Tab 5

State Budget Update

(Please double click to enlarge the document. You can then maneuver through the pages with the arrows located at the bottom of the document, click "open file" in the top right corner or download the file to your computer using the "extract file" icon located at the bottom of the document in the pdf tool bar.)

Legislative Services Office, Budget & Policy Analysis

November 9, 2018

Presentation to Legislative Council

Paul Headlee, Division Manager

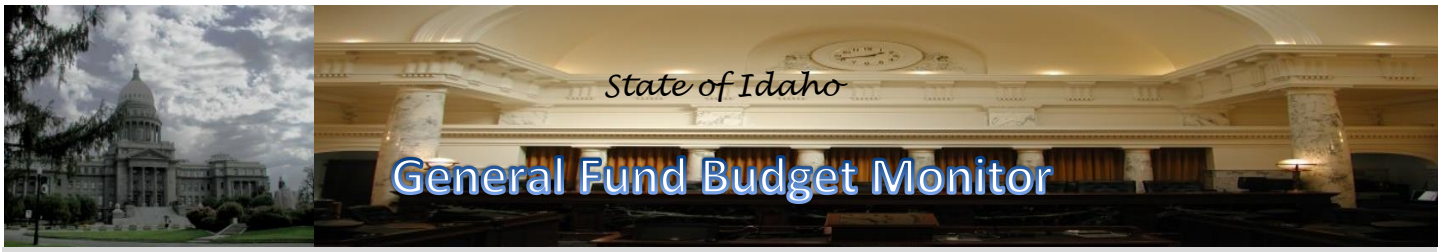
FY 2019 and FY 2020 General Fund Appropriation Update

1. Budget Monitor with September Revenues
   https://legislature.idaho.gov/lso/bpa/highlights/

2. FY 2020 Budget Request / General Fund Hypothetical

3. Reserve Fund Balances and Revenue/Appropriation Metrics

4. FY 2020 Budget Request Detail, All Funds



(208) 334-3531 **Legislative Services Budget & Policy Analysis** **September 2018**

General Fund revenue collections for the month of September were $0.3 million below the revised forecast and cumulatively collections are running a total of $13.0 million below the forecast (line 11). The estimated ending balance of $93.7 million is $48.6 million more than anticipated at Sine Die (line 25). Individual income tax collections are $57.6 million or 15.4% less than over the same period as last year (page 2, line 24). All other revenue categories (sales, corporate income, product, and miscellaneous) are ahead of the forecast and have generated more than last year at this time (page 2 lines 21-24). Corporate tax collections and sales tax collections are much stronger over this period than last year and have collected $21.6 million more and $28.5 million more, respectively. Product taxes and miscellaneous revenue collections are slightly above last year's mark by $2.0 million and $0.1 million respectively. Overall, revenue collections are $5.4 million less than at this time last year.

FISCAL YEAR 2019 ($ in Millions)

	At Sine Die, Mar 28, 2018	Update	Difference
REVENUES			
1. Estimated Beginning Balance	118.4	118.4	0
2. Reappropriation/Carryover	0	2.8	2.8
3. After Year-End Reversion (Health & Welfare)	0	6.1	6.1
4. Adjusted Beginning Balance	$118.4	$127.2	$8.8
5. DFM Orig Est 2.5% / Revised (0.2%) over FY 2018 Act	3,823.1	3,724.8	(98.3)
6. Sales Tax - Circuit Breaker - IDAPA Rule 700	(.0)	0	.0
7. HBs 361, 365, 451, 453, 492, 513, 514, 515, 599, 643	(3.6)	0	3.6
8. H463 - 2018 Tax Conformity, Income Tax Reduction	(104.5)	0	104.5
9. H493 - State Controller Data System Update	(20.8)	0	20.8
10. H675 - $205 Child Tax Credit	(25.0)	0	25.0
11. Ahead (Behind) Forecast	0	(13.0)	(13.0)
12. Sub-Total Revenues	$3,669.3	$3,711.8	$42.5
13. TOTAL REVENUES & BEGINNING BALANCE (Line 4+12)	$3,787.6	$3,838.9	$51.3
14. H612 - Technology Infrastructure Stabilization Fund	(22.0)	(22.0)	0
15. H669 - STEM Education Fund	(2.0)	(2.0)	0
16. H677 - Water Resources Revolving Development Acct	(2.4)	(2.4)	0
17. H691 - Permanent Building Fund	(44.1)	(44.1)	0
18. H700 - Wolf Depredation Control Board	(.4)	(.4)	0
19. H715 - Group Insurance Account	13.1	13.1	0
20. S1349 -Public Education Stabilization Fund	(32.0)	(32.0)	0
21. Sub-Total Transfers In (Out)	($89.8)	($89.8)	$0
22. NET REVENUES (line 13+21)	$3,697.8	$3,749.2	$51.3
APPROPRIATIONS			
23. FY 2019 Original Appropriations	3,652.7	3,652.7	0
24. Reappropriation/Carryover	0	2.8	2.8
25. FY 2019 Total Appropriations	$3,652.7	$3,655.5	$2.8
26. FY 2019 ESTIMATED ENDING BALANCE (Line 22 - 25)	$45.1	$93.7	$48.6

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FY 2020 GENERAL FUND STATE AGENCY BUDGET REQUEST

AS OF 10-29-2018

All numbers in $ millions

Hypothetical Scenario

			Hypothetical Revenue Estimate (Based on 5-Year Avg.)	Percent Diff. from FY 2019 Gen. Fund Orig. Approp of $3,652.7B
	FY 2020 REVENUES			
1.	Estimated Onetime Beginning Balance from FY 2019		$93.7	
2.	Hypothetical Revenue Forecast	5.8%	3,927.1	
3.	Transfer Requests (Sec. of State, Wolf Control Board)		(.6)	
4.	TOTAL AVAILABLE REVENUE		4,020.2	
	FY 2020 Budget Request			
5.	FY 2020 BASE ($11.5M more than FY 2019 Orig. Approp.)		3,664.3	0.3%
6.	TOTAL MAINTENANCE		176.8	4.8%
Line Items by Functional Area (Net Cash Transfers)				
7.	Education		90.1	2.5%
8.	Health and Human Services		28.8	0.8%
9.	Law and Justice		38.7	1.1%
10.	Natural Resources		2.1	0.1%
11.	Economic Development		7.6	0.2%
12.	General Government		5.9	0.2%
13.	Total Line Items		173.3	4.7%
14.	FY 2020 Original Appropriation Request (lines 5+6+13)		$4,014.4	9.9%
15.	ESTIMATED ENDING BALANCE (line 4 - 14)		$5.8	

1% = $36.5 million

FY 2020 Request by Decision Unit

Decision Unit	FTP	Gen	Ded	Fed	Total
FY 2019 Original Appropriation	**19,599.87**	**3,652,724,800**	**1,785,577,000**	**2,886,212,500**	**8,324,514,300**
Reappropriation	0.00	2,758,100	492,509,600	155,610,400	650,878,100
Supplementals	12.08	56,434,500	12,335,900	146,766,700	215,537,100
Rescissions	0.00	(107,800)	0	(267,200)	(375,000)
Deficiency Warrants	0.00	167,000	0	0	167,000
Cash Transfers & Adjustments	0.00	(167,000)	1,176,000	0	1,009,000
FY 2019 Total Appropriation	**19,611.95**	**3,711,809,600**	**2,291,598,500**	**3,188,322,400**	**9,191,730,500**
Noncognizable Funds and Transfers	103.67	0	23,934,500	56,316,300	80,250,800
Expenditure Adjustments	0.00	0	(4,453,800)	0	(4,453,800)
FY 2019 Estimated Expenditures	**19,715.62**	**3,711,809,600**	**2,311,079,200**	**3,244,638,700**	**9,267,527,500**
Removal of Onetime Expenditures	0.00	(47,543,000)	(750,144,200)	(369,624,800)	(1,167,312,000)
Base Adjustments	(6.51)	0	(23,038,600)	(12,614,800)	(35,653,400)
FY 2020 Base	**19,709.11**	**3,664,266,600**	**1,537,896,400**	**2,862,399,100**	**8,064,562,100**
Benefit Costs	0.00	7,888,500	1,212,600	750,500	9,851,600
Inflationary Adjustments	0.00	2,429,000	3,234,100	14,700	5,677,800
Replacement Items	0.00	24,343,200	42,297,800	2,468,300	69,109,300
Statewide Cost Allocation	0.00	1,356,500	859,400	144,300	2,360,200
Annualizations	1.42	2,849,700	43,100	0	2,892,800
Change in Employee Compensation	0.00	6,903,200	5,169,600	2,237,200	14,310,000
Public Schools Admin/Classified CEC	0.00	2,448,800	0	0	2,448,800
Military Compensation	0.00	61,700	59,000	283,100	403,800
Nondiscretionary Adjustments	0.00	130,429,000	4,511,300	98,142,200	233,082,500
Endowment Adjustments	0.00	(1,865,000)	2,231,500	0	366,500
FY 2020 Program Maintenance	**19,710.53**	**3,841,111,200**	**1,597,514,800**	**2,966,439,400**	**8,405,065,400**
Line Items by Functional Area					
Education	36.94	90,078,900	55,000	2,249,400	92,383,300
Health and Human Services	20.00	28,834,100	2,042,600	37,016,500	67,893,200
Law and Justice	63.00	38,704,200	1,847,600	21,200	40,573,000
Natural Resources	7.42	2,142,400	11,408,100	10,019,800	23,570,300
Economic Development	19.05	7,648,700	42,560,400	62,974,900	113,184,000
General Government	60.50	6,439,600	19,511,300	7,296,000	33,246,900
Cash Transfers	0.00	(561,500)	(2,216,000)	0	(2,777,500)
FY 2020 Original Appropriation	**19,917.44**	**4,014,397,600**	**1,672,723,800**	**3,086,017,200**	**8,773,138,600**
Percent Change from Orig. Appropriation	1.6%	9.9%	(6.3%)	6.9%	5.4%
Percent Change from Total Appropriation	1.6%	8.2%	(27.0%)	(3.2%)	(4.6%)

340 New Line Items

FY 2020 Total Request

	FTP	Pers Costs	Oper Exp	Cap Out	T/B Pymts	Lump Sum	Total
General	9,496.43	871,192,600	295,527,100	12,994,000	867,971,300	1,909,471,000	3,957,156,000
OT	0.00	1,617,900	20,012,500	25,325,200	10,286,000	0	57,241,600
Fund Total:	9,496.43	872,810,500	315,539,600	38,319,200	878,257,300	1,909,471,000	4,014,397,600
Dedicated	8,378.88	624,277,700	411,466,800	135,398,600	308,332,700	101,576,300	1,581,052,100
OT	0.00	123,300	23,549,200	60,503,400	155,000	7,340,800	91,671,700
Fund Total:	8,378.88	624,401,000	435,016,000	195,902,000	308,487,700	108,917,100	1,672,723,800
Federal	2,041.13	273,743,400	231,679,300	264,888,200	1,935,935,400	264,115,000	2,970,361,300
OT	1.00	77,600	49,614,400	39,963,200	26,000,700	0	115,655,900
Fund Total:	2,042.13	273,821,000	281,293,700	304,851,400	1,961,936,100	264,115,000	3,086,017,200
Total:	**19,917.44**	**1,771,032,500**	**1,031,849,300**	**539,072,600**	**3,148,681,100**	**2,282,503,100**	**8,773,138,600**