

### ***FY 2009 Budget Highlights Including FY 2008 Supplementals***

#### ***Statewide***

- The Governor's recommendation includes a five percent CEC increase for all state employees, including judges, teachers, and all public school employees. This ongoing salary adjustment impacts all funds and totals over \$78 million in the General Fund. The CEC increase is an essential element in the Governor's overall compensation package being advanced during this year's legislative session by the Department of Administration.
- The Governor's recommendation implements "Zero-Based Budgeting" for all state agencies and institutions. Each arm of the Executive Branch will be reviewed on a 6-year rotating schedule starting in FY 2010.
- The Governor's recommendation supports Executive Order 2007-21 which requires eligible vehicle purchases in all state agencies to be low-emission and where possible flex-fuel or hybrid. The recommendation also includes additional funding to implement this new directive.

#### ***General Government***

##### ***Administration, Department of***

- The Governor's recommendation includes a dramatic acceleration of efforts to consolidate statewide Information Technology services beginning with email, document imaging, and telephones. State agencies currently operate approximately 85 email servers in 40 different systems, most of which could potentially be consolidated. The Governor's recommendation will dramatically accelerate the timeline to fully deploy a comprehensive email solution by using contracted assistance and provides the necessary funds to procure the full suite of hardware needed to implement statewide directory and archiving services.

##### ***Capital Budget***

- The Governor's recommendation includes an additional \$8.2 million one-time General Fund to be added to the \$22.3 available in the Permanent Building Fund for use in addressing the statewide need of alteration, repair, and life safety issues in existing state facilities. The Governor recommends these targeted projects be identified by the Permanent Building Fund Advisory Council according to those of the highest priority.
- The Governor's recommendation includes \$4 million in one-time General Fund monies for deferred maintenance as well as infrastructure repair and renewal on the campus of the University of Idaho. This funding is critical for continued support of the University's instructional, research and outreach mission.
- The Governor's recommendation includes \$1.2 million in one-time General Fund monies for information upgrades and maintenance on the campus of Boise State University. This action will ensure that a robust system and infrastructure is maintained for the University's growing number of student records and financial transactions.
- The Governor's recommendation provides over \$58 million in one-time General Fund monies for the early payoff of bonds drawing from the General Fund. Doing so will save the state multi-millions in what would have been additional interest over the next 15 years.

# Summary Tables and Graphs

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## ***Executive Office of the Governor***

### ***Drug Policy, Office of***

- The Governor's recommendation includes support for the implementation of the Global Appraisal of Individual Needs (GAIN) statewide substance abuse assessment tool for the Office of Drug Policy, Department of Health and Welfare, and the Department of Correction. The assessment tool will provide the continuity and consistency currently lacking within the state's current substance abuse treatment programs.
- The Governor's recommendation includes ongoing funding for expansion of the Drug Court program for an additional 275 participants.
- The Governor's recommendation includes \$1 million in one-time funding from the Millennium Fund for the Idaho Meth Project. Currently, methamphetamine is the largest drug problem in Idaho. The Governor supports the Idaho Meth Project's focus on research-based prevention and community efforts.

### ***Energy, Office of***

- The Governor's recommendation includes funding for the Office of Energy Resources (OER) within the Office of the Governor (established by Executive Order 2007-25). OER is responsible for 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.

### ***Military***

- The Governor's recommendation includes a \$1.2 million one-time transfer from the General Fund to the Disaster Emergency Account for the rehabilitation of land burnt in the Murphy Complex fire (part of \$2 million transfer in Executive Order 2007-17). Specifically, the rehabilitation will include reseeding the burnt land in order to restore the sagebrush steppe ecosystem and reduce the threat from invasive plant species and noxious weeds including cheat grass.
- The Governor's recommendation includes one-time funding in the amount of \$400,000 from the General Fund to cover start-up costs for a temporary emergency readiness center in Sandpoint.
- As part of the Permanent Building Fund recommendation in the Permanent Building Fund, the Governor's recommendation includes \$1,499,000 for a major renovation of the Caldwell Readiness Center, \$510,000 for the remodel of the Nampa Readiness Center, and \$215,000 for the Lewiston Readiness Center.

## ***Public Safety***

### ***Correction***

- The Governor's recommendation includes \$70 million as part of the capital budget for construction of a secure mental health facility. Of the total amount recommended, \$60 million is a transfer from the Economic Recovery Fund (HB 330 – 2007 Session) and \$10 million is a new transfer from the General Fund. The 300-bed facility will create an appropriate facility to meet the needs of the Department of Correction and the Department of Health and Welfare. This facility would provide care for males and females who have either been civilly committed and

considered “Dangerously Mentally Ill” or have been committed to the custody of the Department of Correction.

- The Governor’s recommendation includes \$4.8 million in a General Fund FY2008 supplemental to convert the Prison Industry Enterprise (PIE) building at the Idaho Correctional Center to a 304-bed minimum custody housing unit. The additional beds will make it possible for the Department of Correction to keep more offenders in Idaho, close to their family support, at a per diem rate of \$46.23 instead of the out-of-state per diem of \$58.00.
- The Governor’s recommendation includes six FTP and \$1 million in a General Fund FY2008 supplemental (ongoing) to provide space for 64 administrative segregation beds at the Idaho Maximum Security Institution and to fund additional detention segregation beds at the South Idaho Correctional Institution. These additional beds will allow the state to better manage the recent escalation in the violent and disruptive gang activities happening within the prison system.
- The Governor’s recommendation includes six FTP and \$312,700 in ongoing General Fund monies to provide an outside patrol at the Idaho Maximum Security Institution. This additional assistance is becoming more critical as the institutions are increasingly filled with more volatile offenders as well as gangs and security threat groups.
- The Governor’s recommendation includes over \$9 million in ongoing General Fund dollars for out-of-state and county jail placement of inmates.
- The Governor’s recommendation includes \$6,100 in ongoing General Fund dollars to establish a process that would allow the Parole Commission to intervene before a Report of Violation is submitted rather than send an offender back to prison. The focus of the intervention would be to remind the offender about the importance of following rules, laws, and avoiding drugs and alcohol. Each offender kept on parole as opposed to being reincarcerated saves the state between \$5,000 and \$20,000 in prison costs.

### ***Juvenile Corrections, Department of***

- The Governor’s recommendation includes 44.5 FTP and ongoing operating funds to fully launch a special expansion unit at the Nampa Juvenile Correctional Center. The 12-bed female and 12-bed male extension called “Solutions” will be a first-of-a-kind treatment center in Idaho directed to extremely difficult youth with substance abuse and mental health problems, a malady known as co-occurring disorder. The facility is expected to avoid expensive treatment by contracted providers as well as provide more consistent dedicated care.

### ***Police, Idaho State***

- The Governor’s recommendation includes a fund shift of half of the funding for the Idaho State Police from the Highway Distribution Account to the General Fund. This fund shift includes 103.25 FTP and half (\$9,068,700) of the projected total expenses (\$18,137,200) for FY2009. The Governor recommends that the remaining half of the fund shift be completed in FY2010 and that all of the Highway Distribution Account monies made available by the fund shift be earmarked for construction.
- The Governor’s recommendation provides over \$1 million in dedicated fund spending authority to implement the second year of Project CHOICE (Creating Hope, Opportunity & Incentives for Career Employment).
- The Governor’s recommendation includes \$637,000 ongoing from the General Fund for six additional forensic scientists.

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- The Governor's recommendation includes \$25,000 one-time from the General Fund to augment the Treasure Valley Special U.S. Attorney Project to address gang related violence and prosecution in the federal court system. The funding is shifted from the Office of the Attorney General to the Idaho State Police.
- The Governor's recommendation includes \$715,700 in one-time General Fund dollars for the purchase of 52 mobile data computers (MDCs), 52 modems, and five mountain top repeaters for the Patrol Program. This is the continuation of a 3-year build-out to supply patrol officers with MDCs to further enhance their efficiency and effectiveness by reducing officers' time in the office so that they can remain available for enforcement and assistance activities.

### **Health and Human Services**

#### **Health and Welfare, Department of**

- The Governor's recommendation includes over \$3 million for the conversion of the Idaho State School and Hospital (ISSH) in Nampa to become a new state mental health facility. The proposal provides ISSH clients a less-institutionalized setting while addressing the shortage of mental health treatment.
- The Governor's recommendation includes support for the implementation of a Health Data Exchange system. The system is a private/public partnership that strives to improve the quality of care and health outcomes by using information technology.
- The Governor's recommendation includes funding the coverage of annual flu shots for children ages 6-59 months and family members that have infants younger than 6 months in the household.
- The Governor's recommendation includes funding for crucial information technology projects including child support collections, eligibility determinations, medical records, and Medicaid management
- The Governor's recommendation includes support for the Department to collect the \$25 child support collection fee required by federal government from the non-custodial parent and provides General Fund monies to cover any shortage in collections.

### **Education**

- The Governor's recommendation includes \$50 million in new, one-time funding from the General Fund for the Opportunity Scholarship Trust Fund. This Trust Fund provides financial assistance for students from low-income families who are seeking postsecondary education in Idaho.
- The Governor's recommendation increases the number of Idaho sponsored positions in medical training. These include: two additional veterinary medicine students at Washington State University (13 per year and 52 total); one additional annual dental student at Creighton University (9 per year and 36 total); and, two additional medical students at the University of Utah (10 per year and 40 total).
- The Governor's recommendation includes \$200,000 in new funding (\$5.4 million total) in ongoing General Fund monies to fully-fund the Superintendent of Public Instruction's initiative to provide every teacher \$350 for classroom supplies.
- The Governor's recommendation includes support for proposed legislation that doubles the total amount of state liquor sales revenue that is dedicated to supporting Idaho's community

colleges. The proposed legislation will annually provide \$200,000 each to the College of Southern Idaho, North Idaho College, and the College of Western Idaho.

- The Governor's recommendation includes enhancements to the "Read To Me" program administered by the Idaho Commission for Libraries. The first year of this expansion will reach an additional 5,000 children and 30 additional libraries to the already successful First Book and Jump Start programs. Efforts in future years will further expand the program to additional children and communities.
- The Governor's recommendation includes \$1.2 million from the General Fund for faculty and equipment at the Lewis Clark State College Nursing and Health Science building at Lewiston. In addition to providing for the school's initial staffing, the recommendation allows for acquisition of nursing and radiography training equipment.
- The Governor's recommendation includes \$169,600 to leverage county funds in hiring eight 4-H program coordinators for youth development across the state. Program coordinators will administer operational activities such as recruiting and training volunteers, promoting 4-H activities in local communities, evaluating projects, and organizing exhibit events.
- As part of the capital budget the Governor's recommendation includes \$10 million to construct the Center for Environmental Science and Economic Development building at Boise State University. When completed, the \$35 million structure will support education, research, and outreach activities at the institution.
- As part of the capital budget the Governor's recommendation includes \$5.2 million for Idaho State University to remodel unfinished space in its Meridian location for laboratories, classrooms, and offices that support the institution's academic and health research mission.
- As part of the capital budget the Governor's recommendation includes \$5 million for an expansion of the Idaho Historical Museum which will result in more exhibit articles, providing accessibility for major travelling shows, and increased opportunities for school and public programs.
- As part of the capital budget the Governor's recommendation includes \$175,600 for design and permitting of the Idaho Supreme Court's new Law Learning Center. In addition to a library, offices, and meeting rooms, the facility is also envisioned to provide space for the University of Idaho School of Law.

### ***Economic Development***

#### ***Agriculture, Department of***

- The Governor's recommendation includes \$4 million from the General Fund as the third and final installment of one-time funding for the eradication and control of Eurasian Water Milfoil.
- The Governor's recommendation includes \$9 million as a one-time General Fund supplemental for FY2008 with reappropriation of the unexpended, unencumbered balance into FY2009 for a fallowing program in Water District #130. Fallowing agricultural lands irrigated by ground water from the Eastern Snake Plain Aquifer should improve aquifer levels and connected springs in the Snake River reaches.
- The Governor's recommendation includes \$5 million in one-time monies from the General Fund for individual projects addressing immediate water saving needs. Since these water projects are intended to resolve pending litigation and not regulate water, the funding is provided to the Department of Agriculture. Funds are to be divided among projects selected by a review team to include representatives from the Office of the Governor and the Departments of Water

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Resources and Agriculture. The Governor further recommends an emergency clause relating to this appropriation effective on and after passage and approval of this funding.

### ***Commerce, Department of***

- The Governor's recommendation includes \$135,000 in ongoing General Fund monies to expand the state's trade office in India. The funding will be used to retain an independent contractor in New Delhi to provide a comprehensive range of business services available to Idaho companies.

### ***Self-Governing Agencies***

#### ***Veterans Services, Division of***

- The Governor's recommendation includes \$10.5 million in federal funds from the Veterans Affairs National Cemetery Grants Program for construction of a veterans' cemetery in eastern Idaho.
- The Governor's recommendation includes funding to make all three state veterans' homes Medicare certified in order to better serve Idaho's veterans.

### ***Transportation, Idaho Department of***

- The Governor's recommendation includes a two year phased approach to move highway funding that has traditionally gone to Idaho State Police to the General Fund and using the dollars that would have gone to the Idaho State Police from the State Highway Distribution Account in Contract Construction. This action will have an on-going positive impact of \$8.4 million in new construction funds in FY2009.
- The Governor's recommendation includes \$134 million in one-time GARVEE bonding authority to finance highway transportation projects. Such bonds are expected to be issued during FY2009 and include \$61 million for I-84 Caldwell to Meridian, \$47 million for I-84 Orchard to Isaacs Canyon, and \$26 million for US-30 McCammon to Lava Hot Springs.

### ***Natural Resources***

#### ***Environmental Quality, Department of***

- The Governor's recommendation includes approximately \$850,000 for the replacement of antiquated and damaged air monitoring equipment as well as data acquisition software. This funding includes three mobile monitors that can be used throughout the state during periods of emergencies to provide local citizens with real time air quality information. The new equipment and software will also allow the department to remain in compliance with EPA monitoring requirements.

### ***Lands, Department of***

- The Governor's recommendation includes a one-time FY2008 supplemental of \$21.5 million from the General Fund for fire deficiency warrants issued during the 2007 fire season.
- The Governor's recommendation includes \$1.5 million (ongoing) from the Endowment Funds for a planning and entitlement project. This will allow the Department of Lands to engage in additional planning activities.
- The Governor's recommendation includes a one-time expenditure of \$300,000 in dedicated funds to begin an environmental assessment of the "Airport 7" property in Boise. This property was previously used as dump site for unknown materials and cannot be utilized in its current condition. This assessment will provide the agency with some baseline information that will guide future decision making on the parcel, as well as any potential clean up plans.
- The Governor's recommendation includes increased dedicated spending authority for temporary fire fighters during the fire season. This additional authority will allow the Department of Lands to compete with other entities in fire fighter retention. These funds may also be used for additional fire fighters during the peak season.

### ***Parks and Recreation, Idaho Department of***

- The Governor's recommendation includes over \$10 million in one-time monies from the General Fund and dedicated funds to help address the backlog of existing maintenance and repair projects at parks throughout the state. This includes revenue enhancing opportunities such as new rental cabins. These cabins will provide a new ongoing revenue stream to help offset General Fund support in future years.
- The Governor's recommendation provides additional spending authority for a recreation sticker registration system upgrade for snowmobiles, motorbikes, all terrain vehicles, boats, and the winter cross country ski program. This upgrade will enable online registration and renewal of stickers.

### ***Water Resources, Department of***

- The Governor's recommendation includes a \$20 million one-time General Fund transfer to the Water Resource Board for a comprehensive aquifer study and planning effort. This funding will be used to complete the Eastern Snake Plain Aquifer Model upgrades, Comprehensive Aquifer Management Plans and associated technical studies for the Lower Boise/Treasure Valley, Rathdrum Prairie, Big Wood, Moscow-Pullman, Mountain Home, Bear River, Teton, Big Lost, Portneuf, and Blackfoot basins (in priority order). The Governor's recommendation includes three FTP to support this initiative.