

STATEMENT OF PURPOSE

RS23181

This is the fiscal year 2015 appropriation to the Department of Administration in the amount of \$23,666,700 with full-time equivalent positions capped at 145. It includes an increase of \$212,900 for benefit costs, \$24,700 for contract inflation, \$152,000 to replace two vehicles and to pay for the lease on the state copy center's large copy machine, a reduction of \$94,800 for statewide cost allocation, and an increase in \$169,200 for employee compensation.

This bill also provides funding for the following line items:

Line item #2) \$165,700 for promotional costs related to the ThriveIdaho wellness program.

Line item #3) \$247,600 for network infrastructure and security costs, plus video conferencing equipment.

Line item #4) \$127,500 for the federal surplus property program that receives excess equipment from the U.S. government at no charge. The state pays for the inbound transportation and then sells the equipment to state and public agencies at a price to recover the transportation logistics cost.

Line item #5 and intent language Section 3) \$101,200 cash transfer from the General Fund to the Facilities Maintenance Fund to pay for the parking spots that were leased in order to alleviate parking problems during the construction of the new parking garage.

Line items #6 and #7) Moves the Idaho Education Network (IEN) out of the Information Technology program and into its own budgeted program, which includes a General Fund appropriation of \$2,878,900 to the IEN. Furthermore, this appropriation consolidates the Idaho Technology Authority into the Information Technology program and removes 1.75 FTP that are vacant and for which there is no available funding.

This bill also provides \$2,300 for network-related billing fees, for a total fiscal year 2015 appropriation of \$5,233,800 from the General Fund and \$18,432,900 in dedicated funds.

This appropriation includes the following sections of intent language:

Section 4) Ceases the transfer of cigarette tax revenues to the department when enough money has been collected to make the final bond payment on the Statehouse restoration project bond.

Section 5) Promulgates information technology-related billing expense methodology in rule.

Section 6) Provides legislative intent that the department conduct an internal analysis of its interagency and intra-agency billing procedures.

Section 7) Provides legislative intent that the department shall develop best practices for contract management.

Section 8) Provides for notification of a contract renewal or extension.

Section 9) Directs research on the benefits of funding a health savings account.

Section 10) Transfers money from the Permanent Building Fund to pay the Public Officials' Capitol Mall facilities payment due in FY 2015.

FISCAL NOTE

| | FTP | Gen | Ded | Total |
|--|--------|-------------|-------------|--------------|
| FY 2014 Original Appropriation | 146.75 | 7,539,400 | 18,513,700 | 26,053,100 |
| 1. Mail Processing Equipment | 0.00 | 0 | 64,800 | 64,800 |
| 2. Statewide E-Procurement System | 0.00 | 0 | 100,000 | 100,000 |
| 3. IEN FY 2014 E-Rate | 0.00 | 6,600,000 | 0 | 6,600,000 |
| FY 2014 Total Appropriation | 146.75 | 14,139,400 | 18,678,500 | 32,817,900 |
| Removal of One-Time Expenditures | 0.00 | (8,983,500) | (1,174,800) | (10,158,300) |
| FY 2015 Base | 146.75 | 5,155,900 | 17,503,700 | 22,659,600 |
| Benefit Costs | 0.00 | 43,800 | 169,100 | 212,900 |
| Inflationary Adjustments | 0.00 | 0 | 24,700 | 24,700 |
| Replacement Items | 0.00 | 0 | 152,000 | 152,000 |
| Statewide Cost Allocation | 0.00 | (600) | (94,200) | (94,800) |
| Change in Employee Compensation | 0.00 | 33,000 | 136,200 | 169,200 |
| FY 2015 Program Maintenance | 146.75 | 5,232,100 | 17,891,500 | 23,123,600 |
| 1. IEN Program Expansion to Grades K - 8 | 0.00 | 0 | 0 | 0 |
| 2. Wellness Program Promotional Costs | 0.00 | 0 | 165,700 | 165,700 |
| 3. Network Billing Proposal | 0.00 | 0 | 247,600 | 247,600 |
| 4. Federal Surplus Program Expansion | 0.00 | 0 | 127,500 | 127,500 |
| 5. Off-Site Parking Expenses | 0.00 | 0 | 0 | 101,200 |
| 6. Move Tech Authority Into Info Tech Prgm | (1.75) | 0 | 0 | 0 |
| 7. Move IEN to a Stand Alone Program | 0.00 | 0 | 0 | 0 |
| 8. IEN FY 2015 E-Rate | 0.00 | 0 | 0 | 0 |
| 9. IEN Program Expansion FY 2015 E-Rate | 0.00 | 0 | 0 | 0 |
| Network-Related Billing Fees | 0.00 | 1,700 | 600 | 2,300 |
| FY 2015 Total | 145.00 | 5,233,800 | 18,432,900 | 23,666,700 |
| Chg from FY 2014 Orig Approp | (1.75) | (2,305,600) | (80,800) | (2,386,400) |
| % Chg from FY 2014 Orig Approp. | (1.2%) | (30.6%) | (0.4%) | (9.2%) |

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