Section, Information Technology Section, Human Resources, Strategic Development Services, and the Management Services Division. This organizational structure provides for centralized management, policy development, legal, personnel, fiscal, and computer services.

2) The Audit Program conducts audits on all tax types administered by the agency by the authority of Idaho Code and the Multistate Tax Compact; conducts discovery and enforcement efforts directed at non-filers.

3) The Collections Program operates from the administrative office in Boise and works from and oversees five field office locations; responsible for collecting delinquent taxes for all tax types, and for providing front-line taxpayer services at the offices or over the phone.

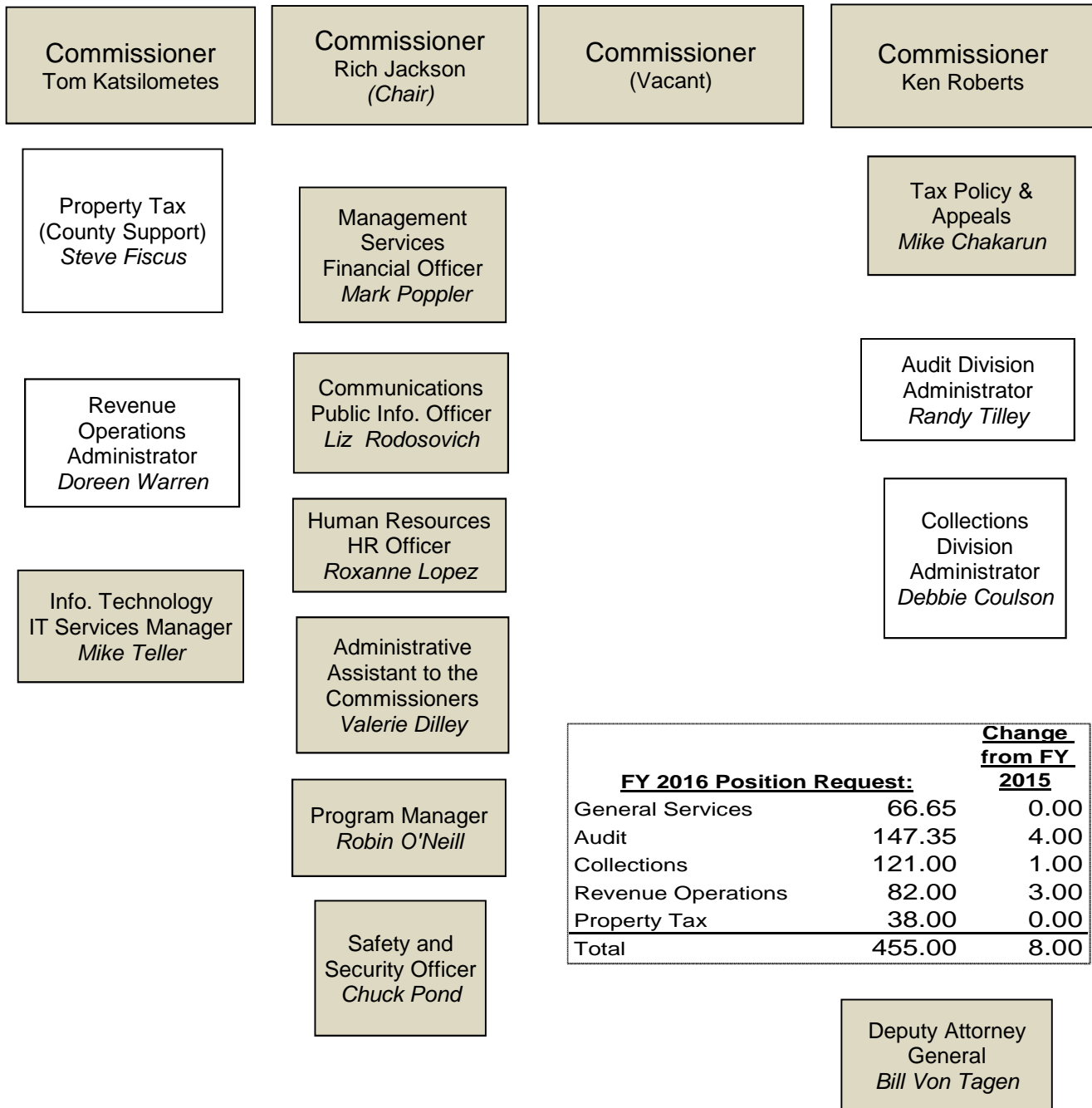
4) Revenue Operations administers the voluntary tax compliance program. Activities include: a) registering permit holders for sales, withholding, hotel/motel, special fuels, beer, wine, cigarette and tobacco taxes; b) ensuring that all individuals and licensed businesses are mailed proper tax forms for reporting; c) establishing taxpayer liability, as well as processing revenue and refund documents submitted by taxpayers; and d) maintaining a records system capable of providing individuals with tax documents.

5) The Property Tax (County Support) Program provides oversight and technical support in the administration of the property tax system, working to ensure fair, equitable, and accurate property taxation. The program is responsible: to annually appraise all class three operating property, as required by Section 63-2215, Idaho Code; to examine property tax levies of all taxing districts to ensure compliance with Idaho Code; to develop forms, procedures and computer software necessary for county assessors to appraise property; to develop an assessor's manual in order to facilitate uniformity of appraisals; and to administer property tax relief through the Circuit Breaker Program.

Tax Commission Agency Profile

Analyst: Bybee

Organizational Chart



Note: Although some salaries are allocated among the five programs - General Services, Audit, Collections, Revenue Operations, and Property Tax - most of the shaded positions and their functions are located in the General Services Program budget.

Department of Revenue and Taxation

Agency Profile

Analyst: Bybee

Sources of Funds

	FY 2014 Expenditures	Percent of Total	FY 2015 Appropriation	FY 2016 Request
1. General Fund 0001-00	\$33,895,700	82.2%	\$30,962,200	\$33,765,000
The General Fund consists of, "moneys received into the treasury and not specially appropriated to any other fund" (§67-1205, Idaho Code). The fund sources are: 1) individual income tax, 2) corporate income tax, 3) sales tax, 4) product (sin) taxes, and 5) miscellaneous sources.				
2. Multistate Tax Compact 0276-00	2,468,100	6.0%	2,355,600	2,437,000
Moneys collected as a direct result of audits conducted by the Multistate Tax Commission (on behalf of the state of Idaho) are paid by the State Tax Commission into the Multistate Tax Compact Fund. The Multistate Tax Compact was formed to determine the tax liability of multistate taxpayers, promote uniformity or compatibility in tax systems, and facilitate taxpayer convenience and compliance in the filing of tax returns and avoid duplicative taxation across states (§63-3709, Idaho Code).				
3. Administration and Accounting Fund 0338-01	399,800	1.0%	448,400	226,600
The State Tax Commission is directed to retain funds for the Commission's cost of collecting and administering the moneys of certain income tax "Check Off" trust funds. For the following trust funds the annual amount is three thousand dollars (\$3,000) or twenty percent (20%), whichever is less (§63-3067A&B(d)): 1) the Fish and Game Trust Fund; 2) the Children's Trust Fund; 3) the Special Olympics Fund; 4) the Veterans' Support Fund; 5) the Red Cross Check-off Account; 6) the Guard and Reserve Family Support Fund; and 7) the Cooperative Welfare Fund.				
On other taxes, the State Tax Commission is authorized to retain an amount of money equal to the cost of collecting and administering them. The amount retained cannot exceed the amount authorized to be expended by appropriation. Those taxes are: 1) Idaho Travel and Convention Tax (0212) (§67-4718); 2) Illegal Drug Tax (0281) (§63-4209); 3) Boise Auditorium District (0630) (§67-4917C); 4) Petroleum Clean Water Trust Fund (0130) (§41-4909); 5) Local Option Sales Tax (0630) (§63-2605); 6) Wine Direct Shippers Fees (0630); and 7) Emergency Communications (§31-4818).				
4. Admin Services for Transportation Fund 0338-02	4,321,000	10.5%	4,079,000	4,352,800
The State Tax Commission retains funds from gasoline tax and special fuels tax receipts equal to the cost of collecting, administering, and enforcing the gasoline tax requirements. However, the amount cannot exceed the amount authorized to be expended by appropriation (gasoline: §63-2402 and §63-2405; special fuels: §63-2416 - §63-2417, Idaho Code).				
5. Seminars and Publications Fund 0401-00	142,800	0.3%	163,300	185,300
Fees, sales of educational materials, tax regulations and printed material, fees for copies, supplies, bad check charges, postage reimbursement, sales of maps, and sales to the public.				
6. Federal Grant Fund	0	0.0%	8,000	8,000
The Tax Commission receives intermittent grants from the federal government for project-specific work.				
Total	\$41,227,400	100.0%	\$38,016,500	\$40,974,700

State Tax Commission

Analyst: Bybee

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	447.00	30,962,200	38,016,500	447.00	30,962,200	38,016,500
Removal of One-Time Expenditures	0.00	(573,500)	(871,700)	0.00	(573,500)	(871,700)
Base Adjustments	0.00	0	(220,700)	0.00	0	(220,700)
FY 2016 Base	447.00	30,388,700	36,924,100	447.00	30,388,700	36,924,100
Benefit Costs	0.00	351,300	409,400	0.00	238,500	278,300
Inflationary Adjustments	0.00	65,500	77,000	0.00	65,500	77,000
Replacement Items	0.00	767,600	970,300	0.00	682,600	870,300
Statewide Cost Allocation	0.00	117,700	130,800	0.00	117,700	130,800
Change in Employee Compensation	0.00	195,200	230,300	0.00	568,500	667,800
FY 2016 Program Maintenance	447.00	31,886,000	38,741,900	447.00	32,061,500	38,948,300
1. GenTax Maintenance Agreement	0.00	1,062,500	1,250,000	0.00	0	0
2. Refund Fraud Prevention	8.00	816,500	960,800	2.00	103,900	122,200
3. Additional Publication Printing	0.00	0	22,000	0.00	0	22,000
FY 2016 Total	455.00	33,765,000	40,974,700	449.00	32,165,400	39,092,500
Change from Original Appropriation	8.00	2,802,800	2,958,200	2.00	1,203,200	1,076,000
% Change from Original Appropriation		9.1%	7.8%		3.9%	2.8%

State Tax Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	447.00	30,962,200	7,046,300	8,000	38,016,500

Removal of One-Time Expenditures

Removes \$233,300 in personnel costs for one-time CEC; \$13,200 in operating expenditures for network security equipment; and \$625,200 in capital outlay for computer equipment, automobiles, network switches, network storage and uninterruptable power supply batteries.

Agency Request	0.00	(573,500)	(298,200)	0	(871,700)
<i>Governor's Recommendation</i>	0.00	(573,500)	(298,200)	0	(871,700)

Base Adjustments

General Services, Audit Division, Revenue Operations

Request to reduce appropriation for the Administrative Fund because the City of Ketchum voted at their June council meeting to terminate their MOU with the Tax Commission for collection of local option taxes effective 9/30/14, and the expiration of the 10-year Nez Perce local option tax effective October 2014.

Agency Request	0.00	0	(220,700)	0	(220,700)
<i>Governor's Recommendation</i>	0.00	0	(220,700)	0	(220,700)

FY 2016 Base					
Agency Request	447.00	30,388,700	6,527,400	8,000	36,924,100
<i>Governor's Recommendation</i>	447.00	30,388,700	6,527,400	8,000	36,924,100

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	351,300	58,100	0	409,400
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	0.00	238,500	39,800	0	278,300
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Inflationary Adjustments

Contractual inflationary adjustment for rent is \$25,000 or a 1.2% increase above the FY 2015 base amount of \$2,045,600, and an 8.4% increase over FY 2014 actual expenditures at the Boise main office. Request also includes \$52,000 or a 7.5% increase above the FY 2015 base amount of \$693,375 for GenTax contractual maintenance. This is a 15.6% increase over FY 2014 actual expenditures of \$645,000.

Agency Request	0.00	65,500	11,500	0	77,000
<i>Governor's Recommendation</i>	0.00	65,500	11,500	0	77,000

Replacement Items

Request by program is as follows:

GENERAL SERVICES by fund source General Fund (75.9%), Multistate Tax Compact (7.4%), Administration Services for Transportation (16.7%) - a raised floor replacement for the computer room for \$100,000, 110 desktop computers (agency wide) for \$82,600, two high-end network servers for \$60,000, 36 laptop computers for \$39,600, four vehicles for \$87,600, ten network laser printers for \$15,000, four network switches for \$22,000, software replacement for \$100,000, SAN disc space for \$35,500, and 8 uninterruptable power supply batteries for \$3,200 for a program total of \$545,500.

REVENUE OPERATIONS by fund source General Fund (85%), Multistate Tax Compact (5%), Administration Services for Transportation (10%) - Two imaging machines for \$416,000.

PROPERTY TAX from the Seminars and Publications Fund, \$8,800 for 8 laptops.

Agency Request	0.00	767,600	202,700	0	970,300
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The Governor does not recommend \$100,000 for the computer room floor replacement.

<i>Governor's Recommendation</i>	0.00	682,600	187,700	0	870,300
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State Tax Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Statewide Cost Allocation					
This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Includes an increase of \$102,800 for Attorney General fees, a reduction of \$6,800 for risk management costs, an increase of \$18,800 for State Controller fees, and an increase of \$16,000 for State Treasurer fees, for a total increase of \$130,800 over the SWCAP base of \$1,456,300.					
Agency Request	0.00	117,700	13,100	0	130,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>117,700</i>	<i>13,100</i>	<i>0</i>	<i>130,800</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only.

Agency Request	0.00	195,200	35,100	0	230,300
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The Governor recommends a 3% increase in 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>568,500</i>	<i>99,300</i>	<i>0</i>	<i>667,800</i>
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FY 2016 Program Maintenance					
Agency Request	447.00	31,886,000	6,847,900	8,000	38,741,900
<i>Governor's Recommendation</i>	<i>447.00</i>	<i>32,061,500</i>	<i>6,878,800</i>	<i>8,000</i>	<i>38,948,300</i>

1. GenTax Maintenance Agreement

General Services

This request provides \$1,062,500 from the General Fund, \$62,500 from the Multistate Tax Compact Fund, and \$125,000 from the Administration Services for Transportation Fund (85%, 5%, 10% respectively) to increase the ongoing appropriation for the software maintenance agreement with GenTax. This maintenance agreement would keep the State Tax Commission on the current version of GenTax as new versions are released, and replace the need to have multi-year and multi-million dollar replacements. The appropriation to upgrade GenTax was provided in the FY 2014 budget at a cost of \$5.2 million. It was previously upgraded in FY 2006 for \$2.5 million. The current maintenance agreement for FY 2016 is \$745,000. If this line item is funded, it will double the annual maintenance owed in FY 2016, but ensures the Tax Commission has the latest version of GenTax, which comes with the added benefit of the most up-to-date security protection. [Ongoing]

Agency Request	0.00	1,062,500	187,500	0	1,250,000
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Not recommended by the Governor.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
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2. Refund Fraud Prevention

Audit Division, Revenue Operations

This request is to provide six positions in the Audit Division and two positions in the Revenue Operations Division to help prevent identity theft and refund fraud. The total request is for \$460,800 in personnel costs and \$500,000 in operating expenditures, of which \$250,000 is one-time. The ongoing portion of operating expenditures will be for maintenance of the GenTax software and the hosted data exchange to help the software identify possible fraudulent returns. The one-time costs are for programming and consulting help needed to implement the third party analytics. Once a return has been flagged by the software, the new positions will investigate the return and decide on the next steps. The cost for this request will be split 85% General Fund, 10% Administration Services for Transportation Fund, and 5% Multistate Tax Compact Fund.

Agency Request	8.00	816,500	144,300	0	960,800
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The Governor recommends 2.0 FTP and ongoing General Fund and dedicated funds in the Audit Division to address refund fraud and taxpayer identity theft. Additional staff are needed to manually review flagged accounts and addresses to reduce fraudulent returns. The Governor does not recommend a hosted data exchange module for GenTax 9.

<i>Governor's Recommendation</i>	<i>2.00</i>	<i>103,900</i>	<i>18,300</i>	<i>0</i>	<i>122,200</i>
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State Tax Commission

Analyst: Bybee

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. Additional Publication Printing					
			General Services, Revenue Operations		
This request is to print additional materials for property tax classes, educational bulletins for sales tax regulations, and other educational materials for the public. In FY 2014, the Seminars and Publications Fund had a beginning balance of \$124,500 and collected \$169,500. Total expenditures were \$140,600 leaving an ending balance of \$151,200. This request is for ongoing spending authority from operating expenditures.					
Agency Request	0.00	0	22,000	0	22,000
Governor's Recommendation	0.00	0	22,000	0	22,000
FY 2016 Total					
Agency Request	455.00	33,765,000	7,201,700	8,000	40,974,700
Governor's Recommendation	449.00	32,165,400	6,919,100	8,000	39,092,500
Agency Request					
Change from Original App	8.00	2,802,800	155,400	0	2,958,200
% Change from Original App	1.8%	9.1%	2.2%	0.0%	7.8%
Governor's Recommendation					
Change from Original App	2.00	1,203,200	(127,200)	0	1,076,000
% Change from Original App	0.4%	3.9%	(1.8%)	0.0%	2.8%

Secretary of State

Analyst: Hoskins

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY PROGRAM					
Administration	1,950,400	1,848,000	2,332,400	2,135,900	2,154,400
Commission on Uniform State Laws	41,000	41,000	41,000	44,600	44,600
Total:	1,991,400	1,889,000	2,373,400	2,180,500	2,199,000
BY FUND CATEGORY					
General	1,991,400	1,889,000	2,373,400	2,180,500	2,199,000
Percent Change:		(5.1%)	25.6%	(8.1%)	(7.3%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,671,100	1,560,000	1,739,600	1,855,700	1,874,200
Operating Expenditures	320,300	325,800	608,600	324,800	324,800
Capital Outlay	0	3,200	25,200	0	0
Total:	1,991,400	1,889,000	2,373,400	2,180,500	2,199,000
Full-Time Positions (FTP)	27.00	27.00	27.00	27.00	27.00

Department Description

The Secretary of State is one of seven statewide elected officials in Idaho. The officeholder's constitutional and statutory responsibilities include membership on the State Board of Land Commissioners and the Board of Examiners. There are two budgeted programs and one continuously appropriated program in the Office of the Secretary of State:

ADMINISTRATION

The Administration Program performs all the constitutional and statutory functions of the Office of the Secretary of State, including registering the official acts of the Legislature and the Governor; administering and certifying elections; maintaining a registry of tort claims, extraditions, deeds, official oaths, and gubernatorial appointments; administering the Sunshine Law; and maintaining and operating the Centralized Uniform Commercial Code as it relates to state, commercial, and farm product filings. [Statutory Authority: Section 67-901, Idaho Code]

COMMISSION ON UNIFORM STATE LAWS

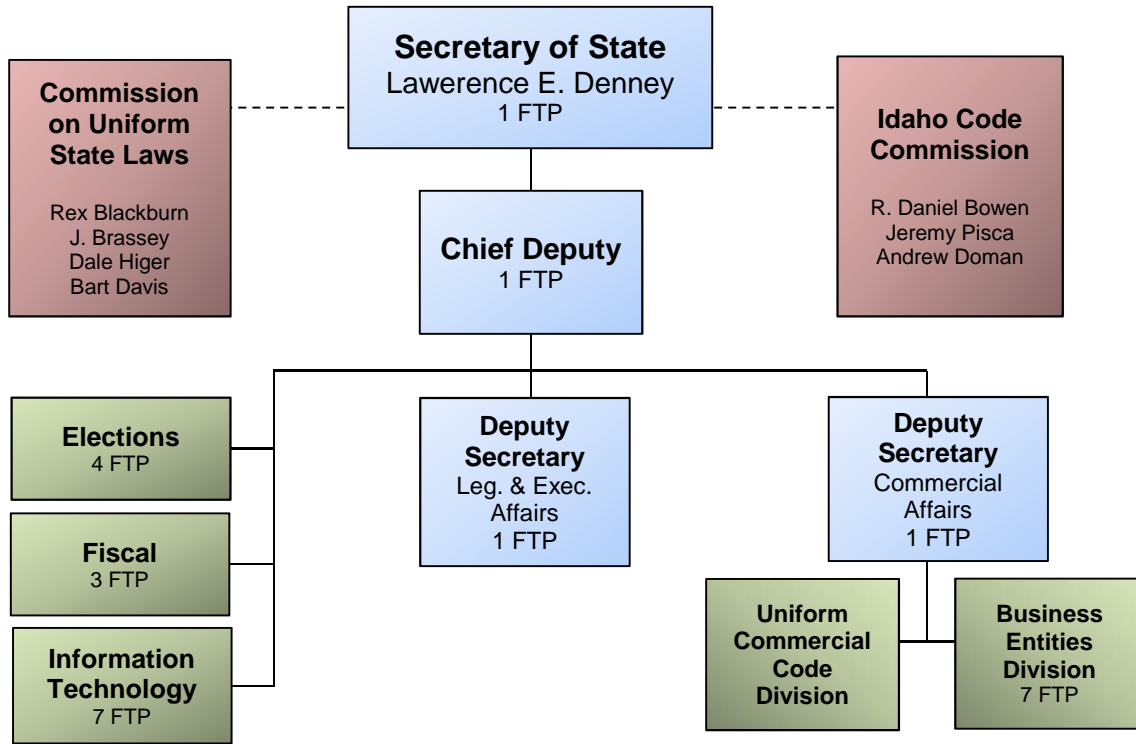
The Commission on Uniform State Laws is composed of four members who are appointed by the Governor. The commission studies proposed uniform laws and drafts legislation for consideration by the Idaho Legislature where uniformity among state laws is desirable. [Statutory Authority: Section 67-1701, Idaho Code]

IDAHO CODE COMMISSION

The budget for the Idaho Code Commission is continuously appropriated. The three-member commission, of which the Secretary of State is the ex-officio secretary, is responsible for compiling the Idaho Code annually. [Statutory Authority: Section 73-201, Idaho Code]

Secretary of State Agency Profile

Analyst: Hoskins



FY 2014 Actual Expenditures From Continuously Appropriated Funds	0120-04 Consolidated Elections	0348-27 Democracy	0349-33 Health Care Directive
Beginning Free Fund Balance	\$1,317,900	\$3,108,300	\$36,200
Revenues & Transfers In	\$0	\$131,300	\$100
Expenditures & Transfers Out	\$160,500	\$1,311,900	\$2,800
Ending Fund Balance	\$1,157,400	\$1,927,700	\$33,500

- In FY 2014, the Secretary of State's Office collected \$2,701,600 in revenue from: corporate licenses; Uniform Commercial Code (UCC) lien filings; notary, elections, trademark, and lobbyist fees; and the sale of copies of the Idaho Blue Book. These moneys were transferred to the General Fund.
- The Idaho Code Commission is continuously appropriated from dedicated funds provided by certain court fees (Section 73-213, Idaho Code). FY 2014 expenditures were \$405,132.

Secretary of State

Comparative Summary

Analyst: Hoskins

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	27.00	2,373,400	2,373,400	27.00	2,373,400	2,373,400
Removal of One-Time Expenditures	0.00	(366,300)	(366,300)	0.00	(366,300)	(366,300)
FY 2016 Base	27.00	2,007,100	2,007,100	27.00	2,007,100	2,007,100
Benefit Costs	0.00	24,700	24,700	0.00	16,900	16,900
Statewide Cost Allocation	0.00	400	400	0.00	400	400
Annualizations	0.00	400	400	0.00	400	400
Change in Employee Compensation	0.00	14,300	14,300	0.00	40,900	40,900
FY 2016 Program Maintenance	27.00	2,046,900	2,046,900	27.00	2,065,700	2,065,700
1. Publication of Idaho Blue Book	0.00	40,000	40,000	0.00	40,000	40,000
2. Deputy Secretary Position	0.00	90,000	90,000	0.00	89,700	89,700
3. Conference Costs	0.00	3,600	3,600	0.00	3,600	3,600
FY 2016 Total	27.00	2,180,500	2,180,500	27.00	2,199,000	2,199,000
Change from Original Appropriation	0.00	(192,900)	(192,900)	0.00	(174,400)	(174,400)
% Change from Original Appropriation		(8.1%)	(8.1%)		(7.3%)	(7.3%)

Secretary of State

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation					
	27.00	2,373,400	0	0	2,373,400

Removal of One-Time Expenditures

This adjustment removes one-time spending authority consisting of the following: \$13,300 in personnel costs for Change in Employee Compensation (CEC); \$300,000 in operating expenditures for election costs; \$27,800 in operating expenditures for software upgrades; and \$25,200 in capital outlay for replacement items (14 personal computers).

Agency Request	0.00	(366,300)	0	0	(366,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(366,300)</i>	<i>0</i>	<i>0</i>	<i>(366,300)</i>

FY 2016 Base					
Agency Request	27.00	2,007,100	0	0	2,007,100
<i>Governor's Recommendation</i>	<i>27.00</i>	<i>2,007,100</i>	<i>0</i>	<i>0</i>	<i>2,007,100</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	24,700	0	0	24,700
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>16,900</i>	<i>0</i>	<i>0</i>	<i>16,900</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$100 decrease in risk management fees and a \$500 increase in State Controller fees.

Agency Request	0.00	400	0	0	400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>400</i>	<i>0</i>	<i>0</i>	<i>400</i>

Annualizations

Funding is requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The Secretary of State's pay increased on January 1, 2015 by 1.5%, from \$101,150 to \$102,667 annually, and this adjustment funds the increase from July 1, 2015 through December 31, 2015.

Agency Request	0.00	400	0	0	400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>400</i>	<i>0</i>	<i>0</i>	<i>400</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. Of the total amount, \$1,000 is requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The Secretary of State's pay will increase on January 1, 2016 by 1.5%, from \$102,667 to \$104,207 annually.

Agency Request	0.00	14,300	0	0	14,300
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The Governor recommends a 3% increase in compensation, distributed on merit.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>40,900</i>	<i>0</i>	<i>0</i>	<i>40,900</i>
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FY 2016 Program Maintenance					
Agency Request	27.00	2,046,900	0	0	2,046,900
<i>Governor's Recommendation</i>	<i>27.00</i>	<i>2,065,700</i>	<i>0</i>	<i>0</i>	<i>2,065,700</i>

1. Publication of Idaho Blue Book

Secretary of State

The Secretary of State is requesting \$40,000 in one-time spending authority from the General Fund for operating expenditures to offset the cost of publishing the Idaho Blue Book. The Secretary of State is required to publish this book biennially pursuant to Section 67-915, Idaho Code. The Idaho Blue Book is a comprehensive reference of Idaho civic history used by schools, citizens, and legislators.

Agency Request	0.00	40,000	0	0	40,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>40,000</i>	<i>0</i>	<i>0</i>	<i>40,000</i>

Secretary of State

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Deputy Secretary Position					Secretary of State
<p>The agency requests ongoing personnel costs to fill a vacant and unfunded position. The position is deputy secretary of state for commercial affairs, and its responsibilities include keeping statutes current and proposing legislation that is required to meet the needs of the office in interacting with the business community. This position has been vacant since November 30, 2009, when the prior deputy retired. During the last legislative session, the agency requested \$71,000 for the same purpose but the line item was neither recommended by the Governor nor appropriated by the Legislature. Of the total amount requested, \$64,700 is for salary and \$25,300 is for benefits.</p>					
Agency Request	0.00	90,000	0	0	90,000
<p><i>The difference between the amount requested and recommended is due to the reduced cost of health insurance premiums, based upon the most recent actuarial estimate.</i></p>					
Governor's Recommendation	0.00	89,700	0	0	89,700
3. Conference Costs					Commission on Uniform State Laws
<p>The agency requests \$3,600 in ongoing operating expenditures for all four members of the Commission on Uniform State Laws to attend the annual National Conference of Commissioners on Uniform State Laws, which will be held in Williamsburg, VA. Costs include \$2,400 for registration; \$1,632 for meals; \$6,467 for hotel; \$1,956 for airfare; \$32,000 for annual dues; and \$150 for workers' compensation. The commission already has \$41,000 in its base, so this request reflects additional funds needed to meet the projected costs of attending the conference.</p>					
Agency Request	0.00	3,600	0	0	3,600
<p><i>The Governor recommends funding on a one-time basis.</i></p>					
Governor's Recommendation	0.00	3,600	0	0	3,600
FY 2016 Total					
Agency Request	27.00	2,180,500	0	0	2,180,500
Governor's Recommendation	27.00	2,199,000	0	0	2,199,000
Agency Request					
Change from Original App	0.00	(192,900)	0	0	(192,900)
% Change from Original App	0.0%	(8.1%)			(8.1%)
Governor's Recommendation					
Change from Original App	0.00	(174,400)	0	0	(174,400)
% Change from Original App	0.0%	(7.3%)			(7.3%)

Idaho Legislative Budget Book

State Treasurer

2015 Legislative Session

State Treasurer 6 - 167

Idaho Millennium Fund 6 - 173

State Treasurer

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY DIVISION					
State Treasurer	3,312,100	3,232,900	3,578,100	3,859,700	3,888,700
Idaho Millennium Fund	713,600	713,600	1,162,100	9,477,300	8,916,100
Total:	4,025,700	3,946,500	4,740,200	13,337,000	12,804,800
BY FUND CATEGORY					
General	1,355,500	1,329,600	1,394,300	1,404,700	1,415,300
Dedicated	2,670,200	2,616,900	3,345,900	11,932,300	11,389,500
Total:	4,025,700	3,946,500	4,740,200	13,337,000	12,804,800
Percent Change:		(2.0%)	20.1%	181.4%	170.1%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,168,200	1,942,600	2,244,300	2,270,600	2,299,600
Operating Expenditures	1,143,900	1,167,700	1,333,800	1,589,100	1,589,100
Capital Outlay	0	122,600	0	0	0
Lump Sum	713,600	713,600	1,162,100	9,477,300	8,916,100
Total:	4,025,700	3,946,500	4,740,200	13,337,000	12,804,800
Full-Time Positions (FTP)	26.00	26.00	26.00	26.00	26.00

Department Description

STATE TREASURER: The State Treasurer is one of seven statewide elected officials in Idaho. It is the responsibility of the State Treasurer to serve as the banker for all Idaho agencies and to act as custodian of the public school endowment funds. The constitutional and statutory duties of the office include: (1) receiving all revenues and fees due to the state; (2) depositing funds in banks throughout Idaho; (3) paying all accounts; (4) investing surplus moneys not needed for day-to-day operations; and (5) administering Idaho's unclaimed property statutes. [Statutory Authority: Section 67-1201 et seq., Idaho Code]

IDAHO MILLENNIUM FUND: The Idaho Millennium Fund is the repository of all funds received by the state of Idaho under the Master Tobacco Settlement Agreement reached between states and tobacco product manufacturers. These three funds are managed and invested by the State Treasurer.

(1) The Idaho Millennium Permanent Endowment Fund consists of eighty percent of moneys received each year by the state of Idaho on and after January 1, 2007, pursuant to the master settlement agreement entered into between tobacco product manufacturers and the state, and any other moneys that may be appropriated or otherwise directed to the fund. Each year the State Treasurer is to distribute five percent (5%) of the fund's average monthly fair market value for the first twelve months of the preceding twenty-four months, to the Idaho Millennium Income Fund, providing that the distribution does not exceed the fund's fair market value on the first business day of July.

(2) The Idaho Millennium Fund consists of twenty percent (20%) of moneys received each year by the state of Idaho on and after January 1, 2007 pursuant to the master settlement agreement entered into between tobacco product manufacturers and the state, and any other moneys that may be appropriated or otherwise directed to the fund. Each year the State Treasurer is to distribute five percent (5%) of the fund's average monthly fair market value for the first twelve months of the preceding twenty-four months, to the Idaho Millennium Income Fund, providing that the distribution does not exceed the fund's fair market value on the first business day of July. The balance in this fund is never to exceed \$100 million and any amount in excess is to be transferred to the permanent endowment.

(3) The Idaho Millennium Income Fund consists of distributions from the Idaho Millennium Permanent Endowment Fund, the Idaho Millennium Fund and such moneys that may be provided by legislative appropriations. The income fund is managed by the State Treasurer and retains its own earnings. The uses of this fund are determined by legislative appropriation.

State Treasurer

Analyst: Hoskins

Historical Summary

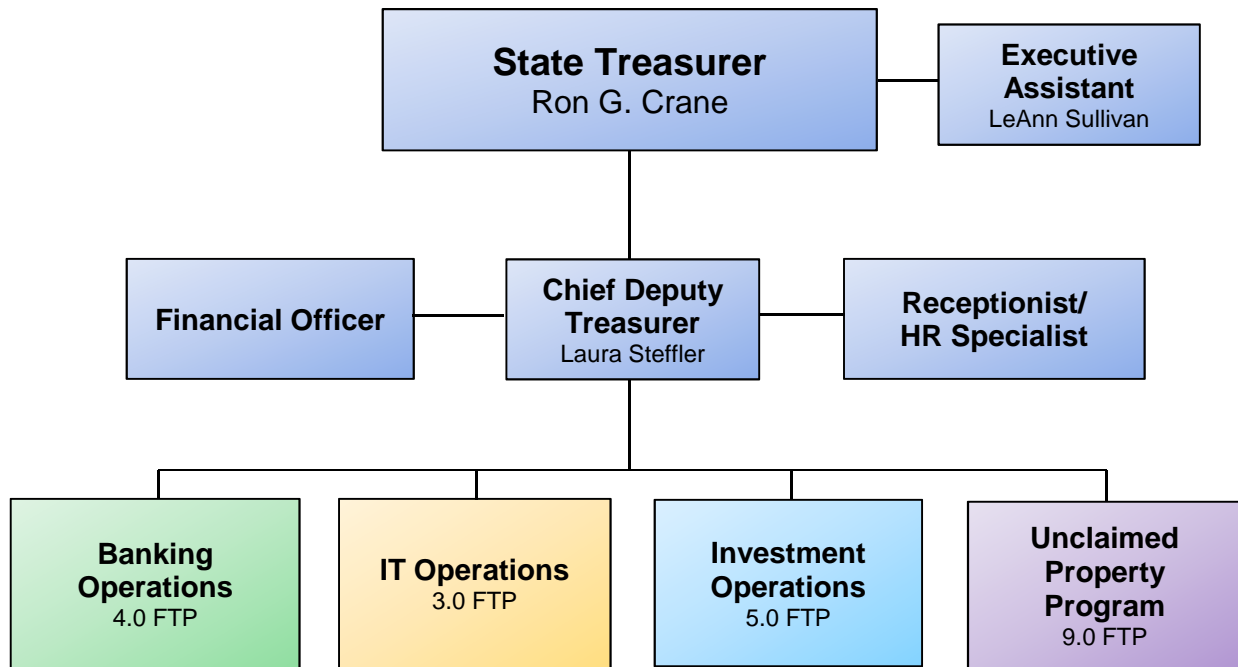
OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
General	1,355,500	1,329,600	1,394,300	1,404,700	1,415,300
Dedicated	1,956,600	1,903,300	2,183,800	2,455,000	2,473,400
Total:	3,312,100	3,232,900	3,578,100	3,859,700	3,888,700
Percent Change:		(2.4%)	10.7%	7.9%	8.7%
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,168,200	1,942,600	2,244,300	2,270,600	2,299,600
Operating Expenditures	1,143,900	1,167,700	1,333,800	1,589,100	1,589,100
Capital Outlay	0	122,600	0	0	0
Total:	3,312,100	3,232,900	3,578,100	3,859,700	3,888,700
Full-Time Positions (FTP)	26.00	26.00	26.00	26.00	26.00

Division Description

The State Treasurer is one of seven statewide elected officials in Idaho. It is the responsibility of the State Treasurer to serve as the banker for all Idaho agencies and to act as custodian of the public school endowment funds. The constitutional and statutory duties of the office include: (1) receiving all revenues and fees due to the state; (2) depositing funds in banks throughout Idaho; (3) paying all accounts; (4) investing surplus moneys not needed for day-to-day operations; and (5) administering Idaho's unclaimed property statutes. [Statutory Authority: Section 67-1201 et seq., Idaho Code]

State Treasurer Agency Profile

Analyst: Hoskins



FY 2014 Actual Expenditures

Fund	Beginning Free Fund Balance	Revenue/ Transfers In	Expenditures/ Transfers Out	Ending Free Fund Balance
0292-01 IBBA Admin	\$217,400	\$133,600	\$30,400	\$320,600
0475-06 Local Gov't Inv. Pool	\$139,400	\$500,300	\$492,800	\$146,900
0475-07 Professional Svcs	\$338,500	\$365,000	\$507,200	\$196,300
0499-00 Millennium Income*	\$3,408,300	\$7,258,200	\$6,568,900	\$4,097,600
0505-00 College Savings	\$260,500	\$166,200	\$156,300	\$270,400
0518-01 Unclaimed Property	\$235,600	\$6,692,100	\$6,677,700	\$250,000
0518-02 Escheat Trust	\$107,500	\$7,600	\$0	\$115,100

*The Ending Free Fund Balance of \$4,097,600 was transferred to the Millennium Permanent Endowment Fund, effective July 1, 2014, leaving this fund with an FY 2015 Beginning Free Fund Balance of zero.

State Treasurer

Comparative Summary

Analyst: Hoskins

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	26.00	1,394,300	3,578,100	26.00	1,394,300	3,578,100
Reappropriation	0.00	0	22,300	0.00	0	22,300
FY 2015 Total Appropriation	26.00	1,394,300	3,600,400	26.00	1,394,300	3,600,400
Removal of One-Time Expenditures	0.00	(6,200)	(40,000)	0.00	(6,200)	(40,000)
FY 2016 Base	26.00	1,388,100	3,560,400	26.00	1,388,100	3,560,400
Benefit Costs	0.00	8,300	24,300	0.00	5,700	16,700
Statewide Cost Allocation	0.00	300	2,900	0.00	300	2,900
Annualizations	0.00	400	400	0.00	400	400
Change in Employee Compensation	0.00	7,600	19,300	0.00	20,800	55,900
FY 2016 Program Maintenance	26.00	1,404,700	3,607,300	26.00	1,415,300	3,636,300
1. Annual Third-Party Audit & Testing	0.00	0	60,000	0.00	0	60,000
2. Direct Appropriation for Bank Fees	0.00	0	192,400	0.00	0	192,400
Budget Law Exceptions	0.00	0	0	0.00	0	0
FY 2016 Total	26.00	1,404,700	3,859,700	26.00	1,415,300	3,888,700
Change from Original Appropriation	0.00	10,400	281,600	0.00	21,000	310,600
% Change from Original Appropriation		0.7%	7.9%		1.5%	8.7%

State Treasurer

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	26.00	1,394,300	2,183,800	0	3,578,100

Reappropriation

The State Treasurer was authorized to reappropriate or carryover the unencumbered and unspent appropriation balance in the Local Government Investment Pool (LGIP) Fund from FY 2014 into FY 2015. Of the total amount, \$6,800 in personnel costs and \$15,500 in operating expenditures was reappropriated for FY 2015. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	22,300	0	22,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>22,300</i>	<i>0</i>	<i>22,300</i>

FY 2015 Total Appropriation					
Agency Request	26.00	1,394,300	2,206,100	0	3,600,400
<i>Governor's Recommendation</i>	<i>26.00</i>	<i>1,394,300</i>	<i>2,206,100</i>	<i>0</i>	<i>3,600,400</i>

Removal of One-Time Expenditures

Removes reappropriation of \$22,300 in carryover funds from the LGIP Fund as well as spending authority for the one-time Change in Employee Compensation (CEC) in the amount of \$17,700.

Agency Request	0.00	(6,200)	(33,800)	0	(40,000)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>(6,200)</i>	<i>(33,800)</i>	<i>0</i>	<i>(40,000)</i>

FY 2016 Base					
Agency Request	26.00	1,388,100	2,172,300	0	3,560,400
<i>Governor's Recommendation</i>	<i>26.00</i>	<i>1,388,100</i>	<i>2,172,300</i>	<i>0</i>	<i>3,560,400</i>

Benefit Costs

Reflects changes in employer-paid benefit costs including a 9% increase in health insurance premiums (\$950 per eligible FTP) and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	8,300	16,000	0	24,300
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Based upon the most recent actuarial estimate the Governor recommends a \$650 increase per eligible FTP.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>5,700</i>	<i>11,000</i>	<i>0</i>	<i>16,700</i>
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Statewide Cost Allocation

This request includes adjustments to recover the costs of services provided by other agencies in accordance with federal and state guidelines on cost allocation. This adjustment reflects a \$400 decrease in risk management fees, a \$1,300 increase in State Controller fees, and a \$2,000 increase in State Treasurer fees.

Agency Request	0.00	300	2,600	0	2,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>300</i>	<i>2,600</i>	<i>0</i>	<i>2,900</i>

Annualizations

Funding is requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The State Treasurer's pay increased on January 1, 2015 by 1.5%, from \$101,150 to \$102,667 annually, and this adjustment funds the increase from July 1, 2015 through December 31, 2015.

Agency Request	0.00	400	0	0	400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>400</i>	<i>0</i>	<i>0</i>	<i>400</i>

Change in Employee Compensation

Agencies were directed to include the costs of a 1% salary increase for all employees and is intended for calculation purposes only. Of the total amount, \$1,000 in General Funds is also requested for the constitutional officers' pay increase authorized by the 2014 Legislature in Session Laws, Chapter 356. The State Treasurer's pay will increase on January 1, 2016 by 1.5%, from \$102,667 to \$104,207 annually.

Agency Request	0.00	7,600	11,700	0	19,300
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The Governor recommends a 3% increase in compensation, distributed on merit.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>20,800</i>	<i>35,100</i>	<i>0</i>	<i>55,900</i>
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State Treasurer

Analyst: Hoskins

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2016 Program Maintenance					
Agency Request	26.00	1,404,700	2,202,600	0	3,607,300
<i>Governor's Recommendation</i>	<i>26.00</i>	<i>1,415,300</i>	<i>2,221,000</i>	<i>0</i>	<i>3,636,300</i>

1. Annual Third-Party Audit & Testing

The State Treasurer is requesting an ongoing appropriation to enlist a third-party to offer an opinion annually as to whether the State Treasurer's financial statements are presented in conformance with United States Generally Accepted Accounting Principles (GAAP). The third-party would also provide testing of the pooled accounting system, a separate service. This line item requests an increase in operating expenditures in the amount of \$20,000 from the Local Government Investment Pool (LGIP) Fund and \$40,000 from the Professional Services Fund. The agency expects the audit to cost \$36,100 and the testing to cost \$7,500. The agency indicates it has requested \$60,000 for these services, as opposed to \$43,600, because it expects the fees to increase in the future.

ANALYST COMMENT:

The LGIP is a voluntary, short-term investment pool for external participants, i.e., local political subdivisions. The Idle Pool is a compulsory, short-term investment pool for internal participants, i.e., state agencies, and consists of General Fund moneys and dedicated agency funds. The Diversified Bond Fund (DBF) is a voluntary, long-term investment pool alternative for both internal and external participants.

The LGIP Fund consists of administrative fees deducted from earnings on LGIP investments. The Professional Services Fund likewise consists of administrative fees deducted from earnings on the investment of the Idle Pool and DBF. The administrative fee amounts are based on the respective appropriation amounts of the LGIP Fund and the Professional Services Fund. Thus, any increase in the appropriation to either of these funds would result in a corresponding increase in administrative fees and, ultimately, a relative decrease in the net earnings of the respective investment pools.

The Legislative Audits Division of the Legislative Services Office (LSO) currently receives a General Fund appropriation to annually conduct an audit of the state's Comprehensive Annual Financial Report (CAFR) and to perform the annual Federal Single Audit required by federal regulations. The CAFR presents the state's basic financial statements. The investment pools are reflected in the basic financial statements as either pooled cash and investments (Idle Pool) or investment trust funds (LGIP and DBF) and are not broken out into separate financial statements. The State Treasurer will prepare stand-alone financial statements for the investment pools, which will then be audited by the third-party.

According to the agency, the preparation of the stand-alone financial statements for the investment pools will provide greater accessibility and transparency to the pools' internal and external participants. Furthermore, because the investment pools' financial statements are to be audited by a third-party, less verification will be required of LSO during its CAFR audit. Yet, without detailed verification during the annual CAFR audit, the workload of LSO's Management Reviews may increase as they pertain to the investment pools.

Agency Request	0.00	0	60,000	0	60,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>60,000</i>	<i>0</i>	<i>60,000</i>

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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2. Direct Appropriation for Bank Fees

This is a request for a direct appropriation to pay bank account fees from the Professional Services Fund, as opposed to using interest earnings on bank account balances and/or earnings on the investment of idle funds to offset the fees. Since FY 2008, the annual amount of interest earnings on bank account balances has dropped, approximately, from \$1,142,100 to \$5,700. The average annual bank fee amount since FY 2008, however, has been approximately \$628,300. The agency currently has a General Fund appropriation in the amount of \$435,900 for bank fees. To make up the difference, the State Treasurer has used deductions from net earnings on the investment of idle funds. The request of \$192,400 in ongoing operating expenditures would, instead, be used to cover the difference.

This line item would have a net-zero effect on agency fund and General Fund balances. Regardless of whether the fees are paid with deductions from investment earnings or with a direct appropriation, the result would be the same—earnings on idle fund investments would be reduced by equal amounts. In the former case, the cash used to pay the bank fees is deducted from earnings on the investment of idle funds. In the latter, the cash used to support the appropriation to the Professional Services Fund, from which the bank fees are to be paid, is derived from administrative fees that are deducted from those earnings. Nonetheless, the agency states that this request will increase transparency and simplify its payment process. The additional appropriation would only be used to pay bank fees and any remaining balances would be reverted.

Agency Request	0.00	0	192,400	0	192,400
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>192,400</i>	<i>0</i>	<i>192,400</i>

Budget Law Exceptions

The agency requests the following legislative intent language to be included in its FY 2016 appropriation bill:

STATE TREASURER LGIP FUND REAPPROPRIATION AUTHORITY. There is hereby reappropriated to the State Treasurer any unexpended and unencumbered balances of moneys in the State Treasurer Local Government Investment Pool Fund as appropriated for fiscal year 2015, to be used for nonrecurring expenditures, for the period July 1, 2015, through June 30, 2016.

CONFERENCE-RELATED ACTIVITIES. It is the intent of the Legislature that no more than \$10,000 from the General Fund, as appropriated in Section 1 of this act, shall be spent on various conference-related activities, including sponsorships, in-kind donations, and information booths. No moneys appropriated in Section 1 of this act from dedicated funds shall be used for conference-related activities unless otherwise provided for in Idaho Code; provided however, that in no event shall more than a total of \$10,000 from any fund source or combination thereof be used for said conference-related activities.

PAYMENT OF BANK SERVICE FEES. Of the amount appropriated in Section 1 of this act, \$435,900 from the General Fund and \$192,400 from the Professional Services Fund (0475-07) or so much thereof as is necessary, is to be used solely and only for the payment of bank service fees for the period July 1, 2015, through June 30, 2016.

Agency Request	0.00	0	0	0	0
<i>The Governor defers to the Legislature regarding the request for exemptions from object and program transfer limitations found in Section 67-3511, Idaho Code.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2016 Total					
Agency Request	26.00	1,404,700	2,455,000	0	3,859,700
<i>Governor's Recommendation</i>	<i>26.00</i>	<i>1,415,300</i>	<i>2,473,400</i>	<i>0</i>	<i>3,888,700</i>
Agency Request					
Change from Original App	0.00	10,400	271,200	0	281,600
% Change from Original App	0.0%	0.7%	12.4%		7.9%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>0.00</i>	<i>21,000</i>	<i>289,600</i>	<i>0</i>	<i>310,600</i>
<i>% Change from Original App</i>	<i>0.0%</i>	<i>1.5%</i>	<i>13.3%</i>		<i>8.7%</i>

Idaho Millennium Fund

Analyst: Tatro

Historical Summary

OPERATING BUDGET	FY 2014 Total App	FY 2014 Actual	FY 2015 Approp	FY 2016 Request	FY 2016 Gov Rec
BY FUND CATEGORY					
Dedicated	713,600	713,600	1,162,100	9,477,300	8,916,100
Percent Change:		0.0%	62.9%	715.5%	667.2%
BY OBJECT OF EXPENDITURE					
Lump Sum	713,600	713,600	1,162,100	9,477,300	8,916,100

Division Description

TOBACCO SETTLEMENT BACKGROUND

In 1998, 46 states reached an agreement with the largest tobacco manufacturers ending a legal battle between the states and the industry that began in 1994. Although the payments are expected in perpetuity, the agreement requires the tobacco manufacturers to pay Idaho approximately \$790 million over the first 25 years.

MILLENNIUM FUND ENABLING LEGISLATION

The Idaho Millennium Fund was established by the Legislature in 2000 as an endowment fund structure to receive, invest and disburse funds received by the state of Idaho under the Tobacco Master Settlement Agreement reached between participating states and tobacco product manufacturers. This fund preserves the long-term capital value of these moneys through a distribution rule which provides that five percent of the fund's average market value is made available for legislative appropriation each fiscal year. Fund investments are managed by the State Treasurer.

CONSTITUTIONAL AMENDMENT

Senate Joint Resolution 107, approved by voters in November 2006, amended the state Constitution to establish a permanent Idaho Millennium Endowment Fund and mandated that 80% of future tobacco settlement payments be placed into the permanent endowment fund and that the remaining 20% be placed into the existing Idaho Millennium Fund. Annual distributions from both of these funds are made to the Idaho Millennium Income Fund, which is subject to appropriation. The amendment also established a cap of \$100 million on the Idaho Millennium Fund. Once the cap is reached, tobacco settlement receipts and earnings in excess of the \$100 million cap will be transferred annually to the Idaho Millennium Permanent Endowment Fund.

MILLENNIUM INCOME FUND GRANTS

In 2002, HB 486a created the Joint Millennium Fund Committee, made up of five members of the Senate and five members of the House of Representatives and charged with reviewing grant applications and providing a funding recommendation to the Legislature. There is no specification in law with regard to how the moneys in the Millennium Fund shall be used, but the Joint Millennium Fund Committee has chosen to only consider applications for programs and projects directly related to one or more of the following: (1) tobacco cessation or prevention; (2) substance abuse cessation or prevention; or (3) tobacco or substance abuse related disease treatment. In addition, the committee has determined that funds may not be used for permanent capital improvements or organizational start-up costs.

APPROPRIATIONS/REQUEST

The appropriated amount in the Millennium Fund budget only represents moneys appropriated to non-state organizations. Millennium Fund moneys appropriated to state agencies are transferred by the State Controller from the Millennium Income Fund to the agency, and are reflected in each individual agency budget.

Idaho Millennium Fund

Agency Profile

Analyst: Tatro

Idaho Millennium Permanent Endowment Fund (0545) Analysis

Fiscal Year	Beginning Market Value	Settlement Deposits	Transfers from Millennium Fund (0540)	Interest & Earnings	Transfers to Income Fund (0499)	Ending Market Value
2000	0	0	0	0	0	0
2001	0	0	0	0	0	0
2002	0	0	0	0	0	0
2003	0	0	0	0	0	0
2004	0	0	0	0	0	0
2005	0	0	0	0	0	0
2006	0	0	0	0	0	0
2007	0	17,640,532	10,000,000	454,070	0	28,094,602
2008	28,094,602	22,802,728	0	2,296	0	50,899,626
2009	50,899,626	24,771,612	0	(8,181,051)	(474,559)	67,015,628
2010	67,015,628	20,791,657	0	5,530,576	(1,729,866)	91,607,995
2011	91,607,995	19,555,587	0	21,399,579	(2,374,778)	130,188,383
2012	130,188,383	19,937,780	161,000	1,043,075	(3,950,037)	147,380,201
2013	147,380,201	19,929,915	0	17,887,327	(5,457,980)	179,739,463
2014	179,739,463	21,960,475	0	18,056,905	(6,446,586)	211,349,781
2015	227,026,669	20,000,000	0	15,740,549	(7,948,571)	254,818,648
2016 *	254,818,648	20,000,000	0	12,742,763	(9,836,840)	277,724,571
2017 *	277,724,571	20,000,000	0	13,818,429	(11,718,007)	299,824,993
2018 *	299,824,993	20,000,000	0	14,891,852	(12,837,524)	321,879,320
2019 *	321,879,320	20,000,000	0	15,964,931	(13,917,673)	343,926,579
2020 *	343,926,579	20,000,000	0	17,037,763	(14,995,568)	365,968,774
2021 *	365,968,774	20,000,000	0	18,110,354	(16,073,118)	388,006,010
2022 *	388,006,010	20,000,000	0	19,182,704	(17,150,421)	410,038,294
2023 *	410,038,294	20,000,000	0	20,254,813	(18,227,481)	432,065,626
2024 *	432,065,626	20,000,000	0	21,326,681	(19,304,299)	454,088,009
2025 *	454,088,009	20,000,000	0	22,398,309	(20,380,875)	476,105,442
TOTAL		387,390,286	10,161,000	247,661,926	(182,824,182)	

*SETTLEMENT DEPOSITS. The State Treasurer's Office projects tobacco settlement cash receipts of around \$25 million per year from FY 2012 through FY 2025. Of that amount, \$20 million is to be deposited into the Millennium Permanent Endowment Fund (0545) and \$5 million into the Millennium Fund (0540), per Idaho Code.

INTEREST & EARNINGS. Projected earnings assume a 5.0% return on investment from FY 2013 forward.

The Idaho Millennium Permanent Endowment Fund consists of eighty percent of moneys received each year by the state of Idaho on and after January 1, 2007, pursuant to the master settlement agreement entered into between tobacco product manufacturers and the state, and any other moneys that may be appropriated or otherwise directed to the fund.

Each year, the State Treasurer is to distribute five percent of the fund's average monthly fair market value for the first twelve months of the preceding twenty-four months, to the Idaho Millennium Income Fund, providing that the distribution does not exceed the fund's fair market value on the first business day of July.

Idaho Millennium Fund Agency Profile

Analyst: Tatro

Idaho Millennium Fund (0540) Analysis

Fiscal Year	Beginning Market Value	Settlement Deposits	Transfers to Other Funds	Transfers to Endowment Fund (0545)	Interest & Earnings	Transfers to Income Fund (0499)	Ending Market Value
2000	0	29,728,524	0	0	495,789	(386,959)	29,837,354
2001	29,837,354	22,751,124	0	0	966,577	(1,729,535)	51,825,520
2002	51,825,520	26,602,063	(19,335,604)	0	(7,327,501)	(2,438,933)	49,325,545
2003	49,325,545	26,653,835	(70,311,509)	0	(724,805)	(4,943,065)	0
2004	0	22,818,949	0	0	(61,929)	0	22,757,020
2005	22,757,020	23,151,453	0	0	621,571	(1,941,119)	44,588,925
2006	44,588,925	21,253,142	0	0	2,138,244	(284,669)	67,695,642
2007	67,695,642	4,605,075	0	(10,000,000)	3,418,332	(1,360,348)	64,358,701
2008	64,358,701	5,700,682	0	0	2,840,943	(2,533,638)	70,366,688
2009	70,366,688	6,192,903	0	0	1,200,821	(3,553,869)	74,206,543
2010	74,206,543	5,197,914	0	0	809,811	(3,247,393)	76,966,875
2011	76,966,875	4,888,897	(4,898,000)	0	1,098,409	(3,467,581)	74,588,601
2012	74,588,601	4,984,445	(63,088,100)	0	1,298,662	(3,627,698)	14,155,910
2013	14,155,910	4,982,479	0	0	54,362	(3,700,511)	15,492,239
2014	15,492,239	5,490,119	0	0	128,675	(791,804)	19,829,110
2015	20,250,067	5,000,000	0	0	207,823	(586,631)	24,856,208
2016 *	24,856,208	5,000,000	0	0	252,043	(804,775)	29,303,477
2017 *	29,303,477	5,000,000	0	0	294,254	(1,050,336)	33,547,394
2018 *	33,547,394	5,000,000	0	0	842,288	(1,271,684)	38,117,999
2019 *	38,117,999	5,000,000	0	0	952,530	(1,482,911)	42,587,618
2020 *	42,587,618	5,000,000	0	0	1,060,108	(1,698,502)	46,949,224
2021 *	46,949,224	5,000,000	0	0	1,164,819	(1,919,445)	51,194,597
2022 *	51,194,597	5,000,000	0	0	1,266,725	(2,135,049)	55,326,273
2023 *	55,326,273	5,000,000	0	0	1,365,902	(2,344,907)	59,347,268
2024 *	59,347,268	5,000,000	0	0	1,462,422	(2,549,145)	63,260,544
2025 *	63,260,544	5,000,000	0	0	1,556,356	(2,747,912)	67,068,988
TOTAL		270,001,605	(157,633,213)	(10,000,000)	17,383,231	(52,598,421)	

* SETTLEMENT DEPOSITS. The State Treasurer's Office projects tobacco settlement cash receipts of around \$25 million per year from FY 2012 through FY 2025. Of that amount, \$20 million is to be deposited into the Millennium Permanent Endowment Fund (0545) and \$5 million into the Millennium Fund (0540), per Idaho Code.

INTEREST & EARNINGS. Return assumptions for FY 2013 through FY 2017 have been adjusted down to 1%, then increased to 2.5% thereafter.

The Idaho Millennium Fund consists of twenty percent of moneys received each year by the state of Idaho on and after January 1, 2007, pursuant to the master settlement agreement entered into between tobacco product manufacturers and the state, and any other moneys that may be appropriated or otherwise directed to the fund.

Each year, the State Treasurer is to distribute five percent of the fund's average monthly fair market value for the first twelve months of the preceding twenty-four months, to the Idaho Millennium Income Fund, providing that the distribution does not exceed the fund's fair market value on the first business day of July. The balance in this fund is never to exceed \$100 million and any amount in excess is to be transferred to the permanent endowment fund.

Idaho Millennium Fund

Agency Profile

Analyst: Tatro

FY 2016 Millennium Income Fund (0499)

FY 2016 BEGINNING CASH BALANCE **\$0**

5% REVENUE DISTRIBUTIONS TO INCOME FUND

1. July 1, 2014: Millennium Permanent Endowment Fund (0545)	\$9,836,800	
2. July 1, 2014: Idaho Millennium Fund (0540)	\$804,800	
TOTAL DISTRIBUTIONS TO MILLENNIUM INCOME FUND		\$10,641,600
LESS: Investment Management Consulting Fees		(\$80,000)
TOTAL REVENUE AVAILABLE FOR FY 2016		\$10,561,600

APPLICANT

1. Idaho Academy of Family Physicians	\$68,500	
<i>Tar Wars Program</i>		
2. American Lung Association	\$186,900	
<i>Prevent Tobacco Use Among Youth</i>		
3. Public Health Districts	\$750,000	
<i>Tobacco Cessation Programs</i>		
4. Idaho Association of Counties	\$500,000	
<i>Recovery Community Centers</i>		
5. American Cancer Society Cancer Action Network	\$130,900	
<i>Women's Health Program</i>		
6. Idaho Youth Ranch	\$50,000	
<i>Prevention & Cessation Services</i>		
7. Supportive Housing & Innovative Partnerships (SHIP)	\$193,800	
<i>Pharmacist Phil - Rx Awareness for Teens</i>		
8. Idaho Drug Free Youth	\$193,400	
<i>i2i - Parent & Teen Prevention Education Program</i>		
9. Foundation for the Idaho Conference on Alcohol & Drug Dependence	\$77,500	
<i>Alcohol & Drug Conference Scholarships</i>		
10. Community Coalitions of Idaho	\$39,900	
<i>Substance Abuse Prevention Coalitions</i>		
11. Boys & Girls Clubs	\$142,300	
<i>Teen Empowerment Project</i>		
12. Idaho Meth Project	\$343,700	
<i>Meth Prevention Campaign</i>		
13. Canyon Springs High School, Caldwell	\$181,000	
<i>Implement Youth Court Program</i>		
14. Idaho State Police	\$94,000	
<i>Prevention of Minors' Access to Tobacco Products</i>		
15. Department of Juvenile Corrections	\$1,055,000	
<i>Youth Prevention and Cessation</i>		
16. Office of Drug Policy	\$995,000	
<i>Anti-Marijuana Campaign</i>		
17. Department of Health & Welfare	\$2,500,000	
<i>Project Filter Tobacco Cessation Services</i>		
18. Department of Correction	\$1,859,200	
<i>Community-Based Substance Abuse Treatment Services</i>		
19. Boise State University	\$116,200	
<i>Provide Substance Abuse Materials</i>		
TOTAL APPLICANT REQUESTS		\$9,477,300

FY 2016 ENDING BALANCE (Revenue less Applicant Requests) **\$1,084,300**

Idaho Millennium Fund

Analyst: Tatro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2015 Original Appropriation	0.00	0	1,162,100	0.00	0	1,162,100
Removal of One-Time Expenditures	0.00	0	(1,162,100)	0.00	0	(1,162,100)
FY 2016 Base	0.00	0	0	0.00	0	0
1. TAR WARS	0.00	0	68,500	0.00	0	68,500
2. Tobacco Prevention and Cessation	0.00	0	186,900	0.00	0	186,900
3. Tobacco Cessation Programs	0.00	0	750,000	0.00	0	750,000
4. Recovery Community Centers	0.00	0	500,000	0.00	0	250,000
5. Women's Health Program	0.00	0	130,900	0.00	0	130,900
6. Prevention & Cessation Programs	0.00	0	50,000	0.00	0	50,000
7. Pharmacist Phil - Rx Awareness	0.00	0	193,800	0.00	0	0
8. i2i - Substance Abuse Prevention	0.00	0	193,400	0.00	0	193,400
9. Alcohol & Drug Conference	0.00	0	77,500	0.00	0	0
10. Substance Abuse Prevention Coalitions	0.00	0	39,900	0.00	0	0
11. Teen Empowerment Program	0.00	0	142,300	0.00	0	142,300
12. Meth Prevention Campaign	0.00	0	343,700	0.00	0	343,700
13. Canyon Springs Youth Court	0.00	0	181,000	0.00	0	181,000
14. Minors Access to Tobacco Compliance Chk	0.00	0	94,000	0.00	0	94,000
15. Youth Prevention and Cessation	0.00	0	1,055,000	0.00	0	1,055,000
16. Anti-Marijuana Campaign	0.00	0	995,000	0.00	0	995,000
17. Project Filter	0.00	0	2,500,000	0.00	0	2,500,000
18. Substance Abuse Treatment	0.00	0	1,859,200	0.00	0	1,859,200
19. Provide Substance Abuse Materials	0.00	0	116,200	0.00	0	116,200
20. Transfer Unexpended Balance	0.00	0	0	0.00	0	0
FY 2016 Total	0.00	0	9,477,300	0.00	0	8,916,100
Change from Original Appropriation	0.00	0	8,315,200	0.00	0	7,754,000
% Change from Original Appropriation			715.5%			667.2%

Idaho Millennium Fund

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2015 Original Appropriation	0.00	0	1,162,100	0	1,162,100
Removal of One-Time Expenditures					
Agency Request	0.00	0	(1,162,100)	0	(1,162,100)
Governor's Recommendation	0.00	0	(1,162,100)	0	(1,162,100)
FY 2016 Base					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

1. TAR WARS

Idaho Academy of Family Physicians

The Idaho Academy of Family Physicians is requesting \$68,500 for the TAR WARS Program, which is designed to teach children how to make positive decisions regarding their health. TAR WARS is a tobacco-free education program for fourth- and fifth-grade students. In Idaho, the program focuses on fifth-grade students but will add fourth-graders when the need arises. The program is designed to teach children about the short-term health effects, financial aspects, and image-based consequences of tobacco use; and about being tobacco-free by providing tools to make positive decisions regarding their health and promote personal responsibility for their well being. The program is implemented in classrooms by volunteers. It utilizes a community-based approach to mobilize family physicians, dentists, educators, and other health care professionals to take an active part in their community's health education and encourages overall community support for tobacco-free education. The request is for \$68,500 for operating expenditures with \$45,000 to be paid as salary for the project coordinator, which is a contracted position.

OTHER STATE PARTNERS: The association will work in coordination with the Center for Health Policy at Boise State University to conduct and assess surveys of students both before and after receiving the TAR WARS presentation.

Agency Request	0.00	0	68,500	0	68,500
Governor's Recommendation	0.00	0	68,500	0	68,500

2. Tobacco Prevention and Cessation

American Lung Association

The American Lung Association is requesting \$186,900 for three programs that are designed to prevent tobacco use among Idaho youth: 1) Teens Against Tobacco Use (TATU), a peer-education prevention program; 2) Support Teens Against Nicotine Dependency (STAND), a youth engagement and advocacy program; and 3) Not-On-Tobacco (N-O-T), a quit-smoking program designed specifically for youth under age 18. The goal is to reduce the burden of tobacco on Idaho by preventing its use among youth. The request is for \$61,900 for personnel costs and \$125,000 for operating expenditures that includes \$53,600 for community contractors.

Agency Request	0.00	0	186,900	0	186,900
Governor's Recommendation	0.00	0	186,900	0	186,900

3. Tobacco Cessation Programs

Public Health Districts

Public Health Districts request \$750,000 to support work in tobacco cessation programs. This request is targeted toward, but not limited to, pregnant women and youth. In FY 2016, the health districts will continue to broaden and expand their initiative by three measures: 1) increase the number of classes offered and/or participants in rural and outlying areas; 2) provide ongoing support/education to postpartum women to encourage them to quit/stay quit; and 3) incorporate social media to encourage all class participants to quit/stay quit. The goal is to provide tobacco cessation services to 2,200 youth, pregnant/postpartum women and adults in at least 31 of 44 Idaho counties. The request includes the equivalent of 7.9 FTP and \$386,200 in personnel costs and \$363,800 for operating expenditures, which includes \$259,200 for consultants and \$85,900 for miscellaneous indirect costs.

OTHER STATE PARTNERS: The health districts work with the Center for Health Policy at Boise State University to evaluate the program, which includes one- and seven-month follow-up phone calls to eligible participants. For FY 2016, follow-up measures will include text messaging.

Agency Request	0.00	0	750,000	0	750,000
Governor's Recommendation	0.00	0	750,000	0	750,000

Idaho Millennium Fund

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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4. Recovery Community Centers

Association of Counties

Idaho Association of Counties requests \$500,000 to establish and provide support for community recovery centers in Ada, Canyon, Gem, and Latah counties. Each of the four centers would receive \$89,800 for personnel costs and \$35,200 for operational funding. Each center will maintain regular weekday business hours and employ two paid staff to manage the center and coordinate the volunteer efforts which will provide for the majority of services. The centers will not act as medical facilities, crisis centers, shelter alternatives, or entertainment venues. The sole purpose of each center will be to provide a safe and supportive environment for those in recovery to work on their recovery, and on activities needed to sustain their recovery, including volunteering to help others in need. Volunteers can include trained recovery coaches and peer specialists to mentor those seeking assistance from a behavioral health disorder, as well as untrained individuals who want to share their personal recovery success with others who are struggling or just getting started. The centers will offer phone banks and computers with internet access, so those in recovery can maintain healthy relationships with friends and families, and work on recovery-related activities such as resume building and job searches.

The basis for these centers is modeled after a program in Connecticut, called Connecticut Community for Addiction Recovery (CCAR). The CCAR facilities provide similar services for those in recovery from substance use disorders; Idaho will provide support for those in recovery from behavioral health disorders.

Agency Request	0.00	0	500,000	0	500,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>250,000</i>	<i>0</i>	<i>250,000</i>

5. Women's Health Program

American Cancer Society

American Cancer Society, Cancer Action Network (ACS CAN) requests \$130,900 to perform outreach to underserved women and educate them about the connection between tobacco use and cancer, the need for cancer screenings, and cessation tools available. The project design has four components for program implementation: (1) development of small media pieces; (2) partner with hospitals and primary care clinics in five high-priority areas in Idaho to focus on outreach and education; (3) offer provider education about Women's Health Check, tobacco/cancer connection, and best practices for cancer screenings; and (4) perform education and outreach to women in Idaho who are newly insured in the marketplace.

Historically, the American Cancer Society has requested funding on behalf of the Department of Health and Welfare for the Women's Health Check Program. However, for FY 2016 the request is to receive the funds directly. The ACS CAN will continue to work with the department and Women's Health Check, but will manage the grant internally. This request will expand efforts beyond the women's health check program and establish a program within ACS CAN.

Agency Request	0.00	0	130,900	0	130,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>130,900</i>	<i>0</i>	<i>130,900</i>

6. Prevention & Cessation Programs

Idaho Youth Ranch

Idaho Youth Ranch, Inc., requests \$50,000 to support substance abuse and tobacco cessation/prevention programs at Anchor House; a voluntarily based residential treatment program in Coeur d'Alene that serves teenage males ages 13-18. The grant would provide personnel funding for staff to (1) provide services to children in need of residential substance abuse treatment who cannot afford services; and (2) substance abuse education and prevention for children who are at a greater risk of becoming addicted to drugs and alcohol. The goals of the program are to have a 75% graduation from the program, 70% not using substances one year after graduation, and 90% employed one year after graduation. These goals would be achieved through three key components: (1) providing substance abuse treatment; (2) tobacco and substance abuse education and prevention; and (3) tobacco and substance abuse education for parents and caregivers.

Agency Request	0.00	0	50,000	0	50,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>50,000</i>	<i>0</i>	<i>50,000</i>

Idaho Millennium Fund

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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7. Pharmacist Phil - Rx Awareness			Supportive Housing & Innovative Partnerships		
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Supportive Housing and Innovative Partnerships, Inc., (SHIP) requests \$193,800 to promote prescription drug safety through a trademarked but free mobile application called, "The Amazing Adventures of Pharmacist Phil". The application provides medical professionals, teachers and counselors with an easy way to start the discussion about prescription drug safety. The game is designed to capture children's attention, primarily ages 5 through 8, through a video game that teaches four important learning objectives: 1) proper disposal of unused medications, 2) take prescriptions only as prescribed, 3) lock up your medications, and 4) use only one pharmacy. While the game is designed for children aged 5 through 8, SHIP indicates that it has developed a variety of ways to expand this program for middle and high school students. The grant would be managed by SHIP, a Treasure Valley non-profit organization that provides safe and sober housing for persons in early recovery from substance abuse, and works to solve issues related to substance abuse. The request includes \$111,000 for communication-related costs primarily for public service announcements aired in the various television markets, and \$47,000 for materials and supplies.

OTHER STATE PARTNERS: SHIP will work with the Idaho State University, College of Pharmacy to conduct and assess an evaluation on the success of the program.

Agency Request	0.00	0	193,800	0	193,800
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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8. i2i - Substance Abuse Prevention					Drug Free Youth
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Idaho Drug Free Youth requests \$193,400 to provide a comprehensive alcohol, tobacco and drug prevention education program for teens and parents statewide, with a goal of 45 schools/communities. The program is called i2i because it educates both parents and youth, helping them to see eye-to-eye, to understand how drug, alcohol, and tobacco use are affecting Idaho youth. Student assemblies and evening events build communication skills, and facilitate open community forums to help solve our state's teen substance use problem. The i2i program increases community awareness through educational discussions, interactive workshops, television and print media campaigns, and prevention resources available to parents whenever they need them. The budget includes \$92,100 for personnel costs, \$46,400 for travel, \$34,600 for communications, and \$20,500 for other operating expenses including rent and drug testing kits.

Agency Request	0.00	0	193,400	0	193,400
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Governor's Recommendation	0.00	0	193,400	0	193,400
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9. Alcohol & Drug Conference					Foundation for A&D Dependency
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The Foundation for the Idaho Conference on Alcohol and Drug Dependency, Inc., requests \$77,500 to subsidize the cost of attending the organization's annual conference. The request would fund conference costs for about 100 participants and includes \$75 for travel, \$270 for lodging, \$120 for meals, and \$310 for conference registration. The goal is to provide education and training for substance abuse and dependence professionals and educators in behavioral health care, criminal justice and recovery support. Applications for the conference scholarship will be submitted and reviewed by the regional behavioral health boards to ensure that the applicant has a need and is providing services. Once reviewed by the regional boards, applicants would then be forwarded to the foundations' board to determine those that will receive financial assistance.

Agency Request	0.00	0	77,500	0	77,500
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Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
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Idaho Millennium Fund

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
10. Substance Abuse Prevention Coalitions					Community Coalitions of Idaho
<p>Community Coalitions of Idaho (CCI) requests \$39,900 for substance abuse prevention coalition building in the state of Idaho. Funds will be used for administrative costs for the executive director, tri-annual meetings and trainings for coalition members and non-members, website and social media maintenance, and travel for the executive director to work directly with coalitions. A Millennium Fund grant would replace funding that recently ended with the Enforcing Underage Drinking Laws program. The program aims to address three problems: (1) lack of coalition development and sustainability; (2) lack of strong coalitions in every community; and (3) increasing substance use rates among youth. These problems would be addressed through education, training, and support that includes grant writing, networking, and one-on-one visits. New coalitions will be identified through input from various state agencies and substance use statistics.</p>					
Agency Request	0.00	0	39,900	0	39,900
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
11. Teen Empowerment Program					Boys & Girls Club
<p>Boys & Girls Clubs of Idaho Alliance requests \$142,300 for the teen empowerment program. This project is a comprehensive approach to reduce the likelihood of current or future abuse of alcohol, tobacco, and other drugs by at-risk youth, ages 11-18, served by the Boys & Girls Clubs in Idaho. The focus of the project is on building self-esteem, instilling good character and citizenship, improving academic skills, and developing positive relationships. The project offers a holistic youth development service delivery system, versus a single strategy approach to prevention of at-risk behaviors. This request would serve 600 youth who attend their facilities. The request includes \$91,300 for personnel costs and \$51,000 for operating expenditures. Any state funding appropriated will be matched 1:1 by the club, up to the requested amount.</p>					
Agency Request	0.00	0	142,300	0	142,300
Governor's Recommendation	0.00	0	142,300	0	142,300
12. Meth Prevention Campaign					Idaho Meth Project
<p>The Idaho Meth Project requests \$343,700 for two programs: (1) the "Not Even Once" campaign that is designed to discourage the use of methamphetamine, and (2) the prescription drug component that was added in 2014. The request would be used to continue teen outreach through digital media, school presentations, and community engagement activities, which includes online print, audio and video advertising, free in-school education, community event participation, and anti-meth billboard advertisements statewide. The goal of the program is to promote parent-child discussions about meth and prevent use. The request includes \$28,000 for personnel costs and \$315,700 for program services and operating expenditures. The Millennium Fund request equates to 38% of the project's total budget. This project receives most of its funding from other entities and in-kind contributions.</p>					
Agency Request	0.00	0	343,700	0	343,700
Governor's Recommendation	0.00	0	343,700	0	343,700
13. Canyon Springs Youth Court					Canyon Springs High School
<p>Canyon Springs High School requests \$181,000 to implement a youth court program at the high school. Canyon Springs would act as a pilot project for the program that would eventually be emulated in other schools. The request includes \$45,000 for personnel costs, and \$136,000 for program operations that includes \$130,000 for contracts. In this program, youth court members assume the roles of jurors, judge and advocates, with the advocates conducting the questioning of respondents (similar to a conventional court). Jurors listen to the testimony, deliberate, and assign sanction(s). The primary goal is use positive peer pressure to ensure that young people who have committed minor offenses pay back the community and receive the help they need to avoid further involvement in the justice system. The youth court also seeks to provide a reliable and fair diversion option for the justice system agencies that participate with cases referred to the program. This can be achieved through the following: service, accountability, professionalism, leadership, and being community partnerships.</p>					
Agency Request	0.00	0	181,000	0	181,000
Governor's Recommendation	0.00	0	181,000	0	181,000

Idaho Millennium Fund

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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14. Minors Access to Tobacco Compliance **Idaho State Police**

Idaho State Police is requesting \$94,000 to continue Minors' Access to Tobacco compliance checks. The program is defined and regulated in Chapter 57, Title 39, Idaho Code, Prevention of Minors' Access to Tobacco. Responsibility for operating the program rests with the Department of Health and Welfare (DHW) that must conduct a certain number of compliance inspections of tobacco vendor permittees each year in order to retain federal funds for a variety of substance abuse programs. In 2001, Section 39-5710, Idaho Code, was amended to require a minimum of one compliance check per permittee, per year. In FY 2003, the Legislature appropriated \$225,800 from the General Fund and \$94,000 from the Millennium Income Fund to cover the cost of contracting the services with DHW. The department contracts for the inspections and bills the Idaho State Police (ISP) for the total cost of the program. Each budget cycle, ISP requests continued one-time funding of \$94,000 from the Millennium Income Fund to pay DHW for its Prevention of Minors' Access to Tobacco activities. The requested amount will cover the costs of 848 retailer compliance inspections.

OTHER STATE PARTNERS: Idaho State Police will work with the Department of Health and Welfare, per Idaho Code.

Agency Request	0.00	0	94,000	0	94,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>94,000</i>	<i>0</i>	<i>94,000</i>

15. Youth Prevention and Cessation **Dept. of Juvenile Corrections**

Idaho Department of Juvenile Corrections requests \$1,055,000 to provide support for youth that have entered the juvenile justice system, but whose assessment scores do not warrant treatment through the department's substance use disorder program. Funds will be used with a focus on early intervention for low-level offenders. Almost 76% of the request, or \$800,000, will be sub-granted to other entities through a secondary grant application process. For the FY 2015 grant the department sub-granted to 26 programs, which include 14 programs previously overseen by the Courts, and 12 newer programs for restorative justice practices. The sub-granting process is overseen by the Idaho Juvenile Justice Commission. Planning and oversight is done in partnership with the Juvenile Justice Commission and the eight local Juvenile Justice Councils.

Also included is \$95,000 to be paid to Boise State University for program evaluation, \$30,000 for the Idaho Juvenile Justice Commission, \$20,000 for the seven district councils, \$20,000 for the tribal council, and \$81,000 for the salary and benefits of 1.2 full-time positions.

Agency Request	0.00	0	1,055,000	0	1,055,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,055,000</i>	<i>0</i>	<i>1,055,000</i>

16. Anti-Marijuana Campaign **Office of Drug Policy**

The Office of Drug Policy requests \$995,000 to develop and implement a statewide anti-marijuana campaign. The office and its marijuana workgroup attempted to identify an existing campaign, but were unable to find one that would fit Idaho's needs, and therefore requests \$215,000 to develop a campaign. In addition to campaign development, the grant includes \$750,000 that will be used to purchase airtime for public service announcements, social media, billboards, and bus advertisements. Evaluation will be conducted by an outside evaluator. Finally, the request includes \$30,000 for posters, cards, and parent guides. The goal of the project is to reduce marijuana use in Idaho.

Agency Request	0.00	0	995,000	0	995,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>995,000</i>	<i>0</i>	<i>995,000</i>

Idaho Millennium Fund

Analyst: Tatro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
17. Project Filter			Dept of Health & Welfare		
<p>The Department of Health & Welfare requests \$2.5 million for Project Filter, of which, \$1.5 million is to provide free nicotine replacement therapy medication (nicotine patches, gum and lozenges), web-based cessation services, and telephonic cessation counseling services to assist people in quitting tobacco use. These funds will help residents who are attempting to quit tobacco use and who cannot afford to pay for these services and medications on their own. This funding will also be used to promote the services through TV, radio, and print. The request also includes \$1 million for its counter-marketing program including social media, grassroots marketing, and other activities such as sponsorships and community outreach. This award will enable Project Filter to continue its statewide counter-marketing efforts. The entire amount requested is for contract work.</p>					
Agency Request	0.00	0	2,500,000	0	2,500,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,500,000</i>	<i>0</i>	<i>2,500,000</i>
18. Substance Abuse Treatment			Dept of Correction		
<p>The Department of Correction requests \$1,859,200 to support the community-based substance abuse treatment services for felony offenders. The grant serves felony offenders on probation or parole who will receive treatment in the community, rather than through incarceration in a state facility. By delivering evidence-based treatment from private providers in the community, offenders are at a reduced risk to reoffend, with a corresponding cost avoidance to the state in reduced incarceration.</p>					
Agency Request	0.00	0	1,859,200	0	1,859,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,859,200</i>	<i>0</i>	<i>1,859,200</i>
19. Provide Substance Abuse Materials			Boise State University		
<p>The Boise State University, Institute for the Study of Addiction requests \$116,200 to provide specialty training, and free substance abuse prevention and addiction treatment resources to Idahoans through the Regional Alcohol Drug Awareness Resource (RADAR) Center. This request would help keep the institute and RADAR center fully staffed and operational. Specifically, the grant will be used to support salaries, travel, and to purchase print and video resources. The print and video resources purchased for dissemination or loan will be tracked by these categories: tobacco prevention and cessation, underage drinking prevention, and general drug abuse prevention and addiction treatment. In addition to providing materials, the grant would also allow the institute to provide specialized training to mental health and substance abuse practitioners. This request includes \$76,000 for personnel costs, and \$40,200 for operating expenditures which includes \$19,400 for indirect costs as required by the State Board of Education for all grant requests.</p>					
<p>OTHER STATE PARTNERS: The Institute for the Study of Addiction works in collaboration with the Office of Drug Policy and the Department of Health & Welfare Tobacco Prevention Program.</p>					
Agency Request	0.00	0	116,200	0	116,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>116,200</i>	<i>0</i>	<i>116,200</i>
20. Transfer Unexpended Balance					
Agency Request	0.00	0	0	0	0
<p><i>The Governor recommends that any remaining unexpended and unencumbered cash balance in the Idaho Millennium Income Fund be transferred to the Idaho Millennium Permanent Endowment Fund.</i></p>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2016 Total					
Agency Request	0.00	0	9,477,300	0	9,477,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>8,916,100</i>	<i>0</i>	<i>8,916,100</i>
Agency Request					
Change from Original App	0.00	0	8,315,200	0	8,315,200
% Change from Original App			715.5%		715.5%
<i>Governor's Recommendation</i>					
Change from Original App	0.00	0	7,754,000	0	7,754,000
% Change from Original App			667.2%		667.2%

Glossary

Annualization

A budgetary adjustment that identifies the remaining full-year costs for budget items that were partially funded in the prior year.

Appropriation

Provides a specific amount of spending authority authorized by the Legislature to an agency or program for a given purpose for a specified period of time.

Continuous or Perpetual Appropriation

An ongoing statutory appropriation of money not set by annual legislative action.

Original Appropriation

Reflects the amounts shown in original appropriation bills before reappropriations (carryover) and supplemental appropriations. In some instances, legislative authority is given to enable an agency to carry over any unexpended balances to the next fiscal year, thus increasing the total appropriated spending authority over the amounts designated in the original appropriation bill.

Supplemental Appropriation

Refers to action taken on current year appropriations. These changes to the original appropriation may add funds or provide transfers between summary objects, funds, programs, or agencies.

Rescission

Refers to action taken on current year appropriations. These changes to the original appropriation rescind or remove previously enacted spending authority in whole or in part.

Classification of Funds

In the *Legislative Budget Book*, the hundreds of funds used by state government in the budgeting process are condensed into three general categories. The appropriation bills, however, cite the specific fund detail for spending authority. The three general categories are:

General

Consists of moneys received by the state from the collection of taxes, and certain licenses and fees not specifically appropriated to any other account, and which are used to finance the general operations of state government.

Dedicated

Dedicated funds are revenue received from a specified source or sources, and spent for a specific function of government as required by law (e.g. the State Highway Fund is partially a collection from motor fuels tax and vehicle registration fees and is dedicated specifically to state highway construction and improvements).

Dedicated funds also include miscellaneous revenue from the sale of goods or services provided to the general public and other political entities. For example, one state agency may require the services of the State Copy Center and payment for this service would be done by transfer, debiting the first agency and crediting the Copy Center.

Federal

Identifies moneys from the federal government for specified state services.

Change in Employee Compensation (CEC)

A budgetary adjustment for changes in salary level or salary structure, and related benefit costs for classified and exempt state employees.

Glossary (continued)

Classification of Expenditures (Object Class)

The state accounting system provides information at three levels of detail. The highest, most standardized level that is used in both the *Legislative Budget Book* and in appropriation bills consists of four summary object classifications:

Personnel Costs (PC)

Includes the salaries of employees, whether full-time, part-time, irregular or seasonal help, and also, includes compensation of members of boards and commissions.

Also included are the employer's share of contributions related to those employees, such as retirement, health and life insurance, worker's compensation, employment security and social security.

Operating Expenditures (OE)

Includes all expenses for private contract services, travel, consumable supplies, software, and minor items of equipment that have an estimated life of less than two years.

Capital Outlay (CO)

Includes all expenses for land, highways, buildings, fixtures and fixed equipment and structures (which also include additions, replacements, major repairs, renovations, and salaries of non-agency personnel in connection therewith). Automobiles, domestic animals, machinery, equipment, and furniture, which will have a useful life or service, substantially more than two years are also included. Budget development guidelines require a minimum request of \$300 per item to be classified as capital outlay.

Trustee and Benefit Payments (T/B)

Includes payments passed through to an individual (e.g. welfare or retirement benefits) or another governmental entity which provides a service.

Decision Unit (DU)

A decision unit is a specific numbered item in the budget request. DUs are standardized throughout the budget process so that statewide information may be summarized and reported. They are used to identify any change in a performance level and costs associated with that change. Benchmark decision units are the subtotal of all previous decision units.

Deficiency Warrant

Expenditures that are authorized by statute, but for which no specific appropriation is provided until after an actual expense is incurred (e.g. expenses related to fire suppression and agricultural pest eradication).

Encumbrance

Obligations for expenses incurred in a fiscal year but not paid until after the end of that fiscal year.

Fiscal Year

Represents the accounting year used by the state that begins July 1 and runs through June 30 of the following year (e.g. fiscal year 2015 begins July 1, 2014 and ends June 30, 2015).

Full-Time Equivalent Positions (FTP)

The use of FTP's is a means of counting position totals when different amounts of time or hours-worked are involved. For example, a program using two half-time positions has the same personnel requirements as a program using one full-time position. Both programs would reflect 1.00 FTP, although the former would employ two individuals. All budgeted permanent full-time and permanent part-time positions, including limited service positions, are to be included in the FTP count. Seasonal and temporary help, overtime or other group positions are not reflected in the FTP count.

Glossary (continued)

Fund

A fund is a sum of money accrued from specific sources (see “Classification of Funds”) and set aside for general or specific uses. Note: “fund” and “account” are often used interchangeably.

Fund Shift

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

Group Position

A portion of an agency’s budgeted personnel costs which provides for the compensation of temporary positions and members of certain boards and commissions. These positions are not included in an agency’s total FTP count. For example, seasonal crop inspectors are included in the group positions of the Department of Agriculture.

Inflationary Adjustments

Agencies may request an adjustment that addresses the higher, inflation-driven costs of items such as supplies, travel and postage. A medical inflation adjustment for operating expenditures and trustee and benefit payments is also allowable.

Line Item

Decision units after the Maintenance of Current Operations benchmark that include all program expansions, discretionary adjustments, occupancy costs, new personnel, and some fund shifts.

Lump Sum

Appropriations that provide amounts of spending authority from designated funds, without specifying if they are restricted to Personnel Costs, Operating Expenditures, Capital Outlay and/or Trustee and Benefit payments. Lump sum may also remove limitations on transferring appropriations from one budgeted program to another. Lump sum never gives a state agency the authority to transfer spending authority from one fund to another fund. Since lump sum is an exception to the state budget laws, it requires specific legislative authorization and approval.

Non-Cognizable Funds

Funds available to any state agency from sources other than state funds if not cognizable (known) at the time the appropriations are set. Use of non-cognizable spending authority is granted through the Division of Financial Management on behalf of the Board of Examiners, and is not contingent upon an increase in state liability after the receipt of the non-state funds.

Nondiscretionary Adjustment

Adjustments necessary to maintain current operations over which the agency has no control. These adjustments should be made because of a caseload adjustment. The following criteria are used as a guideline to determine whether the request is a caseload adjustment:

1. Cost adjustment is statutorily and demographically-driven; and
2. Participation in the program is eligibility-driven; and
3. The agency has no ability to control the demographics or eligibility criteria; and
4. The agency has no choice but to provide the service to those meeting the eligibility criteria; and
5. Costs are not associated with the opening of a new or expanded facility.

Object Transfer

State law permits agencies to transfer spending authority from certain standard object classifications to others, e.g. from Personnel Costs to Operating Expenditures. Object transfers have some limitations and require

Glossary (continued)

approval by the Division of Financial Management on behalf of the Board of Examiners. Agencies may also request object transfers through the budget process.

Personnel Cost Rollups

A budgetary adjustment for increases in the cost of maintaining a range of employer-paid benefits for state employees such as Social Security, retirement (PERSI), unemployment insurance, health insurance, and sick leave.

Program Maintenance

The level of funding necessary to maintain the same level of service or activity for the coming fiscal year as was provided for in the current fiscal year. Also known as Maintenance of Current Operations (MCO).

Reappropriation or Carryover Authority

Allows unused spending authority from one fiscal year to be carried over into the next fiscal year for one-time expenses. Since this is an exception to the state budget laws and is not provided for in statute, it requires specific legislative authorization and approval.

Reclassify

Upon the request of an agency, a specific position may be reclassified upward or downward as determined by the Division of Human Resources, based on specific job responsibilities. For example, an agency may request an Administrative Assistant 1 position to be reclassified as an Administrative Assistant 2 position.

Refactor

The Division of Human Resources may revise the pay grade for an entire class of positions statewide. For example, the pay grade for all Administrative Assistant 1 positions throughout the state could be refactored from pay grade F to pay grade G based on the type of responsibilities and tasks they are expected to perform. Refactoring frequently results in a pay rate change for that position classification. Refactoring requires approval from the Division of Financial Management if there would be fiscal impact.

Replacement Items

One-time funding provided for the replacement of certain operating items (e.g. software) and capital outlay items (e.g. computers, furniture) necessary for Maintenance of Current Operations.

Wage and Salary Report

A series of reports produced by the Employee Information System (EIS) of the State Controller's Office that identifies wages, salaries and related benefit costs for all budgeted positions. This report also projects cost increases for the current and following fiscal year.