

## 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>
<b>By Function</b>						
OSBE Administration	14,138,100	4,132,300	8,468,200	17,596,800	8,505,500	9,593,500
Charter School Commission	577,200	466,100	568,300	665,600	514,500	521,700
<b>Total</b>	<b>14,715,300</b>	<b>4,598,400</b>	<b>9,036,500</b>	<b>18,262,400</b>	<b>9,020,000</b>	<b>10,115,200</b>
<b>By Fund Source</b>						
General	3,477,000	2,824,300	5,584,900	5,584,900	5,569,200	6,653,900
Dedicated	5,430,700	333,400	347,800	5,445,100	346,200	351,000
Federal	4,691,300	562,700	2,736,400	6,865,000	2,737,400	2,740,100
Other	1,116,300	878,000	367,400	367,400	367,200	370,200
<b>Total</b>	<b>14,715,300</b>	<b>4,598,400</b>	<b>9,036,500</b>	<b>18,262,400</b>	<b>9,020,000</b>	<b>10,115,200</b>
<b>By Object</b>						
Personnel Costs	3,073,400	2,579,900	3,080,900	3,389,600	3,174,000	3,632,400
Operating Expenditures	2,719,600	1,024,400	3,414,200	5,032,400	3,293,200	3,899,500
Capital Outlay	20,400	18,800	3,000	3,000	14,400	44,900
Trustee/Benefit Payments	8,901,900	975,300	2,538,400	9,837,400	2,538,400	2,538,400
Lump Sum	0	0	0	0	0	0
<b>Total</b>	<b>14,715,300</b>	<b>4,598,400</b>	<b>9,036,500</b>	<b>18,262,400</b>	<b>9,020,000</b>	<b>10,115,200</b>
<b>FTP Positions</b>	<b>28.75</b>	<b>28.75</b>	<b>31.25</b>	<b>31.25</b>	<b>31.65</b>	<b>35.25</b>

	<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>
--	------------	-----------------------	--------------------------	-----------------------	------------------------	-----------------	----------------------

**Description:** The OSBE Administration Program provides support to the State Board of Education in the areas of fiscal management and overall program administration with respect to all educational institutions and agencies for which the Board is responsible. The Board staff also manages State Scholarship and Student Incentive Grant Programs and oversees graduate medical/professional program delivery. The Office of the State Board of Education provides administrative staff for the Board, which oversees Idaho's public college and universities (Lewis-Clark State College, University of Idaho, Boise State University, and Idaho State University), and coordinates with four community colleges (North Idaho College, College of Southern Idaho, College of Western Idaho, and College of Eastern Idaho).

The Board also governs three other education-related agencies, each of which has an administrator and staff that reports directly to the Board: the Division of Vocational Rehabilitation, the Division of Career Technical Education, and Idaho Public Television.

The Board is comprised of the elected Superintendent of Public Instruction and seven members appointed by the Governor.

**FY 2018 Original Appropriation**

3.00 FY 2018 Original Appropriation:

General	24.06	2,386,100	1,625,300	3,000	1,350,000	0	5,364,400
Dedicated	0.00	0	0	0	0	0	0
Federal	1.33	151,900	1,446,100	0	1,138,400	0	2,736,400
Other	1.86	174,100	143,300	0	50,000	0	367,400
<b>Total</b>	<b>27.25</b>	<b>2,712,100</b>	<b>3,214,700</b>	<b>3,000</b>	<b>2,538,400</b>	<b>0</b>	<b>8,468,200</b>

**Expenditure Adjustments**

4.11 Reappropriation: This decision unit reflects reappropriation authority granted by HB 300.

Dedicated	0.00	0	0	0	5,000,000	0	5,000,000
Federal	0.00	296,000	1,533,600	0	2,299,000	0	4,128,600
<b>Total</b>	<b>0.00</b>	<b>296,000</b>	<b>1,533,600</b>	<b>0</b>	<b>7,299,000</b>	<b>0</b>	<b>9,128,600</b>

**FY 2018 Total Appropriation**

General	24.06	2,386,100	1,625,300	3,000	1,350,000	0	5,364,400
Dedicated	0.00	0	0	0	5,000,000	0	5,000,000
Federal	1.33	447,900	2,979,700	0	3,437,400	0	6,865,000
Other	1.86	174,100	143,300	0	50,000	0	367,400
<b>Total</b>	<b>27.25</b>	<b>3,008,100</b>	<b>4,748,300</b>	<b>3,000</b>	<b>9,837,400</b>	<b>0</b>	<b>17,596,800</b>

**FY 2018 Estimated Expenditures**

General	24.06	2,386,100	1,625,300	3,000	1,350,000	0	5,364,400
Dedicated	0.00	0	0	0	5,000,000	0	5,000,000
Federal	1.33	447,900	2,979,700	0	3,437,400	0	6,865,000
Other	1.86	174,100	143,300	0	50,000	0	367,400
<b>Total</b>	<b>27.25</b>	<b>3,008,100</b>	<b>4,748,300</b>	<b>3,000</b>	<b>9,837,400</b>	<b>0</b>	<b>17,596,800</b>

	<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>
<b>Base Adjustments</b>							
8.41 Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.							
General	0.00	0	(86,600)	(3,000)	0	0	(89,600)
Dedicated	0.00	0	0	0	(5,000,000)	0	(5,000,000)
Federal	0.00	(296,000)	(1,533,600)	0	(2,299,000)	0	(4,128,600)
<b>Total</b>	<b>0.00</b>	<b>(296,000)</b>	<b>(1,620,200)</b>	<b>(3,000)</b>	<b>(7,299,000)</b>	<b>0</b>	<b>(9,218,200)</b>

**FY 2019 Base**

General	24.06	2,386,100	1,538,700	0	1,350,000	0	5,274,800
Dedicated	0.00	0	0	0	0	0	0
Federal	1.33	151,900	1,446,100	0	1,138,400	0	2,736,400
Other	1.86	174,100	143,300	0	50,000	0	367,400
<b>Total</b>	<b>27.25</b>	<b>2,712,100</b>	<b>3,128,100</b>	<b>0</b>	<b>2,538,400</b>	<b>0</b>	<b>8,378,600</b>

**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.

General	0.00	(33,800)	0	0	0	0	(33,800)
Federal	0.00	(300)	0	0	0	0	(300)
Other	0.00	(1,500)	0	0	0	0	(1,500)
<b>Total</b>	<b>0.00</b>	<b>(35,600)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(35,600)</b>

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.

General	0.00	1,800	0	0	0	0	1,800
Other	0.00	100	0	0	0	0	100
<b>Total</b>	<b>0.00</b>	<b>1,900</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,900</b>

10.23 Contract Inflation: The Governor recommends General Fund for the Western Interstate Commission for Higher Education contract inflation increase.

General	0.00	0	4,000	0	0	0	4,000
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>4,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,000</b>

	<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>
10.31 Repair, Replacement Items/Alterations: The Governor recommends \$14,400 in General Fund for repair and replacement items.							
General	0.00	0	0	14,400	0	0	14,400
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>14,400</b>	<b>0</b>	<b>0</b>	<b>14,400</b>
10.41 Attorney General Fees: Adjustments to the costs of legal services provided by the Office of the Attorney General are reflected here.							
General	0.00	0	1,000	0	0	0	1,000
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>1,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,000</b>
10.43 Legislative Audits: Adjustments to legislative audit billings are reflected here.							
Other	0.00	0	600	0	0	0	600
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>600</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>600</b>
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.							
General	0.00	0	(400)	0	0	0	(400)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>(400)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(400)</b>
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.							
General	0.00	0	600	0	0	0	600
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>600</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>600</b>
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.							
General	0.00	0	(100)	0	0	0	(100)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>(100)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(100)</b>
10.61 Salary Multiplier - Regular Employees: The Governor recommends a 3% increase in employee compensation, to be distributed on a merit basis.							
General	0.00	62,100	0	0	0	0	62,100
Federal	0.00	4,000	0	0	0	0	4,000
Other	0.00	3,600	0	0	0	0	3,600
<b>Total</b>	<b>0.00</b>	<b>69,700</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>69,700</b>
10.62 Salary Multiplier - Group and Temporary: The Governor does not recommend a compensation increase for group and temporary positions.							
General	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**FY 2019 Total Maintenance**

General	24.06	2,416,200	1,543,800	14,400	1,350,000	0	5,324,400
Dedicated	0.00	0	0	0	0	0	0
Federal	1.33	155,600	1,446,100	0	1,138,400	0	2,740,100
Other	1.86	176,300	143,900	0	50,000	0	370,200
<b>Total</b>	<b>27.25</b>	<b>2,748,100</b>	<b>3,133,800</b>	<b>14,400</b>	<b>2,538,400</b>	<b>0</b>	<b>8,434,700</b>

	<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>
<b>Line Items</b>							
12.01 Graduate Medical Education Council: The Governor does not recommend General Fund for a graduate medical education council. The Governor recommends the Board of Education obtain a third-party review of its study on expanding Graduate Medical Education in Idaho and continue to develop and refine the proposed plan. This review should include a prioritization of funding requests. In addition, Medicaid funds should be utilized to the fullest extent possible in any new funding requests.							
General	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.02 Cybersecurity: The Governor does not recommend General Fund for software purchases and maintenance fees related to cybersecurity. He instead encourages agencies to coordinate cybersecurity efforts with the Office of Information Technology for a more consolidated approach.							
General	0.00	0	0	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
12.03 Systems Integration Consultant: The Governor recommends one-time General Fund for a contracted systems integration consultant to study and report on how best to implement the Higher Education Task Force recommendation to integrate, systemize, and more efficiently manage business functions and automate back office functions including information technology, finance, human resources, and procurement across higher education.							
General	0.00	0	500,000	0	0	0	500,000
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>500,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>500,000</b>
12.04 Transfer Career Information System to Board of Education: The Governor recommends 3.0 FTP, ongoing General Fund, and one-time Capital Outlay for the transfer of the Career Information System (CIS) from the Department of Labor to the Office of the State Board of Education (OSBE). Consolidating these functions will better address the need for centralized and improved college and career counseling tools identified in both the Workforce Development Task Force and Higher Education Task Force recommendations. OSBE plays a significant role in aiding students prepare for life after high school through coordination of statewide college-to-career activities and its Next Steps Idaho initiative and website. CIS will complement and enhance OSBE's efforts to provide tools for college and career planning to students, school districts, and public post-secondary institutions. It will also eliminate duplicative efforts across state agencies that have created an inefficient use of state resources while continuing to be an important tool for collaboration with the Department of Labor and other state agencies.							
General	3.00	257,100	103,700	28,500	0	0	389,300
<b>Total</b>	<b>3.00</b>	<b>257,100</b>	<b>103,700</b>	<b>28,500</b>	<b>0</b>	<b>0</b>	<b>389,300</b>
12.05 Executive Officer of the State Board of Education: The Governor recommends 1.0 FTP, ongoing General Fund, and one-time Capital Outlay for an executive officer of the State Board of Education position. This position will play a key role in implementing the recommendations of the Higher Education Task Force, including the creation of an integrated higher education system for the purpose of eliminating inefficiencies and generating cost savings. Part of this integrated system will include the implementation of a shared service operation to support back office functions including information technology, finance, human resources, and procurement across higher education.							
General	1.00	254,500	13,000	2,000	0	0	269,500
<b>Total</b>	<b>1.00</b>	<b>254,500</b>	<b>13,000</b>	<b>2,000</b>	<b>0</b>	<b>0</b>	<b>269,500</b>

Education, State Board of  
OSBE Administration

Executive Budget Detail

	<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>
<b>FY 2019 Gov's Recommendation</b>							
General	28.06	2,927,800	2,160,500	44,900	1,350,000	0	6,483,200
Dedicated	0.00	0	0	0	0	0	0
Federal	1.33	155,600	1,446,100	0	1,138,400	0	2,740,100
Other	1.86	176,300	143,900	0	50,000	0	370,200
<b>Total</b>	<b>31.25</b>	<b>3,259,700</b>	<b>3,750,500</b>	<b>44,900</b>	<b>2,538,400</b>	<b>0</b>	<b>9,593,500</b>

Executive Budget Detail

Education, State Board of  
Charter School 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>
--	------------	-----------------------	--------------------------	-----------------------	------------------------	-----------------	----------------------

**Description:** The Charter School Commission helps to provide expanded choices in educational opportunities by establishing and monitoring public charter schools, which operate independently from the traditional school district structure.

**FY 2018 Original Appropriation**

3.00 FY 2018 Original Appropriation:

General	1.50	117,200	103,300	0	0	0	220,500
Dedicated	2.50	251,600	96,200	0	0	0	347,800
<b>Total</b>	<b>4.00</b>	<b>368,800</b>	<b>199,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>568,300</b>

**Expenditure Adjustments**

4.11 Reappropriation: This decision unit reflects reappropriation authority granted by HB 300.

Dedicated	0.00	12,700	84,600	0	0	0	97,300
<b>Total</b>	<b>0.00</b>	<b>12,700</b>	<b>84,600</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>97,300</b>

**FY 2018 Total Appropriation**

General	1.50	117,200	103,300	0	0	0	220,500
Dedicated	2.50	264,300	180,800	0	0	0	445,100
<b>Total</b>	<b>4.00</b>	<b>381,500</b>	<b>284,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>665,600</b>

**FY 2018 Estimated Expenditures**

General	1.50	117,200	103,300	0	0	0	220,500
Dedicated	2.50	264,300	180,800	0	0	0	445,100
<b>Total</b>	<b>4.00</b>	<b>381,500</b>	<b>284,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>665,600</b>

**Base Adjustments**

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

General	0.00	0	(3,600)	0	0	0	(3,600)
Dedicated	0.00	(12,700)	(84,600)	0	0	0	(97,300)
<b>Total</b>	<b>0.00</b>	<b>(12,700)</b>	<b>(88,200)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(100,900)</b>

**FY 2019 Base**

General	1.50	117,200	99,700	0	0	0	216,900
Dedicated	2.50	251,600	96,200	0	0	0	347,800
<b>Total</b>	<b>4.00</b>	<b>368,800</b>	<b>195,900</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>564,700</b>

	<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>
<b>Program Maintenance</b>							
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.						
General	0.00	(2,200)	0	0	0	0	(2,200)
Dedicated	0.00	(3,600)	0	0	0	0	(3,600)
<b>Total</b>	<b>0.00</b>	<b>(5,800)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(5,800)</b>
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.						
General	0.00	100	0	0	0	0	100
Dedicated	0.00	100	0	0	0	0	100
<b>Total</b>	<b>0.00</b>	<b>200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>200</b>
10.41	Attorney General Fees: Adjustments to the costs of legal services provided by the Office of the Attorney General are reflected here.						
General	0.00	0	(46,900)	0	0	0	(46,900)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>(46,900)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(46,900)</b>
10.61	Salary Multiplier - Regular Employees: The Governor recommends a 3% increase in employee compensation, to be distributed on a merit basis.						
General	0.00	2,800	0	0	0	0	2,800
Dedicated	0.00	6,700	0	0	0	0	6,700
<b>Total</b>	<b>0.00</b>	<b>9,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>9,500</b>
<b>FY 2019 Total Maintenance</b>							
General	1.50	117,900	52,800	0	0	0	170,700
Dedicated	2.50	254,800	96,200	0	0	0	351,000
<b>Total</b>	<b>4.00</b>	<b>372,700</b>	<b>149,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>521,700</b>
<b>FY 2019 Gov's Recommendation</b>							
General	1.50	117,900	52,800	0	0	0	170,700
Dedicated	2.50	254,800	96,200	0	0	0	351,000
<b>Total</b>	<b>4.00</b>	<b>372,700</b>	<b>149,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>521,700</b>