

**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>						
General Services	13,479,100	11,713,100	12,536,500	14,536,500	12,436,200	12,271,600
Audit	12,447,300	11,831,700	12,700,700	12,700,700	12,617,000	12,834,000
Collection	8,178,200	8,230,500	7,494,000	7,494,000	7,544,200	7,675,300
Revenue Operations	6,846,600	6,842,700	6,851,800	6,851,800	7,052,800	7,138,200
Property Tax	3,712,200	3,633,500	3,798,200	3,798,200	3,770,700	3,831,100
<b>Total</b>	<b>44,663,400</b>	<b>42,251,500</b>	<b>43,381,200</b>	<b>45,381,200</b>	<b>43,420,900</b>	<b>43,750,200</b>
<b>By Fund Source</b>						
General	37,162,600	35,066,100	35,798,300	37,798,300	35,879,800	36,154,600
Dedicated	7,307,500	7,021,800	7,389,600	7,389,600	7,346,300	7,400,800
Federal	8,000	0	8,000	8,000	8,000	8,000
Other	185,300	163,600	185,300	185,300	186,800	186,800
<b>Total</b>	<b>44,663,400</b>	<b>42,251,500</b>	<b>43,381,200</b>	<b>45,381,200</b>	<b>43,420,900</b>	<b>43,750,200</b>
<b>By Object</b>						
Personnel Costs	31,303,700	31,053,900	31,746,200	31,746,200	31,627,900	32,162,800
Operating Expenditures	12,506,300	10,490,500	10,992,700	12,492,700	11,452,800	11,452,800
Capital Outlay	853,400	707,100	642,300	1,142,300	340,200	134,600
Trustee/Benefit Payments	0	0	0	0	0	0
Lump Sum	0	0	0	0	0	0
<b>Total</b>	<b>44,663,400</b>	<b>42,251,500</b>	<b>43,381,200</b>	<b>45,381,200</b>	<b>43,420,900</b>	<b>43,750,200</b>
<b>FTP Positions</b>	<b>451.00</b>	<b>451.00</b>	<b>455.00</b>	<b>455.00</b>	<b>460.00</b>	<b>459.00</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>
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**Description:** The General Services Division consists of the Commissioners, Legal, Tax Appeals, Human Resources, Information Technology, Management Services, and Taxpayer Resources (Communications, Tax Policy, and Taxpayer Services). The division provides for centralized management; internal policy development; taxpayer appeals; legal, personnel, fiscal, and computer services; and communication and outreach services for taxpayers.

**FY 2018 Original Appropriation**

3.00 FY 2018 Original Appropriation:

General	71.05	5,761,200	4,301,000	441,700	0	0	10,503,900
Dedicated	7.60	643,000	1,181,000	189,500	0	0	2,013,500
Other	0.00	0	19,100	0	0	0	19,100
<b>Total</b>	<b>78.65</b>	<b>6,404,200</b>	<b>5,501,100</b>	<b>631,200</b>	<b>0</b>	<b>0</b>	<b>12,536,500</b>

**Expenditure Adjustments**

4.11 Reappropriation: This decision unit reflects reappropriation authority granted by HB 329.

General	0.00	0	1,500,000	500,000	0	0	2,000,000
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>1,500,000</b>	<b>500,000</b>	<b>0</b>	<b>0</b>	<b>2,000,000</b>

**FY 2018 Total Appropriation**

General	71.05	5,761,200	5,801,000	941,700	0	0	12,503,900
Dedicated	7.60	643,000	1,181,000	189,500	0	0	2,013,500
Other	0.00	0	19,100	0	0	0	19,100
<b>Total</b>	<b>78.65</b>	<b>6,404,200</b>	<b>7,001,100</b>	<b>1,131,200</b>	<b>0</b>	<b>0</b>	<b>14,536,500</b>

**FY 2018 Estimated Expenditures**

General	71.05	5,761,200	5,801,000	941,700	0	0	12,503,900
Dedicated	7.60	643,000	1,181,000	189,500	0	0	2,013,500
Other	0.00	0	19,100	0	0	0	19,100
<b>Total</b>	<b>78.65</b>	<b>6,404,200</b>	<b>7,001,100</b>	<b>1,131,200</b>	<b>0</b>	<b>0</b>	<b>14,536,500</b>

**Base Adjustments**

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

General	0.00	0	(1,547,400)	(941,700)	0	0	(2,489,100)
Dedicated	0.00	0	(5,800)	(179,500)	0	0	(185,300)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>(1,553,200)</b>	<b>(1,121,200)</b>	<b>0</b>	<b>0</b>	<b>(2,674,400)</b>

**FY 2019 Base**

General	71.05	5,761,200	4,253,600	0	0	0	10,014,800
Dedicated	7.60	643,000	1,175,200	10,000	0	0	1,828,200
Other	0.00	0	19,100	0	0	0	19,100
<b>Total</b>	<b>78.65</b>	<b>6,404,200</b>	<b>5,447,900</b>	<b>10,000</b>	<b>0</b>	<b>0</b>	<b>11,862,100</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	(99,900)	0	0	0	0	(99,900)
Dedicated	0.00	(10,300)	0	0	0	0	(10,300)
<b>Total</b>	<b>0.00</b>	<b>(110,200)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(110,200)</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	3,000	0	0	0	0	3,000
Dedicated	0.00	400	0	0	0	0	400
<b>Total</b>	<b>0.00</b>	<b>3,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,400</b>
10.31	Repair, Replacement Items/Alterations: The Governor recommends \$65,500 in General Fund and \$21,500 in dedicated fund spending authority for repair and replacement items.						
General	0.00	0	42,500	23,000	0	0	65,500
Dedicated	0.00	0	7,500	14,000	0	0	21,500
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>50,000</b>	<b>37,000</b>	<b>0</b>	<b>0</b>	<b>87,000</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	159,800	0	0	0	159,800
Dedicated	0.00	0	28,200	0	0	0	28,200
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>188,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>188,000</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
Dedicated	0.00	0	100	0	0	0	100
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>500</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	10,800	0	0	0	10,800
Dedicated	0.00	0	1,900	0	0	0	1,900
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>12,700</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,700</b>

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
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	(7,900)	0	0	0	(7,900)
Dedicated	0.00	0	(1,000)	0	0	0	(1,000)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>(8,900)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(8,900)</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	134,000	0	0	0	0	134,000
Dedicated	0.00	14,400	0	0	0	0	14,400
<b>Total</b>	<b>0.00</b>	<b>148,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>148,400</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
Dedicated	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>
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.							
General	0.00	4,600	0	0	0	0	4,600
<b>Total</b>	<b>0.00</b>	<b>4,600</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>4,600</b>

**FY 2019 Total Maintenance**

General	71.05	5,802,900	4,459,200	23,000	0	0	10,285,100
Dedicated	7.60	647,500	1,211,900	24,000	0	0	1,883,400
Other	0.00	0	19,100	0	0	0	19,100
<b>Total</b>	<b>78.65</b>	<b>6,450,400</b>	<b>5,690,200</b>	<b>47,000</b>	<b>0</b>	<b>0</b>	<b>12,187,600</b>

**Line Items**

12.01 Automated Systems Specialist: The Governor recommends 1.0 FTP and General Fund and dedicated fund spending authority for an automated systems specialist position. This position will address the increasing technical demands on the General Services Division due to ongoing improvements to GenTax and other software systems that require extensive testing to ensure that revenue distributions operate properly as changes are made. Establishing this position will allow current staff to refocus their efforts on their core job duties in accounting, human resources, appeals, and other areas affected by these changes.							
General	0.85	60,500	0	0	0	0	60,500
Dedicated	0.15	10,700	0	0	0	0	10,700
<b>Total</b>	<b>1.00</b>	<b>71,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>71,200</b>
12.03 Taxpayer Resource Manager: The Governor does not recommend a taxpayer resources manager to enhance outreach efforts to taxpayers.							
General	0.00	0	0	0	0	0	0
Dedicated	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>

	<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>
12.04 Change in Compensation for Commissioners: The Governor recommends a 3% salary increase for commissioners. This increases the annual salary to \$99,077.							
General	0.00	11,200	0	0	0	0	11,200
Dedicated	0.00	1,600	0	0	0	0	1,600
<b>Total</b>	<b>0.00</b>	<b>12,800</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,800</b>

12.91 Reappropriation Authority: The Governor recommends the reappropriation of any unexpended and unencumbered balances appropriated to the department for moving expenses. Due to the timing of the tax season and the Hewlett-Packard complex acquisition, the department will not finish relocating until after the start of FY 2019.							
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 Gov's Recommendation**

General	71.90	5,874,600	4,459,200	23,000	0	0	10,356,800
Dedicated	7.75	659,800	1,211,900	24,000	0	0	1,895,700
Other	0.00	0	19,100	0	0	0	19,100
<b>Total</b>	<b>79.65</b>	<b>6,534,400</b>	<b>5,690,200</b>	<b>47,000</b>	<b>0</b>	<b>0</b>	<b>12,271,600</b>

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>
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**Description:** The Audit Division conducts audits on all tax types administered by the agency by the authority of Idaho Code and the Multistate Tax Compact, conducts discovery and enforcement efforts directed at non-filers, and mitigates identity theft and fraud issues. It operates from the administrative headquarters office in Boise and five field office locations (Lewiston, Coeur d'Alene, Twin Falls, Idaho Falls, and Pocatello).

**FY 2018 Original Appropriation**

3.00 FY 2018 Original Appropriation:

General	103.05	7,492,900	1,074,600	0	0	0	8,567,500
Dedicated	43.30	3,271,600	853,600	0	0	0	4,125,200
Federal	0.00	0	8,000	0	0	0	8,000
<b>Total</b>	<b>146.35</b>	<b>10,764,500</b>	<b>1,936,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,700,700</b>

**FY 2018 Total Appropriation**

General	103.05	7,492,900	1,074,600	0	0	0	8,567,500
Dedicated	43.30	3,271,600	853,600	0	0	0	4,125,200
Federal	0.00	0	8,000	0	0	0	8,000
<b>Total</b>	<b>146.35</b>	<b>10,764,500</b>	<b>1,936,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,700,700</b>

**FY 2018 Estimated Expenditures**

General	103.05	7,492,900	1,074,600	0	0	0	8,567,500
Dedicated	43.30	3,271,600	853,600	0	0	0	4,125,200
Federal	0.00	0	8,000	0	0	0	8,000
<b>Total</b>	<b>146.35</b>	<b>10,764,500</b>	<b>1,936,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,700,700</b>

**Base Adjustments**

8.31 Transfer Between Programs: This decision unit makes a program transfer of 1.0 FTP and General Fund from Revenue Operations to align a fraud prevention position with the correct division.

General	1.00	58,200	0	0	0	0	58,200
<b>Total</b>	<b>1.00</b>	<b>58,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>58,200</b>

**FY 2019 Base**

General	104.05	7,551,100	1,074,600	0	0	0	8,625,700
Dedicated	43.30	3,271,600	853,600	0	0	0	4,125,200
Federal	0.00	0	8,000	0	0	0	8,000
<b>Total</b>	<b>147.35</b>	<b>10,822,700</b>	<b>1,936,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,758,900</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	(149,300)	0	0	0	0	(149,300)
Dedicated	0.00	(63,800)	0	0	0	0	(63,800)
<b>Total</b>	<b>0.00</b>	<b>(213,100)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(213,100)</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	3,700	0	0	0	0	3,700
Dedicated	0.00	1,600	0	0	0	0	1,600
<b>Total</b>	<b>0.00</b>	<b>5,300</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5,300</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	179,100	0	0	0	0	179,100
Dedicated	0.00	78,300	0	0	0	0	78,300
<b>Total</b>	<b>0.00</b>	<b>257,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>257,400</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
Dedicated	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>
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.						
General	0.00	19,300	0	0	0	0	19,300
Dedicated	0.00	5,000	0	0	0	0	5,000
<b>Total</b>	<b>0.00</b>	<b>24,300</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>24,300</b>
<b>FY 2019 Total Maintenance</b>							
General	104.05	7,603,900	1,074,600	0	0	0	8,678,500
Dedicated	43.30	3,292,700	853,600	0	0	0	4,146,300
Federal	0.00	0	8,000	0	0	0	8,000
<b>Total</b>	<b>147.35</b>	<b>10,896,600</b>	<b>1,936,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,832,800</b>

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>Line Items</b>							
12.04	Change in Compensation for Commissioners: The Governor recommends a 3% salary increase for commissioners. This increases the annual salary to \$99,077.						
Dedicated	0.00	1,200	0	0	0	0	1,200
<b>Total</b>	<b>0.00</b>	<b>1,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,200</b>

**FY 2019 Gov's Recommendation**

General	104.05	7,603,900	1,074,600	0	0	0	8,678,500
Dedicated	43.30	3,293,900	853,600	0	0	0	4,147,500
Federal	0.00	0	8,000	0	0	0	8,000
<b>Total</b>	<b>147.35</b>	<b>10,897,800</b>	<b>1,936,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,834,000</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>
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**Description:** The Collection Division collects delinquent taxes for all tax types. It operates from the administrative headquarters office in Boise and five field office locations (Lewiston, Coeur d'Alene, Twin Falls, Idaho Falls, and Pocatello).

**FY 2018 Original Appropriation**

3.00 FY 2018 Original Appropriation:

General	107.00	6,274,900	997,900	0	0	0	7,272,800
Dedicated	3.00	197,700	23,500	0	0	0	221,200
<b>Total</b>	<b>110.00</b>	<b>6,472,600</b>	<b>1,021,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,494,000</b>

**FY 2018 Total Appropriation**

General	107.00	6,274,900	997,900	0	0	0	7,272,800
Dedicated	3.00	197,700	23,500	0	0	0	221,200
<b>Total</b>	<b>110.00</b>	<b>6,472,600</b>	<b>1,021,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,494,000</b>

**FY 2018 Estimated Expenditures**

General	107.00	6,274,900	997,900	0	0	0	7,272,800
Dedicated	3.00	197,700	23,500	0	0	0	221,200
<b>Total</b>	<b>110.00</b>	<b>6,472,600</b>	<b>1,021,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,494,000</b>

**FY 2019 Base**

General	107.00	6,274,900	997,900	0	0	0	7,272,800
Dedicated	3.00	197,700	23,500	0	0	0	221,200
<b>Total</b>	<b>110.00</b>	<b>6,472,600</b>	<b>1,021,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,494,000</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	(144,800)	0	0	0	0	(144,800)
Dedicated	0.00	(4,400)	0	0	0	0	(4,400)
<b>Total</b>	<b>0.00</b>	<b>(149,200)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(149,200)</b>

Executive Budget Detail

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
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	3,000	0	0	0	0	3,000
Dedicated	0.00	100	0	0	0	0	100
<b>Total</b>	<b>0.00</b>	<b>3,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,100</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	143,700	0	0	0	0	143,700
Dedicated	0.00	4,500	0	0	0	0	4,500
<b>Total</b>	<b>0.00</b>	<b>148,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>148,200</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
Dedicated	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>
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.							
General	0.00	8,100	0	0	0	0	8,100
<b>Total</b>	<b>0.00</b>	<b>8,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>8,100</b>

**FY 2019 Total Maintenance**

General	107.00	6,284,900	997,900	0	0	0	7,282,800
Dedicated	3.00	197,900	23,500	0	0	0	221,400
<b>Total</b>	<b>110.00</b>	<b>6,482,800</b>	<b>1,021,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,504,200</b>

**Line Items**

12.02 Tax Collection Positions: The Governor recommends 3.0 FTP and General Fund for two tax compliance technicians and one tax compliance officer. In July 2013, the statute of limitations for collecting unpaid taxes increased from 6 years to 12 years (Idaho Code 63-3068). Since that time, accounts receivable balances in Collection at fiscal year-end have increased by nearly \$21,000,000 while unassigned accounts have increased from under 300 to nearly 2,000, an over 600% increase. Establishing these positions will reduce caseloads in the Boise, Twin Falls, and Pocatello offices and increase the likelihood of collection as cases are handled more quickly. Based on the average amounts recovered, these positions are estimated to generate an additional \$2,358,400 in General Fund revenue per year.

General	3.00	171,100	0	0	0	0	171,100
<b>Total</b>	<b>3.00</b>	<b>171,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>171,100</b>

**FY 2019 Gov's Recommendation**

General	110.00	6,456,000	997,900	0	0	0	7,453,900
Dedicated	3.00	197,900	23,500	0	0	0	221,400
<b>Total</b>	<b>113.00</b>	<b>6,653,900</b>	<b>1,021,400</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,675,300</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>
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**Description:** The Revenue Operations Division maintains the taxpayer database, processes all returns and payments, initiates the deposit of money received, and issues taxpayer refunds. The division registers permit holders for 17 tax types including sales, withholding, hotel/motel, motor fuels, beer, wine, cigarette and tobacco taxes, oil and gas, and emergency telephone-E911 prepaid communications services. It also ensures that all individuals and licensed businesses have access to proper tax forms for reporting; processes revenue and refund documents submitted by taxpayers; and maintains an imaging system used to streamline the processing and storing of tax documents.

**FY 2018 Original Appropriation**

3.00 FY 2018 Original Appropriation:

General	69.15	4,138,900	1,656,800	0	0	0	5,795,700
Dedicated	11.85	733,500	293,900	2,300	0	0	1,029,700
Other	0.00	0	26,400	0	0	0	26,400
<b>Total</b>	<b>81.00</b>	<b>4,872,400</b>	<b>1,977,100</b>	<b>2,300</b>	<b>0</b>	<b>0</b>	<b>6,851,800</b>

**FY 2018 Total Appropriation**

General	69.15	4,138,900	1,656,800	0	0	0	5,795,700
Dedicated	11.85	733,500	293,900	2,300	0	0	1,029,700
Other	0.00	0	26,400	0	0	0	26,400
<b>Total</b>	<b>81.00</b>	<b>4,872,400</b>	<b>1,977,100</b>	<b>2,300</b>	<b>0</b>	<b>0</b>	<b>6,851,800</b>

**FY 2018 Estimated Expenditures**

General	69.15	4,138,900	1,656,800	0	0	0	5,795,700
Dedicated	11.85	733,500	293,900	2,300	0	0	1,029,700
Other	0.00	0	26,400	0	0	0	26,400
<b>Total</b>	<b>81.00</b>	<b>4,872,400</b>	<b>1,977,100</b>	<b>2,300</b>	<b>0</b>	<b>0</b>	<b>6,851,800</b>

**Base Adjustments**

8.31 Transfer Between Programs: This decision unit makes a program transfer of 1.0 FTP and General Fund to Audit to align a fraud prevention position with the correct division.

General	(1.00)	(58,200)	0	0	0	0	(58,200)
<b>Total</b>	<b>(1.00)</b>	<b>(58,200)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(58,200)</b>

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

General	0.00	0	(22,500)	0	0	0	(22,500)
Dedicated	0.00	0	(2,500)	0	0	0	(2,500)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>(25,000)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(25,000)</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>
<b>FY 2019 Base</b>							
General	68.15	4,080,700	1,634,300	0	0	0	5,715,000
Dedicated	11.85	733,500	291,400	2,300	0	0	1,027,200
Other	0.00	0	26,400	0	0	0	26,400
<b>Total</b>	<b>80.00</b>	<b>4,814,200</b>	<b>1,952,100</b>	<b>2,300</b>	<b>0</b>	<b>0</b>	<b>6,768,600</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	(94,500)	0	0	0	0	(94,500)
Dedicated	0.00	(15,800)	0	0	0	0	(15,800)
<b>Total</b>	<b>0.00</b>	<b>(110,300)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(110,300)</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
Dedicated	0.00	300	0	0	0	0	300
<b>Total</b>	<b>0.00</b>	<b>2,100</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,100</b>

10.31 Repair, Replacement Items/Alterations: The Governor recommends \$262,500 in General Fund and \$62,500 in dedicated fund spending authority for repair and replacement items.

General	0.00	0	212,500	50,000	0	0	262,500
Dedicated	0.00	0	37,500	25,000	0	0	62,500
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>250,000</b>	<b>75,000</b>	<b>0</b>	<b>0</b>	<b>325,000</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	86,900	0	0	0	0	86,900
Dedicated	0.00	14,700	0	0	0	0	14,700
<b>Total</b>	<b>0.00</b>	<b>101,600</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>101,600</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
Dedicated	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>

	<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>
10.67 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.							
General	0.00	3,900	0	0	0	0	3,900
Dedicated	0.00	1,300	0	0	0	0	1,300
<b>Total</b>	<b>0.00</b>	<b>5,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>5,200</b>

**FY 2019 Total Maintenance**

General	68.15	4,078,800	1,846,800	50,000	0	0	5,975,600
Dedicated	11.85	734,000	328,900	27,300	0	0	1,090,200
Other	0.00	0	26,400	0	0	0	26,400
<b>Total</b>	<b>80.00</b>	<b>4,812,800</b>	<b>2,202,100</b>	<b>77,300</b>	<b>0</b>	<b>0</b>	<b>7,092,200</b>

**Line Items**

12.01 Administration Fund Spending Authority: The Governor recommends aligning dedicated fund spending authority with projected revenue in the department's Administration and Accounting Fund. The Governor also recommends one-time dedicated fund spending authority for programming changes needed to administer taxes for the Department of Commerce and the city of Idaho Falls.

Dedicated	0.00	0	46,000	0	0	0	46,000
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>46,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>46,000</b>

**FY 2019 Gov's Recommendation**

General	68.15	4,078,800	1,846,800	50,000	0	0	5,975,600
Dedicated	11.85	734,000	374,900	27,300	0	0	1,136,200
Other	0.00	0	26,400	0	0	0	26,400
<b>Total</b>	<b>80.00</b>	<b>4,812,800</b>	<b>2,248,100</b>	<b>77,300</b>	<b>0</b>	<b>0</b>	<b>7,138,200</b>

Executive Budget Detail

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
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**Description:** The Property Tax Division provides oversight in the administration of the property tax system. The division is responsible for annually appraising all class-three operating property, examining property tax levies of all taxing districts, training and assisting county elected officials, developing an assessor's manual to facilitate uniformity of appraisals, and administering the circuit breaker program.

**FY 2018 Original Appropriation**

3.00 FY 2018 Original Appropriation:

General	39.00	3,232,500	425,900	0	0	0	3,658,400
Other	0.00	0	131,000	8,800	0	0	139,800
<b>Total</b>	<b>39.00</b>	<b>3,232,500</b>	<b>556,900</b>	<b>8,800</b>	<b>0</b>	<b>0</b>	<b>3,798,200</b>

**FY 2018 Total Appropriation**

General	39.00	3,232,500	425,900	0	0	0	3,658,400
Other	0.00	0	131,000	8,800	0	0	139,800
<b>Total</b>	<b>39.00</b>	<b>3,232,500</b>	<b>556,900</b>	<b>8,800</b>	<b>0</b>	<b>0</b>	<b>3,798,200</b>

**FY 2018 Estimated Expenditures**

General	39.00	3,232,500	425,900	0	0	0	3,658,400
Other	0.00	0	131,000	8,800	0	0	139,800
<b>Total</b>	<b>39.00</b>	<b>3,232,500</b>	<b>556,900</b>	<b>8,800</b>	<b>0</b>	<b>0</b>	<b>3,798,200</b>

**Base Adjustments**

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

Other	0.00	0	0	(8,800)	0	0	(8,800)
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>(8,800)</b>	<b>0</b>	<b>0</b>	<b>(8,800)</b>

**FY 2019 Base**

General	39.00	3,232,500	425,900	0	0	0	3,658,400
Other	0.00	0	131,000	0	0	0	131,000
<b>Total</b>	<b>39.00</b>	<b>3,232,500</b>	<b>556,900</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,789,400</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	(54,700)	0	0	0	0	(54,700)
<b>Total</b>	<b>0.00</b>	<b>(54,700)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(54,700)</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	1,700	0	0	0	0	1,700
<b>Total</b>	<b>0.00</b>	<b>1,700</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,700</b>
10.31	Repair, Replacement Items/Alterations: The Governor recommends \$10,300 in dedicated fund spending authority for repair and replacement items.						
Other	0.00	0	0	10,300	0	0	10,300
<b>Total</b>	<b>0.00</b>	<b>0</b>	<b>0</b>	<b>10,300</b>	<b>0</b>	<b>0</b>	<b>10,300</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	81,500	0	0	0	0	81,500
<b>Total</b>	<b>0.00</b>	<b>81,500</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>81,500</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>
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.						
General	0.00	2,900	0	0	0	0	2,900
<b>Total</b>	<b>0.00</b>	<b>2,900</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,900</b>
<b>FY 2019 Total Maintenance</b>							
General	39.00	3,263,900	425,900	0	0	0	3,689,800
Other	0.00	0	131,000	10,300	0	0	141,300
<b>Total</b>	<b>39.00</b>	<b>3,263,900</b>	<b>556,900</b>	<b>10,300</b>	<b>0</b>	<b>0</b>	<b>3,831,100</b>

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	39.00	3,263,900	425,900	0	0	0	3,689,800
Other	0.00	0	131,000	10,300	0	0	141,300
<b>Total</b>	<b>39.00</b>	<b>3,263,900</b>	<b>556,900</b>	<b>10,300</b>	<b>0</b>	<b>0</b>	<b>3,831,100</b>