

Agency Expenditure Summary

	<u>FY 2017</u>		<u>FY 2018</u>		<u>FY 2019</u>	
	<u>Approp</u>	<u>Actual</u>	<u>Approp</u>	<u>Estimate</u>	<u>Request</u>	<u>Gov Rec</u>
By Function						
Lottery Commission	5,902,600	5,650,300	6,189,300	6,189,300	6,002,300	6,057,700
Total	5,902,600	5,650,300	6,189,300	6,189,300	6,002,300	6,057,700
By Fund Source						
Dedicated	5,902,600	5,650,300	6,189,300	6,189,300	6,002,300	6,057,700
Total	5,902,600	5,650,300	6,189,300	6,189,300	6,002,300	6,057,700
By Object						
Personnel Costs	3,180,600	3,059,200	3,340,400	3,340,400	3,305,800	3,361,200
Operating Expenditures	2,635,400	2,505,200	2,728,800	2,728,800	2,602,500	2,602,500
Capital Outlay	86,600	85,900	120,100	120,100	94,000	94,000
Trustee/Benefit Payments	0	0	0	0	0	0
Lump Sum	0	0	0	0	0	0
Total	5,902,600	5,650,300	6,189,300	6,189,300	6,002,300	6,057,700
FTP Positions	45.00	45.00	45.00	45.00	45.00	45.00

	<u>FTP</u>	<u>Personnel Cost</u>	<u>Operating Expense</u>	<u>Capital Outlay</u>	<u>Trustee/Benefit</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
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Description: The Lottery Commission is responsible for maintaining consistently high sales of lottery products by providing an exciting product available at a wide variety of retail outlets that are properly supported by Lottery personnel. The maintenance of high sales allows the Lottery to maximize revenue available to state capital budget projects and public school facilities.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation: HB 277

Dedicated	45.00	3,340,400	2,728,800	120,100	0	0	6,189,300
Total	45.00	3,340,400	2,728,800	120,100	0	0	6,189,300

FY 2018 Total Appropriation

Dedicated	45.00	3,340,400	2,728,800	120,100	0	0	6,189,300
Total	45.00	3,340,400	2,728,800	120,100	0	0	6,189,300

FY 2018 Estimated Expenditures

Dedicated	45.00	3,340,400	2,728,800	120,100	0	0	6,189,300
Total	45.00	3,340,400	2,728,800	120,100	0	0	6,189,300

Base Adjustments

8.41 Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.

Dedicated	0.00	0	(77,500)	(66,700)	0	0	(144,200)
Total	0.00	0	(77,500)	(66,700)	0	0	(144,200)

8.51 Base Reduction: This decision unit provides a base reduction to reflect savings from a newly negotiated contract with the gaming system vendor.

Dedicated	0.00	0	(42,500)	0	0	0	(42,500)
Total	0.00	0	(42,500)	0	0	0	(42,500)

FY 2019 Base

Dedicated	45.00	3,340,400	2,608,800	53,400	0	0	6,002,600
Total	45.00	3,340,400	2,608,800	53,400	0	0	6,002,600

	<u>FTP</u>	<u>Personnel Cost</u>	<u>Operating Expense</u>	<u>Capital Outlay</u>	<u>Trustee/Benefit</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
Program Maintenance							
10.11	Change in Health Benefit Costs: This decision unit reflects a one-time reduction in the employer health benefit cost based on the November Milliman projection, which showed a decrease from the June estimate. Employer costs are projected to return to the current level in FY 2020.						
	While the total cost of the plan continues to grow, prices and utilization are growing at a slower rate than projected for FY 2018. This has led to growth in reserves. To address this one-time overfunding of reserves, the Governor proposes a transfer of \$13,140,000 from the Group Insurance Account to the General Fund. These funds were transferred from the General Fund in FY 2016 to maintain the contractually required minimum and can now be repaid. In addition, the Governor proposes using reserve funds for a two-month premium holiday for both the employer and the employee. This will reduce overfunding of reserves and reward employees for their prudent use of plan benefits.						
Dedicated	0.00	(65,300)	0	0	0	0	(65,300)
Total	0.00	(65,300)	0	0	0	0	(65,300)
10.12	Change in Variable Benefit Costs: This decision unit reflects the scheduled changes in the employer variable benefits cost, including the October 2017 vote of the Public Employee Retirement System of Idaho Retirement Board to delay the scheduled employer contribution increase.						
Dedicated	0.00	3,000	0	0	0	0	3,000
Total	0.00	3,000	0	0	0	0	3,000
10.31	Repair, Replacement Items/Alterations: The Governor recommends \$40,600 in dedicated fund spending authority for repair and replacement items.						
Dedicated	0.00	0	0	40,600	0	0	40,600
Total	0.00	0	0	40,600	0	0	40,600
10.41	Attorney General Fees: Adjustments to the costs of legal services provided by the Office of the Attorney General are reflected here.						
Dedicated	0.00	0	(4,900)	0	0	0	(4,900)
Total	0.00	0	(4,900)	0	0	0	(4,900)
10.45	Risk Management Cost Increases: Adjustments to the costs of insurance coverage as projected by a third-party actuary and billed by the Office of Insurance Management are reflected here.						
Dedicated	0.00	0	(1,100)	0	0	0	(1,100)
Total	0.00	0	(1,100)	0	0	0	(1,100)
10.46	Controller's Fee Charge: Adjustments to the costs of statewide accounting and statewide payroll processing provided by the Office of the State Controller are reflected here.						
Dedicated	0.00	0	500	0	0	0	500
Total	0.00	0	500	0	0	0	500
10.47	Treasurer's Fee Charge: Adjustments to the costs of cash management and warrant processing by the Office of the State Treasurer are reflected here.						
Dedicated	0.00	0	(800)	0	0	0	(800)
Total	0.00	0	(800)	0	0	0	(800)
10.61	Salary Multiplier - Regular Employees: The Governor recommends a 3% increase in employee compensation, to be distributed on a merit basis.						
Dedicated	0.00	81,700	0	0	0	0	81,700
Total	0.00	81,700	0	0	0	0	81,700

Executive Budget Detail

Lottery, Idaho State
Lottery Commission

	<u>FTP</u>	<u>Personnel Cost</u>	<u>Operating Expense</u>	<u>Capital Outlay</u>	<u>Trustee/ Benefit</u>	<u>Lump Sum</u>	<u>Total Gov Rec</u>
10.62 Salary Multiplier - Group and Temporary: The Governor does not recommend a compensation increase for group and temporary positions.							
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

10.67 Compensation Schedule Changes: The Governor recommends the pay structure for state employees be moved 3%. As this will result in employees being below the minimum of their pay grade, he recommends additional funding to adjust that pay to the minimum.							
Dedicated	0.00	1,400	0	0	0	0	1,400
Total	0.00	1,400	0	0	0	0	1,400

FY 2019 Total Maintenance

Dedicated	45.00	3,361,200	2,602,500	94,000	0	0	6,057,700
Total	45.00	3,361,200	2,602,500	94,000	0	0	6,057,700

Line Items

12.01 Criminal Investigator: The agency has determined this decision unit is not necessary.							
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Gov's Recommendation

Dedicated	45.00	3,361,200	2,602,500	94,000	0	0	6,057,700
Total	45.00	3,361,200	2,602,500	94,000	0	0	6,057,700