



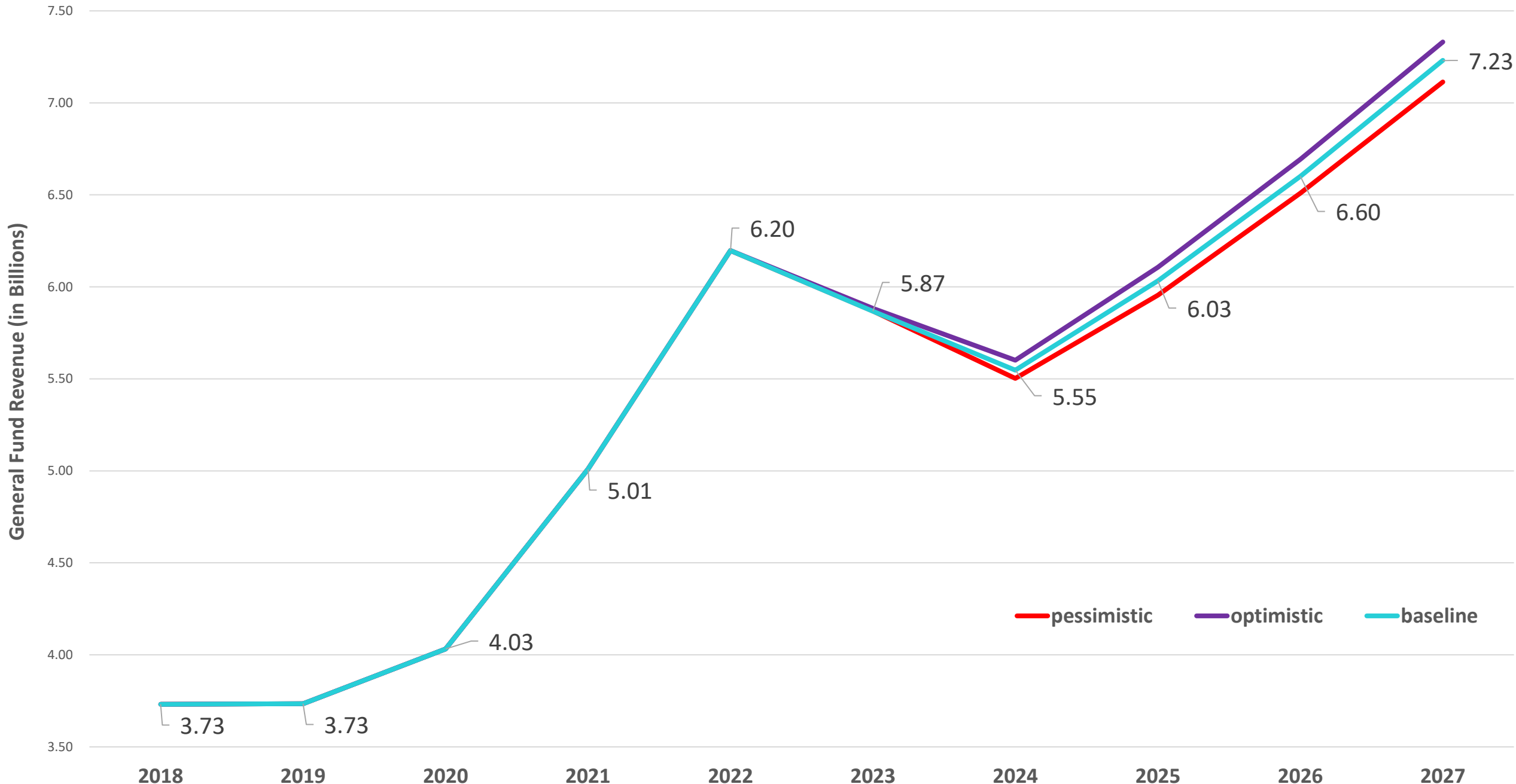
The *Idaho First* Plan: FY 2023-2024 Recommendations

Alex J. Adams
Matthew Reiber

Outline

- Key Considerations in Budget Development
- Transportation Recommendations

General Fund Revenue Forecast



Avoiding Budget Whiplash



The screenshot shows a CNBC news article. The top navigation bar includes 'MARKETS', 'BUSINESS', 'INVESTING', 'TECH', 'POLITICS', 'CNBC TV', and 'INVESTING'. The article is categorized under 'POLITICS' and has the headline 'California Gov. Newsom unveils historic \$97.5 billion budget surplus'. It is dated 'PUBLISHED FRI, MAY 13 2022-4:35 PM EDT | UPDATED FRI, MAY 13 2022-4:37 PM EDT'. The source is 'AP'. Below the text is a partial image of Governor Gavin Newsom speaking at a podium.



The screenshot shows a news article from California. The headline is 'California stares down \$25B deficit after years of record cash'. The sub-headline reads 'The Legislative Analyst's Office is urging state lawmakers to cut spending.' Below the text is a photograph of Governor Gavin Newsom in profile, looking towards a screen. The screen displays the following text: 'Safe Re-Opening of Schools', '\$2 Billion: Immediate Action', and 'Prioritizing in-person instruction:'.

Hedging: What if We're Wrong?

- Leaves a 3-4% ending balance as a cushion for total revenue
- Bolsters rainy day funds to statutory max with incremental transfers
- Lowers out-years program costs
 - Pays off debt (GARVEE: \$37.465 million)
- Preference for one-time capital expenditures vs. ongoing spending increases

Outline

- Key Considerations in Budget Development
- **Transportation Recommendations**

Transportation

One-Time: \$345,000,000

- Local Bridge Repair (2nd tranche): \$200,000,000
- Local Competitive Grants for Economically Significant Projects: \$100,000,000
- Airport Improvements: \$35,000,000
- Local Pedestrian and Safety Projects: \$10,000,000

Transportation

Ongoing: \$302,800,000

- Transportation Preservation and Restoration: \$206,000,000 (continuation of last year)
 - State (60%): \$123,600,000
 - Local (40%): \$82,400,000
- Transportation Safety and Capacity: \$96,800,000
 - State (60%): \$58,080,000
 - Local (40%): \$38,720,000

Questions

Alex J. Adams

DFM Administrator

Alex.Adams@dfm.idaho.gov