

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						
Physical Health Services	116,827,400	103,058,500	116,831,700	117,978,500	120,256,000	120,204,300
Self-Reliance	169,066,000	161,582,500	172,320,100	172,200,100	174,292,300	175,052,500
Medical Assistance	2,221,946,000	2,121,358,600	2,285,308,600	2,347,046,500	2,548,565,800	2,540,565,300
Family & Community Services, Div.	72,636,400	67,496,400	75,567,000	75,634,800	82,696,600	83,277,700
Licensure & Certification	7,518,900	7,579,400	6,895,700	7,089,500	7,328,300	7,434,400
Healthcare Policy Initiatives	10,235,900	9,526,400	12,942,700	12,942,700	17,933,300	17,945,400
Indirect Support Services	41,838,300	39,758,500	46,381,700	46,381,700	51,682,300	48,720,200
Behavioral Health Services	100,075,400	96,355,900	103,918,500	107,634,700	111,035,800	109,159,200
Developmental Disabilities Svcs.	31,280,300	28,964,000	31,546,200	31,546,200	32,430,900	32,813,100
Domestic Violence Council	8,308,100	7,150,800	8,312,100	8,312,100	8,309,400	8,316,400
Developmental Disabilities Council	693,200	563,200	771,000	771,000	756,800	765,600
Total	2,780,425,900	2,643,394,200	2,860,795,300	2,927,537,800	3,155,287,500	3,144,254,100
By Fund Source						
General	672,719,600	670,084,700	706,107,500	728,627,400	805,454,700	788,086,000
Dedicated	68,152,800	49,608,800	66,327,600	73,999,500	64,807,800	76,275,700
Federal	1,720,455,500	1,658,301,900	1,754,146,800	1,816,147,500	1,977,333,600	1,972,022,800
Other	319,098,000	265,398,800	334,213,400	308,763,400	307,691,400	307,869,600
Total	2,780,425,900	2,643,394,200	2,860,795,300	2,927,537,800	3,155,287,500	3,144,254,100
By Object						
Personnel Costs	215,486,200	203,061,300	220,583,500	219,422,700	221,392,100	223,666,000
Operating Expenditures	188,413,300	159,636,000	190,526,300	194,828,600	220,345,200	218,264,800
Capital Outlay	1,372,300	3,505,200	3,859,600	4,216,700	3,933,400	2,439,400
Trustee/Benefit Payments	2,372,447,400	2,277,191,700	2,445,825,900	2,509,069,800	2,709,616,800	2,699,883,900
Lump Sum	2,706,700	0	0	0	0	0
Total	2,780,425,900	2,643,394,200	2,860,795,300	2,927,537,800	3,155,287,500	3,144,254,100
FTP Positions	2,892.43	2,892.43	2,918.38	2,918.38	2,949.71	2,931.71

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>
Description:	Physical Health Services, administered by the Division of Public Health, provides a wide range of services including immunizations; disease surveillance and intervention; regulating food safety; improving access to health care in rural and underserved communities; access to services for children with special health needs; programs to improve early childhood outcomes; clinical and preventive health services; breast and cervical cancer screening; vital records administration, such as birth, death, marriage, and divorce certificates; compilation of health statistics; nutrition education; tobacco cessation; and chronic disease prevention and control. The division's programs and services actively promote healthy lifestyles and prevention activities, while monitoring and intervening in disease transmission and health risks as a safeguard for Idahoans.						

The division contracts with local public health districts and other providers to offer many services throughout the state. Immunizations, epidemiology, prevention of sexually transmitted diseases, food protection, and oral health are examples of programs coordinated between state and local public health districts.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	1,702,200	2,170,300	0	1,084,600	0	4,957,100
Dedicated	1.00	56,900	22,001,700	0	82,600	0	22,141,200
Federal	0.00	7,424,700	8,725,500	0	40,034,500	0	56,184,700
Other	147.85	1,956,500	3,861,700	0	10,056,200	0	15,874,400
Total	148.85	11,140,300	36,759,200	0	51,257,900	0	99,157,400

Expenditure Adjustments

4.31 Supplemental - Expanded Access Program: The Governor recommends one-time General Fund for the Expanded Access Program. The Expanded Access Program was created by Executive Order 2015-03 as a treatment option for Idaho children with treatment-resistant epilepsy to receive Epidiolex, a medication not yet FDA-approved or commercially available. The program provides medication free of charge from the pharmaceutical company but the state is required to pay the program's administrative costs to enroll participants. An application has been made by the company for such approval, but this can take several months. This recommendation is for one-time medical contract costs necessary to sustain the program to the end of this fiscal year pending FDA approval.

General	0.00	0	600	0	26,200	0	26,800
Total	0.00	0	600	0	26,200	0	26,800

4.32 Supplemental - Additional Federal Fund Spending Authority: The Governor recommends federal fund spending authority for the Ryan White HIV/AIDS grant.

Federal	0.00	0	1,000,000	0	0	0	1,000,000
Total	0.00	0	1,000,000	0	0	0	1,000,000

FY 2018 Total Appropriation

General	0.00	1,702,200	2,170,900	0	1,110,800	0	4,983,900
Dedicated	1.00	56,900	22,001,700	0	82,600	0	22,141,200
Federal	0.00	7,424,700	9,725,500	0	40,034,500	0	57,184,700
Other	147.85	1,956,500	3,861,700	0	10,056,200	0	15,874,400
Total	148.85	11,140,300	37,759,800	0	51,284,100	0	100,184,200

	<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>
Expenditure Adjustments							
6.53	Transfer Between Programs: This decision unit reflects a program transfer.						
Other	0.00	120,000	0	0	0	0	120,000
Total	0.00	120,000	0	0	0	0	120,000
6.55	Transfer Between Programs: This decision unit reflects a program transfer.						
General	0.00	0	(26,000)	0	0	0	(26,000)
Total	0.00	0	(26,000)	0	0	0	(26,000)
FY 2018 Estimated Expenditures							
General	0.00	1,702,200	2,144,900	0	1,110,800	0	4,957,900
Dedicated	1.00	56,900	22,001,700	0	82,600	0	22,141,200
Federal	0.00	7,424,700	9,725,500	0	40,034,500	0	57,184,700
Other	147.85	2,076,500	3,861,700	0	10,056,200	0	15,994,400
Total	148.85	11,260,300	37,733,800	0	51,284,100	0	100,278,200
Base Adjustments							
8.32	Transfer Between Programs: This decision unit reverses the program transfers found in DU 6.53 and 6.55.						
General	0.00	0	26,000	0	0	0	26,000
Other	0.00	(120,000)	0	0	0	0	(120,000)
Total	0.00	(120,000)	26,000	0	0	0	(94,000)
8.41	Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.						
General	0.00	0	(613,600)	0	(26,200)	0	(639,800)
Total	0.00	0	(613,600)	0	(26,200)	0	(639,800)
FY 2019 Base							
General	0.00	1,702,200	1,557,300	0	1,084,600	0	4,344,100
Dedicated	1.00	56,900	22,001,700	0	82,600	0	22,141,200
Federal	0.00	7,424,700	9,725,500	0	40,034,500	0	57,184,700
Other	147.85	1,956,500	3,861,700	0	10,056,200	0	15,874,400
Total	148.85	11,140,300	37,146,200	0	51,257,900	0	99,544,400

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>
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	(31,800)	0	0	0	0	(31,800)
Dedicated	0.00	(1,500)	0	0	0	0	(1,500)
Federal	0.00	(138,900)	0	0	0	0	(138,900)
Other	0.00	(36,600)	0	0	0	0	(36,600)
Total	0.00	(208,800)	0	0	0	0	(208,800)
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	0	0	0	0	0	0
Federal	0.00	7,600	0	0	0	0	7,600
Other	0.00	2,000	0	0	0	0	2,000
Total	0.00	11,400	0	0	0	0	11,400
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	(3,800)	0	0	0	(3,800)
Federal	0.00	0	(3,300)	0	0	0	(3,300)
Total	0.00	0	(7,100)	0	0	0	(7,100)
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	42,000	0	0	0	0	42,000
Dedicated	0.00	1,200	0	0	0	0	1,200
Federal	0.00	183,000	0	0	0	0	183,000
Other	0.00	48,300	0	0	0	0	48,300
Total	0.00	274,500	0	0	0	0	274,500
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
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

	<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>
FY 2019 Total Maintenance							
General	0.00	1,714,200	1,553,500	0	1,084,600	0	4,352,300
Dedicated	1.00	56,600	22,001,700	0	82,600	0	22,140,900
Federal	0.00	7,476,400	9,722,200	0	40,034,500	0	57,233,100
Other	147.85	1,970,200	3,861,700	0	10,056,200	0	15,888,100
Total	148.85	11,217,400	37,139,100	0	51,257,900	0	99,614,400

Line Items

12.01 Food Protection Program Specialist: The Governor does not recommend a food protection program specialist position.

General	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

12.02 Rural Health Research Analyst: The Governor recommends 0.33 FTP and federal fund spending authority to increase a rural health research analyst position to full-time. The position is funded by the Primary Care Office federal grant to collect and analyze data related to health professional shortage areas. Meeting these federal reporting requirements is necessary to fulfill criteria to participate in loan repayment and other federal incentive programs established for underserved healthcare areas.

Federal	0.00	19,800	0	0	0	0	19,800
Other	0.33	0	0	0	0	0	0
Total	0.33	19,800	0	0	0	0	19,800

12.03 eWIC Implementation Project Grant: The Governor recommends 1.0 FTP and federal fund spending authority (\$2,034,200 one-time, \$79,500 ongoing) for eWIC implementation. The Women, Infants, and Children (WIC) program provides supplemental foods and support for low-income pregnant, nursing, and post-partum women, and infants and children under the age of five at nutritional risk. The WIC program is federally required to transition to an electronic benefit system, known as eWIC, by 2020. This funding provides the system implementation costs for eWIC and a health program specialist position to supervise the implementation, as well as provide long-term technical assistance, training, system updates, quality assurance, and oversight.

Federal	0.00	79,500	2,034,200	0	0	0	2,113,700
Other	1.00	0	0	0	0	0	0
Total	1.00	79,500	2,034,200	0	0	0	2,113,700

12.04 Vital Statistics Receipt Authority Transfer: The Governor recommends an object transfer of receipt spending authority from Trustee/Benefit Payments to Personnel Costs to align the budget with projected expenditures. The program has reverted excess Trustee/Benefit Payment spending authority for the past several years and projects Personnel Costs shortfalls if appropriated FTP are fully staffed.

Other	0.00	120,000	0	0	(120,000)	0	0
Total	0.00	120,000	0	0	(120,000)	0	0

12.05 Cancer Data Registry: The Governor does not recommend funding for the Cancer Data Registry.

General	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

Executive Budget Detail

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
12.06 Electronic Death Registration System Modernization: The Governor does not recommend one-time funding for electronic death registration system updates.							
General	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

12.07 Clinical Services Health Education Specialist: The Governor recommends 1.0 FTP and federal fund spending authority for a health education specialist, senior. This position will support a number of programs in the Bureau of Clinical and Preventative Services with planning and development, resource development, trainings, and coordination of social media activities and marketing campaigns. The bureau has experienced increased demands to fulfill its focus on preventative services and meet client needs.							
Federal	0.00	71,600	0	0	0	0	71,600
Other	1.00	0	0	0	0	0	0
Total	1.00	71,600	0	0	0	0	71,600

12.08 Physician Pay: The Governor does not recommend funding for a physician salary increase.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

12.09 Expanded Access Program: The Governor recommends one-time General Fund for the Expanded Access Program. The Expanded Access Program was created by Executive Order 2015-03 as a treatment option for Idaho children with treatment-resistant epilepsy to receive Epidiolex, a medication not yet FDA-approved or commercially available. The program provides medication free of charge from the pharmaceutical company but the state is required to pay the program's administrative costs to enroll participants. An application has been made by the company for such approval, but this can take several months. The department anticipates FDA approval in 2018. This recommendation is partial-year funding for necessary medical contract costs to sustain the program until the medication is approved.

This funding is not included in the agency budget request. The department learned of delays with the FDA approval process after the budget request submission deadline.

General	0.00	0	158,600	0	0	0	158,600
Total	0.00	0	158,600	0	0	0	158,600

FY 2019 Gov's Recommendation

General	0.00	1,714,200	1,712,100	0	1,084,600	0	4,510,900
Dedicated	1.00	56,600	22,001,700	0	82,600	0	22,140,900
Federal	0.00	7,647,300	11,756,400	0	40,034,500	0	59,438,200
Other	150.18	2,090,200	3,861,700	0	9,936,200	0	15,888,100
Total	151.18	11,508,300	39,331,900	0	51,137,900	0	101,978,100

Health & Welfare. Department of
Physical Health Services

Emergency Medical Services

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>
Description: Emergency Medical Services (EMS), administered by the Division of Public Health, provides EMS personnel training and licensing, EMS agency licensing, technician certification, EMS complaint and investigations, a statewide EMS communications center, and funding to community EMS units. EMS services also oversees the state's public health preparedness program for health and safety emergencies that could result from a natural disaster, pandemic, or bio-terrorist event, in addition to a program to develop a comprehensive system of care for time-sensitive emergencies throughout the state.							

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	106,400	170,000	0	0	0	276,400
Dedicated	27.46	1,844,800	1,267,200	0	1,400,000	0	4,512,000
Federal	0.00	815,700	1,024,300	0	4,314,200	0	6,154,200
Other	15.38	492,700	341,300	0	0	0	834,000
Total	42.84	3,259,600	2,802,800	0	5,714,200	0	11,776,600

FY 2018 Total Appropriation

General	0.00	106,400	170,000	0	0	0	276,400
Dedicated	27.46	1,844,800	1,267,200	0	1,400,000	0	4,512,000
Federal	0.00	815,700	1,024,300	0	4,314,200	0	6,154,200
Other	15.38	492,700	341,300	0	0	0	834,000
Total	42.84	3,259,600	2,802,800	0	5,714,200	0	11,776,600

FY 2018 Estimated Expenditures

General	0.00	106,400	170,000	0	0	0	276,400
Dedicated	27.46	1,844,800	1,267,200	0	1,400,000	0	4,512,000
Federal	0.00	815,700	1,024,300	0	4,314,200	0	6,154,200
Other	15.38	492,700	341,300	0	0	0	834,000
Total	42.84	3,259,600	2,802,800	0	5,714,200	0	11,776,600

FY 2019 Base

General	0.00	106,400	170,000	0	0	0	276,400
Dedicated	27.46	1,844,800	1,267,200	0	1,400,000	0	4,512,000
Federal	0.00	815,700	1,024,300	0	4,314,200	0	6,154,200
Other	15.38	492,700	341,300	0	0	0	834,000
Total	42.84	3,259,600	2,802,800	0	5,714,200	0	11,776,600

	<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.						
General	0.00	(1,700)	0	0	0	0	(1,700)
Dedicated	0.00	(38,000)	0	0	0	0	(38,000)
Federal	0.00	(13,400)	0	0	0	0	(13,400)
Other	0.00	(8,100)	0	0	0	0	(8,100)
Total	0.00	(61,200)	0	0	0	0	(61,200)
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	1,700	0	0	0	0	1,700
Federal	0.00	700	0	0	0	0	700
Other	0.00	400	0	0	0	0	400
Total	0.00	2,900	0	0	0	0	2,900
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	2,600	0	0	0	0	2,600
Dedicated	0.00	44,500	0	0	0	0	44,500
Federal	0.00	20,000	0	0	0	0	20,000
Other	0.00	12,100	0	0	0	0	12,100
Total	0.00	79,200	0	0	0	0	79,200
10.62	Salary Multiplier - Group and Temporary: The Governor does not recommend a compensation increase for group and temporary positions.						
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
FY 2019 Total Maintenance							
General	0.00	107,400	170,000	0	0	0	277,400
Dedicated	27.46	1,853,000	1,267,200	0	1,400,000	0	4,520,200
Federal	0.00	823,000	1,024,300	0	4,314,200	0	6,161,500
Other	15.38	497,100	341,300	0	0	0	838,400
Total	42.84	3,280,500	2,802,800	0	5,714,200	0	11,797,500

Health & Welfare. Department of
Physical Health Services

Emergency Medical Services

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>
Line Items							
12.01	Time Sensitive Emergency Increase: The Governor recommends dedicated fund spending authority for the newly established Time Sensitive Emergency Fund.						
Dedicated	0.00	0	200,000	0	0	0	200,000
Total	0.00	0	200,000	0	0	0	200,000

FY 2019 Gov's Recommendation

General	0.00	107,400	170,000	0	0	0	277,400
Dedicated	27.46	1,853,000	1,467,200	0	1,400,000	0	4,720,200
Federal	0.00	823,000	1,024,300	0	4,314,200	0	6,161,500
Other	15.38	497,100	341,300	0	0	0	838,400
Total	42.84	3,280,500	3,002,800	0	5,714,200	0	11,997,500

Executive Budget Detail

Laboratory Services

	<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 Idaho Bureau of Laboratories provides statewide testing, inspections, and training for state agencies, clinical and environmental labs, physicians, the local public health districts, and the general public. The state lab conducts a multitude of tests annually, routinely testing for sexually transmitted diseases; foodborne diseases such as E. coli and norovirus; respiratory diseases such as influenza and hantavirus; animal-associated diseases such as rabies and West Nile virus; mercury content in fish; safety of public drinking water; vaccine-preventable diseases such as pertussis, measles, mumps, and chicken pox; and air pollutants. The state lab is a Biosafety Level 3 lab with specialized engineering and design features that enable highly trained staff to safely and securely test for indigenous and exotic strains of agents that may cause serious or potentially lethal diseases. The Division of Public Health oversees Laboratory Services.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	1,812,600	394,700	0	0	0	2,207,300
Federal	0.00	1,021,200	939,300	0	0	0	1,960,500
Other	39.00	464,900	199,300	0	0	0	664,200
Total	39.00	3,298,700	1,533,300	0	0	0	4,832,000

FY 2018 Total Appropriation

General	0.00	1,812,600	394,700	0	0	0	2,207,300
Federal	0.00	1,021,200	939,300	0	0	0	1,960,500
Other	39.00	464,900	199,300	0	0	0	664,200
Total	39.00	3,298,700	1,533,300	0	0	0	4,832,000

Expenditure Adjustments

6.41 Object Transfers: This decision unit reflects an object transfer.

Federal	0.00	(115,200)	(195,900)	311,100	0	0	0
Other	0.00	(102,900)	57,700	45,200	0	0	0
Total	0.00	(218,100)	(138,200)	356,300	0	0	0

FY 2018 Estimated Expenditures

General	0.00	1,812,600	394,700	0	0	0	2,207,300
Federal	0.00	906,000	743,400	311,100	0	0	1,960,500
Other	39.00	362,000	257,000	45,200	0	0	664,200
Total	39.00	3,080,600	1,395,100	356,300	0	0	4,832,000

Base Adjustments

8.21 Object Transfers: This decision unit reverses the object transfer found in DU 6.41.

Federal	0.00	115,200	195,900	(311,100)	0	0	0
Other	0.00	102,900	(57,700)	(45,200)	0	0	0
Total	0.00	218,100	138,200	(356,300)	0	0	0

	<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>
FY 2019 Base							
General	0.00	1,812,600	394,700	0	0	0	2,207,300
Federal	0.00	1,021,200	939,300	0	0	0	1,960,500
Other	39.00	464,900	199,300	0	0	0	664,200
Total	39.00	3,298,700	1,533,300	0	0	0	4,832,000

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	(31,100)	0	0	0	0	(31,100)
Federal	0.00	(17,500)	0	0	0	0	(17,500)
Other	0.00	(8,000)	0	0	0	0	(8,000)
Total	0.00	(56,600)	0	0	0	0	(56,600)

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	1,600	0	0	0	0	1,600
Federal	0.00	800	0	0	0	0	800
Other	0.00	400	0	0	0	0	400
Total	0.00	2,800	0	0	0	0	2,800

10.32 Repair, Replacement Items/Alterations: The Governor recommends \$51,800 in General Fund for repair and replacement items.

General	0.00	0	0	51,800	0	0	51,800
Total	0.00	0	0	51,800	0	0	51,800

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	(4,700)	0	0	0	(4,700)
Total	0.00	0	(4,700)	0	0	0	(4,700)

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	44,000	0	0	0	0	44,000
Federal	0.00	24,900	0	0	0	0	24,900
Other	0.00	11,300	0	0	0	0	11,300
Total	0.00	80,200	0	0	0	0	80,200

Executive Budget Detail

Laboratory Services

	<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.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	1,827,100	390,000	51,800	0	0	2,268,900
Federal	0.00	1,029,400	939,300	0	0	0	1,968,700
Other	39.00	468,600	199,300	0	0	0	667,900
Total	39.00	3,325,100	1,528,600	51,800	0	0	4,905,500

FY 2019 Gov's Recommendation

General	0.00	1,827,100	390,000	51,800	0	0	2,268,900
Federal	0.00	1,029,400	939,300	0	0	0	1,968,700
Other	39.00	468,600	199,300	0	0	0	667,900
Total	39.00	3,325,100	1,528,600	51,800	0	0	4,905,500

Health & Welfare. Department of
Physical Health Services
Suicide Prevention and Awareness

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 Suicide Prevention Program was established in 2016 to help implement specific strategies in alignment with the Idaho Suicide Prevention Plan (ISPP) and provide a comprehensive approach to suicide prevention in Idaho to reduce the state's increasing suicide rate. Idaho consistently ranks in the top ten states for suicide deaths. The program conducts a public awareness campaign and provides funding for youth education and the Idaho Suicide Prevention Hotline. The overall focus of the program is to conduct strategies in the areas of prevention, intervention, treatment and follow-up, and postvention, to decrease the rate of suicide in Idaho.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	267,200	320,500	0	388,000	0	975,700
Federal	0.00	0	10,000	0	80,000	0	90,000
Other	4.00	0	0	0	0	0	0
Total	4.00	267,200	330,500	0	468,000	0	1,065,700

FY 2018 Total Appropriation

General	0.00	267,200	320,500	0	388,000	0	975,700
Federal	0.00	0	10,000	0	80,000	0	90,000
Other	4.00	0	0	0	0	0	0
Total	4.00	267,200	330,500	0	468,000	0	1,065,700

Expenditure Adjustments

6.41 Object Transfers: This decision unit reflects an object transfer.

General	0.00	0	(40,000)	0	40,000	0	0
Total	0.00	0	(40,000)	0	40,000	0	0

6.55 Transfer Between Programs: This decision unit reflects a program transfer.

General	0.00	0	26,000	0	0	0	26,000
Total	0.00	0	26,000	0	0	0	26,000

FY 2018 Estimated Expenditures

General	0.00	267,200	306,500	0	428,000	0	1,001,700
Federal	0.00	0	10,000	0	80,000	0	90,000
Other	4.00	0	0	0	0	0	0
Total	4.00	267,200	316,500	0	508,000	0	1,091,700

Base Adjustments

8.22 Object Transfers: This decision unit reverses the object transfer found in DU 6.41.

General	0.00	0	40,000	0	(40,000)	0	0
Total	0.00	0	40,000	0	(40,000)	0	0

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
8.32 Transfer Between Programs: This decision unit reverses the program transfer found in DU 6.55.							
General	0.00	0	(26,000)	0	0	0	(26,000)
Total	0.00	0	(26,000)	0	0	0	(26,000)

FY 2019 Base

General	0.00	267,200	320,500	0	388,000	0	975,700
Federal	0.00	0	10,000	0	80,000	0	90,000
Other	4.00	0	0	0	0	0	0
Total	4.00	267,200	330,500	0	468,000	0	1,065,700

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	(5,800)	0	0	0	0	(5,800)
Total	0.00	(5,800)	0	0	0	0	(5,800)

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	300	0	0	0	0	300
Total	0.00	300	0	0	0	0	300

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	6,400	0	0	0	0	6,400
Total	0.00	6,400	0	0	0	0	6,400

FY 2019 Total Maintenance

General	0.00	268,100	320,500	0	388,000	0	976,600
Federal	0.00	0	10,000	0	80,000	0	90,000
Other	4.00	0	0	0	0	0	0
Total	4.00	268,100	330,500	0	468,000	0	1,066,600

Health & Welfare. Department of
Physical Health Services

Suicide Prevention and Awareness

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>
Line Items							
12.01 Youth Suicide Prevention: The Governor recommends General Fund for youth suicide prevention services for the Sources of Strength program. This funding will allow the department to expand this evidence-based wellness and suicide prevention program to 17 additional schools across the state, implement another evidence-based pilot in Idaho public elementary schools, and provide booster trainings for previously trained schools.							
General	0.00	0	0	0	256,600	0	256,600
Total	0.00	0	0	0	256,600	0	256,600
FY 2019 Gov's Recommendation							
General	0.00	268,100	320,500	0	644,600	0	1,233,200
Federal	0.00	0	10,000	0	80,000	0	90,000
Other	4.00	0	0	0	0	0	0
Total	4.00	268,100	330,500	0	724,600	0	1,323,200

Executive Budget Detail

Self-Reliance Program

	<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:	Self-Reliance Operations administers Division of Welfare programs to strengthen and preserve families through supports and services, while helping participants improve their personal financial situations and become more self-reliant. The primary purpose for Self-Reliance benefit programs is to provide support to low-income families by providing assistance through the Supplemental Nutrition Assistance Program (Food Stamps), Medicaid eligibility, cash assistance, and the Idaho Child Care Program. All of these programs are means tested and often have work and training requirements to help families transition back to the workforce when they are able. Self-Reliance Operations administers these programs by ensuring operational structures are in place to process applications and maintain cases and benefits appropriately, develop and implement state policies and procedures to meet federal guidelines and funding options, and provide customer support and quality assurance to maintain integrity and efficiency in all programs administered. Self-Reliance Operations is also responsible for partnership programs with other state and local agencies to provide emergency support, assistance with home utility expenses, employment and training, home weatherization, and nutrition services. Self-Reliance Operations also operates Idaho's child support program, which includes establishing support and medical orders, collection and distribution of child support payments, paternity testing and establishment, locating non-custodial parents who are not making court-ordered payments, and enforcing support orders once in place. This program also supports families becoming more self-reliant by ensuring families have adequate resources in the home to support children.						

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	14,711,800	6,375,300	0	0	0	21,087,100
Dedicated	0.00	0	2,273,700	0	0	0	2,273,700
Federal	0.00	26,541,600	23,346,400	0	0	0	49,888,000
Other	630.55	1,318,200	3,539,000	0	0	0	4,857,200
Total	630.55	42,571,600	35,534,400	0	0	0	78,106,000

Expenditure Adjustments

4.31 Supplemental - Child Welfare Staffing: The Governor recommends the transfer of 10.0 FTP to Child Welfare for additional child welfare positions. Self-Reliance has implemented system modifications to automate certain business practices, resulting in decreased reliance on FTP. The Governor recommends the transfer of these positions to offset the need for Child Welfare FTP.

Other	(10.00)	0	0	0	0	0	0
Total	(10.00)	0	0	0	0	0	0

FY 2018 Total Appropriation

General	0.00	14,711,800	6,375,300	0	0	0	21,087,100
Dedicated	0.00	0	2,273,700	0	0	0	2,273,700
Federal	0.00	26,541,600	23,346,400	0	0	0	49,888,000
Other	620.55	1,318,200	3,539,000	0	0	0	4,857,200
Total	620.55	42,571,600	35,534,400	0	0	0	78,106,000

	<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>
Expenditure Adjustments							
6.41	Object Transfers: This decision unit reflects an object transfer.						
General	0.00	(209,100)	209,100	0	0	0	0
Federal	0.00	(405,900)	405,900	0	0	0	0
Total	0.00	(615,000)	615,000	0	0	0	0
6.51	Transfer Between Programs: This decision unit reflects a program transfer.						
Other	(1.05)	0	0	0	0	0	0
Total	(1.05)	0	0	0	0	0	0
6.53	Transfer Between Programs: This decision unit reflects a program transfer.						
Other	0.00	(120,000)	0	0	0	0	(120,000)
Total	0.00	(120,000)	0	0	0	0	(120,000)

FY 2018 Estimated Expenditures

General	0.00	14,502,700	6,584,400	0	0	0	21,087,100
Dedicated	0.00	0	2,273,700	0	0	0	2,273,700
Federal	0.00	26,135,700	23,752,300	0	0	0	49,888,000
Other	619.50	1,198,200	3,539,000	0	0	0	4,737,200
Total	619.50	41,836,600	36,149,400	0	0	0	77,986,000

Base Adjustments

8.22	Object Transfers: This decision unit reverses the object transfer found in DU 6.41.						
General	0.00	209,100	(209,100)	0	0	0	0
Federal	0.00	405,900	(405,900)	0	0	0	0
Total	0.00	615,000	(615,000)	0	0	0	0
8.32	Transfer Between Programs: This decision unit reverses the program transfer found in DU 6.53.						
Other	0.00	120,000	0	0	0	0	120,000
Total	0.00	120,000	0	0	0	0	120,000
8.41	Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.						
General	0.00	0	(446,300)	0	0	0	(446,300)
Dedicated	0.00	0	(2,273,700)	0	0	0	(2,273,700)
Federal	0.00	0	(5,280,000)	0	0	0	(5,280,000)
Total	0.00	0	(8,000,000)	0	0	0	(8,000,000)

FY 2019 Base

General	0.00	14,711,800	5,929,000	0	0	0	20,640,800
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	26,541,600	18,066,400	0	0	0	44,608,000
Other	619.50	1,318,200	3,539,000	0	0	0	4,857,200
Total	619.50	42,571,600	27,534,400	0	0	0	70,106,000

	<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.						
General	0.00	(311,300)	0	0	0	0	(311,300)
Federal	0.00	(528,900)	0	0	0	0	(528,900)
Other	0.00	(18,600)	0	0	0	0	(18,600)
Total	0.00	(858,800)	0	0	0	0	(858,800)
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	13,400	0	0	0	0	13,400
Federal	0.00	22,800	0	0	0	0	22,800
Other	0.00	800	0	0	0	0	800
Total	0.00	37,000	0	0	0	0	37,000
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	(8,400)	0	0	0	(8,400)
Federal	0.00	0	(15,600)	0	0	0	(15,600)
Total	0.00	0	(24,000)	0	0	0	(24,000)
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	358,000	0	0	0	0	358,000
Federal	0.00	608,100	0	0	0	0	608,100
Other	0.00	21,400	0	0	0	0	21,400
Total	0.00	987,500	0	0	0	0	987,500
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
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

	<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>
FY 2019 Total Maintenance							
General	0.00	14,771,900	5,920,600	0	0	0	20,692,500
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	26,643,600	18,050,800	0	0	0	44,694,400
Other	619.50	1,321,800	3,539,000	0	0	0	4,860,800
Total	619.50	42,737,300	27,510,400	0	0	0	70,247,700

Line Items

12.01 Child Support Automated System Modernization: The Governor recommends one-time General Fund and federal fund spending authority for the third and final year to update the Child Support Enforcement System. This final year of the project will be used to create improvements in child support automation and business processes through the redesign of all federal and state child support interfaces, redesign and implementation of business processes to integrate automated functionality, implementation of business workflow and case management tools, implementation of privacy and security safeguards, ensuring adequate capacity, improving communication methods, and building financial modules.

The child support enforcement system supports over 400,000 parents and children and collects and distributes over \$215,000,000 of child support payments. The life of the project has been approved for a federal fund match rate of 66%.

General	0.00	0	2,720,000	0	0	0	2,720,000
Federal	0.00	0	5,280,000	0	0	0	5,280,000
Total	0.00	0	8,000,000	0	0	0	8,000,000

12.02 Self-Reliance Object Transfer: The Governor recommends an object transfer to align the budget with expenditures. The recent upgrades to the Child Support Enforcement System reduces the need of child support program staff. This decision unit transfers the excess Personnel Costs to Operating Expenditures to provide ongoing support necessary to sustain the system. A coordinating FTP reduction of these program staff is recommended in DU 4.31.

General	0.00	(203,500)	203,500	0	0	0	0
Federal	0.00	(395,100)	395,100	0	0	0	0
Total	0.00	(598,600)	598,600	0	0	0	0

FY 2019 Gov's Recommendation

General	0.00	14,568,400	8,844,100	0	0	0	23,412,500
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	26,248,500	23,725,900	0	0	0	49,974,400
Other	619.50	1,321,800	3,539,000	0	0	0	4,860,800
Total	619.50	42,138,700	36,109,000	0	0	0	78,247,700

Executive Budget Detail

TAFI/AABD Benefit Payments

	<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: Self-Reliance Benefit Payments refers to the actual benefits provided to families through the Self-Reliance programs administered by the Division of Welfare including child care assistance (ICCP), the Aid to the Aged, Blind, and Disabled (AABD) cash program, the Temporary Assistance for Families in Idaho (TAFI) cash program, and partnership programs such as the Low Income Home Energy Assistance Program (LIHEAP), Weatherization, and the Community Services Block Grant (CSBG). The Supplemental Nutrition Assistance Program (food stamps) and Idaho's Child Support Program are not included in the Division of Welfare's Benefit Payments as they are strictly pass-through funds.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	0	0	22,183,600	0	22,183,600
Federal	0.00	0	0	0	71,530,500	0	71,530,500
Other	0.00	0	0	0	500,000	0	500,000
Total	0.00	0	0	0	94,214,100	0	94,214,100

FY 2018 Total Appropriation

General	0.00	0	0	0	22,183,600	0	22,183,600
Federal	0.00	0	0	0	71,530,500	0	71,530,500
Other	0.00	0	0	0	500,000	0	500,000
Total	0.00	0	0	0	94,214,100	0	94,214,100

FY 2018 Estimated Expenditures

General	0.00	0	0	0	22,183,600	0	22,183,600
Federal	0.00	0	0	0	71,530,500	0	71,530,500
Other	0.00	0	0	0	500,000	0	500,000
Total	0.00	0	0	0	94,214,100	0	94,214,100

Base Adjustments

8.51 Base Reduction - Telephone Assistance Reversion: This decision unit provides a base reduction to remove excess General Fund appropriated for the Idaho Telephone Assistance Service Program (ITSAP). ITSAP applications are now processed through local telephone companies, reducing the administrative costs for the department to operate the program.

General	0.00	0	0	0	(45,600)	0	(45,600)
Total	0.00	0	0	0	(45,600)	0	(45,600)

FY 2019 Base

General	0.00	0	0	0	22,138,000	0	22,138,000
Federal	0.00	0	0	0	71,530,500	0	71,530,500
Other	0.00	0	0	0	500,000	0	500,000
Total	0.00	0	0	0	94,168,500	0	94,168,500

	<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							
10.77	Nondiscretionary Adjustments: The Governor recommends General Fund for projected Aid for Aged, Blind and Disabled caseload increases.						
General	0.00	0	0	0	636,300	0	636,300
Total	0.00	0	0	0	636,300	0	636,300

FY 2019 Total Maintenance

General	0.00	0	0	0	22,774,300	0	22,774,300
Federal	0.00	0	0	0	71,530,500	0	71,530,500
Other	0.00	0	0	0	500,000	0	500,000
Total	0.00	0	0	0	94,804,800	0	94,804,800

Line Items

12.01 Nutrition Assistance Employment and Training Services: The Governor recommends federal fund spending authority for employment and training (E&T) services for the Supplemental Nutrition Assistance Program (SNAP). Idaho requires that SNAP beneficiaries participate in employment and training activities unless exempted for a disability or to care for young children. This funding is to enhance Idaho's existing E&T program by reinvesting funds through community partners such as local service organizations and community colleges. This proposal will allow the department to pass through reimbursement of validated expenditures incurred by authorized E&T service providers. Similar models in other states have shown an increase in the quality and number of training opportunities.

Federal	0.00	0	0	0	2,000,000	0	2,000,000
Total	0.00	0	0	0	2,000,000	0	2,000,000

FY 2019 Gov's Recommendation

General	0.00	0	0	0	22,774,300	0	22,774,300
Federal	0.00	0	0	0	73,530,500	0	73,530,500
Other	0.00	0	0	0	500,000	0	500,000
Total	0.00	0	0	0	96,804,800	0	96,804,800

Executive Budget Detail

Administration and Medical Management

	<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: Medicaid Administration and Medical Management provides all administration of the Idaho Medicaid program. It oversees all medical claims payments, contracts with state agencies and universities for medical management, drug utilization reviews, individual assessments, and oversight of managed care programs. Additionally, it oversees compliance with all state and federal statutes and rules, with a focus on improving patient outcomes at the greatest value to taxpayers.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	6,395,900	7,621,300	0	424,100	0	14,441,300
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	9,890,600	37,370,100	0	1,503,100	0	48,763,800
Other	216.00	0	8,883,800	0	0	0	8,883,800
Total	216.00	16,286,500	53,875,200	0	1,927,200	0	72,088,900

Expenditure Adjustments

4.31 Supplemental - K.W. v. Armstrong Lawsuit Compliance: The Governor recommends one-time General Fund and federal fund spending authority to implement court ordered trainings to support individuals with developmental disabilities as part of the K.W. lawsuit settlement agreement. The trainings are to ensure these individuals have competent and adequate representation at fair hearings for adequate due process. The K.W. lawsuit is a class action lawsuit involving participants on the Medicaid adult developmental disability waiver.

General	0.00	0	155,800	0	0	0	155,800
Federal	0.00	0	155,700	0	0	0	155,700
Total	0.00	0	311,500	0	0	0	311,500

4.32 Supplemental - System Development and Web-based Viewer: The Governor recommends one-time General Fund and federal fund spending authority for clinical quality measurement system development and web-based viewer maintenance to connect providers to the Idaho Health Information Exchange and provide advanced analytics and viewing capabilities through a web-based portal. This funding supports the state's efforts to move toward reimbursing providers based on quality of care rather than volume-based care by enabling providers with the tools and resources necessary for system transformation. The Division of Medicaid has an approved advanced planning document for 90% federal match for implementation costs of the project. The project spans two fiscal years. Funding for phase two in FY 2019 is found in DU 12.04.

General	0.00	0	254,100	0	0	0	254,100
Federal	0.00	0	2,286,900	0	0	0	2,286,900
Total	0.00	0	2,541,000	0	0	0	2,541,000

FY 2018 Total Appropriation

General	0.00	6,395,900	8,031,200	0	424,100	0	14,851,200
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	9,890,600	39,812,700	0	1,503,100	0	51,206,400
Other	216.00	0	8,883,800	0	0	0	8,883,800
Total	216.00	16,286,500	56,727,700	0	1,927,200	0	74,941,400

	<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>
FY 2018 Estimated Expenditures							
General	0.00	6,395,900	8,031,200	0	424,100	0	14,851,200
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	9,890,600	39,812,700	0	1,503,100	0	51,206,400
Other	216.00	0	8,883,800	0	0	0	8,883,800
Total	216.00	16,286,500	56,727,700	0	1,927,200	0	74,941,400

Base Adjustments

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

General	0.00	0	(477,700)	0	0	0	(477,700)
Federal	0.00	0	(3,033,900)	0	0	0	(3,033,900)
Total	0.00	0	(3,511,600)	0	0	0	(3,511,600)

FY 2019 Base

General	0.00	6,395,900	7,553,500	0	424,100	0	14,373,500
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	9,890,600	36,778,800	0	1,503,100	0	48,172,500
Other	216.00	0	8,883,800	0	0	0	8,883,800
Total	216.00	16,286,500	53,216,100	0	1,927,200	0	71,429,800

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	(116,900)	0	0	0	0	(116,900)
Federal	0.00	(176,100)	0	0	0	0	(176,100)
Total	0.00	(293,000)	0	0	0	0	(293,000)

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	6,300	0	0	0	0	6,300
Federal	0.00	9,400	0	0	0	0	9,400
Total	0.00	15,700	0	0	0	0	15,700

Executive Budget Detail

Administration and Medical Management

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
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	(2,300)	0	0	0	(2,300)
Federal	0.00	0	(2,400)	0	0	0	(2,400)
Total	0.00	0	(4,700)	0	0	0	(4,700)
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	161,700	0	0	0	0	161,700
Federal	0.00	243,700	0	0	0	0	243,700
Total	0.00	405,400	0	0	0	0	405,400
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
Federal	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.							
General	0.00	5,100	0	0	0	0	5,100
Federal	0.00	1,000	0	0	0	0	1,000
Total	0.00	6,100	0	0	0	0	6,100

FY 2019 Total Maintenance

General	0.00	6,452,100	7,551,200	0	424,100	0	14,427,400
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	9,968,600	36,776,400	0	1,503,100	0	48,248,100
Other	216.00	0	8,883,800	0	0	0	8,883,800
Total	216.00	16,420,700	53,211,400	0	1,927,200	0	71,559,300

Line Items

12.01 Idaho Health Care Plan: The Governor recommends 4.0 FTP, General Fund (\$5,000 one-time, \$388,300 ongoing) and federal fund spending authority (\$5,000 one-time, \$388,300 ongoing) to administer the Idaho Health Care Plan. The Idaho Health Care Plan is a dual waiver proposal to reduce Idaho's uninsured population and lower insurance premiums. Medical coverage costs for the program are found in the Division of Medicaid, Enhanced Medicaid Plan, DU 12.01.							
General	0.00	138,300	255,000	0	0	0	393,300
Federal	0.00	138,300	255,000	0	0	0	393,300
Other	4.00	0	0	0	0	0	0
Total	4.00	276,600	510,000	0	0	0	786,600

	<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>
12.02 Medicaid System Independent Verification and Validation: The Governor recommends one-time General Fund and federal fund spending authority for a third-party vendor verification and validation of the Medicaid Management Information System as required by the Centers for Medicare and Medicaid Services (CMS). CMS requires an independent and unbiased review of the system to verify its integrity and functionality.							
General	0.00	0	200,000	0	0	0	200,000
Federal	0.00	0	1,800,000	0	0	0	1,800,000
Total	0.00	0	2,000,000	0	0	0	2,000,000
12.03 Medicaid Personnel and Operations Request: The Governor does not recommend funding for Medicaid operational staff.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.04 System Development and Web-based Viewer: The Governor recommends General Fund (\$230,000 one-time, \$63,300 ongoing) and federal fund spending authority (\$2,070,000 one-time, \$189,700 ongoing) for clinical quality measurement system development and web-based viewer maintenance to connect providers to the Idaho Health Information Exchange and provide advanced analytics and viewing capabilities through a web-based portal. This funding supports the state's efforts to move toward reimbursing providers based on quality of care rather than volume-based care by enabling providers with the tools and resources necessary for system transformation. The first phase of this funding for FY 2018 is provided in DU 4.32.							
General	0.00	0	293,300	0	0	0	293,300
Federal	0.00	0	2,259,700	0	0	0	2,259,700
Total	0.00	0	2,553,000	0	0	0	2,553,000
12.05 Medicaid External Quality Review: The Governor does not recommend funding for a Medicaid external quality review.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.06 Medicaid Estate Recovery Staffing: The Governor does not recommend funding for Medicaid estate recovery positions.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.07 Improved Integrity of Provider Enrollment : The Governor recommends one-time General Fund for phase three of Improved Integrity of Provider Enrollment requirements. The federal government requires improvements for provider screening and enrollment to ensure all moderate-and high-risk providers undergo fingerprinting and criminal history background checks.							
General	0.00	0	289,200	0	0	0	289,200
Federal	0.00	0	2,602,800	0	0	0	2,602,800
Total	0.00	0	2,892,000	0	0	0	2,892,000

Health & Welfare, Department of
 Medical Assistance
 Administration and Medical Management

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>
FY 2019 Gov's Recommendation							
General	0.00	6,590,400	8,588,700	0	424,100	0	15,603,200
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	10,106,900	43,693,900	0	1,503,100	0	55,303,900
Other	220.00	0	8,883,800	0	0	0	8,883,800
Total	220.00	16,697,300	61,166,400	0	1,927,200	0	79,790,900

Health & Welfare. Department of
 Medical Assistance
 Basic Medicaid Plan

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: Basic Medicaid enrollees are primarily low-income children or pregnant women. These participants generally have average levels of disease and health care needs. Basic Plan participants make up more than 70 percent of Medicaid's enrollment but utilize less than 30 percent of claims costs due to their overall good health.

FY 2018 Original Appropriation

3.00	FY 2018 Original Appropriation:						
General	0.00	0	0	0	169,875,000	0	169,875,000
Dedicated	0.00	0	0	0	11,454,500	0	11,454,500
Federal	0.00	0	0	0	491,277,400	0	491,277,400
Other	0.00	0	0	0	16,084,700	0	16,084,700
Total	0.00	0	0	0	688,691,600	0	688,691,600

Expenditure Adjustments

4.31	Supplemental - FY 2017 Payments: The Governor recommends one-time General Fund, dedicated fund spending authority, and federal fund spending authority for FY 2017 Medicaid Trustee/Benefit Payments that were paid in FY 2018. Due to insufficient FY 2017 appropriation, claims in the amount of \$56,329,200 total funds were held and paid in FY 2018, resulting in a one-time shortfall.						
General	0.00	0	0	0	3,055,300	0	3,055,300
Dedicated	0.00	0	0	0	4,466,100	0	4,466,100
Federal	0.00	0	0	0	18,878,500	0	18,878,500
Total	0.00	0	0	0	26,399,900	0	26,399,900
4.32	Supplemental - Receipt Authority Reduction: The Governor recommends General Fund and federal fund spending authority, and a corresponding decrease in receipt spending authority, due to the completion of a multi-year increased hospital cost settlement process and slowing of drug rebates.						
General	0.00	0	0	0	2,443,300	0	2,443,300
Federal	0.00	0	0	0	6,056,700	0	6,056,700
Other	0.00	0	0	0	(8,500,000)	0	(8,500,000)
Total	0.00	0	0	0	0	0	0

FY 2018 Total Appropriation

General	0.00	0	0	0	175,373,600	0	175,373,600
Dedicated	0.00	0	0	0	15,920,600	0	15,920,600
Federal	0.00	0	0	0	516,212,600	0	516,212,600
Other	0.00	0	0	0	7,584,700	0	7,584,700
Total	0.00	0	0	0	715,091,500	0	715,091,500

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>
FY 2018 Estimated Expenditures							
General	0.00	0	0	0	175,373,600	0	175,373,600
Dedicated	0.00	0	0	0	15,920,600	0	15,920,600
Federal	0.00	0	0	0	516,212,600	0	516,212,600
Other	0.00	0	0	0	7,584,700	0	7,584,700
Total	0.00	0	0	0	715,091,500	0	715,091,500

Base Adjustments

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

General	0.00	0	0	0	(3,055,300)	0	(3,055,300)
Dedicated	0.00	0	0	0	(4,466,100)	0	(4,466,100)
Federal	0.00	0	0	0	(18,878,500)	0	(18,878,500)
Total	0.00	0	0	0	(26,399,900)	0	(26,399,900)

FY 2019 Base

General	0.00	0	0	0	172,318,300	0	172,318,300
Dedicated	0.00	0	0	0	11,454,500	0	11,454,500
Federal	0.00	0	0	0	497,334,100	0	497,334,100
Other	0.00	0	0	0	7,584,700	0	7,584,700
Total	0.00	0	0	0	688,691,600	0	688,691,600

Program Maintenance

10.71 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for cost-based pricing adjustments.

General	0.00	0	0	0	2,449,300	0	2,449,300
Federal	0.00	0	0	0	6,720,100	0	6,720,100
Total	0.00	0	0	0	9,169,400	0	9,169,400

10.72 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for mandatory pricing adjustments.

General	0.00	0	0	0	47,700	0	47,700
Federal	0.00	0	0	0	131,000	0	131,000
Total	0.00	0	0	0	178,700	0	178,700

10.73 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for a projected caseload increase.

General	0.00	0	0	0	6,323,600	0	6,323,600
Federal	0.00	0	0	0	17,350,000	0	17,350,000
Total	0.00	0	0	0	23,673,600	0	23,673,600

Health & Welfare. Department of
 Medical Assistance
 Basic Medicaid Plan

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>
10.74 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for increased utilization.							
General	0.00	0	0	0	1,509,700	0	1,509,700
Federal	0.00	0	0	0	4,142,100	0	4,142,100
Total	0.00	0	0	0	5,651,800	0	5,651,800

10.75 Nondiscretionary Adjustments: This decision unit reflects the Federal Medical Assistance Percentage (FMAP) rate change. The current FY 2018 blended rate of 71.255% will be decreased to 71.14%.							
General	0.00	0	0	0	784,500	0	784,500
Federal	0.00	0	0	0	(784,500)	0	(784,500)
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	0	0	0	183,433,100	0	183,433,100
Dedicated	0.00	0	0	0	11,454,500	0	11,454,500
Federal	0.00	0	0	0	524,892,800	0	524,892,800
Other	0.00	0	0	0	7,584,700	0	7,584,700
Total	0.00	0	0	0	727,365,100	0	727,365,100

FY 2019 Gov's Recommendation

General	0.00	0	0	0	183,433,100	0	183,433,100
Dedicated	0.00	0	0	0	11,454,500	0	11,454,500
Federal	0.00	0	0	0	524,892,800	0	524,892,800
Other	0.00	0	0	0	7,584,700	0	7,584,700
Total	0.00	0	0	0	727,365,100	0	727,365,100

	<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 Enhanced Medicaid plan serves both children and adults with chronic or special health care needs. This is the most expensive group to insure because the enrollees have more intense needs for both behavioral health and medical services. Individuals included in this plan may elect to remain in this plan after they turn 65 years old.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	0	0	183,068,100	0	183,068,100
Dedicated	0.00	0	0	0	1,682,400	0	1,682,400
Federal	0.00	0	0	0	509,285,000	0	509,285,000
Other	0.00	0	0	0	264,613,200	0	264,613,200
Total	0.00	0	0	0	958,648,700	0	958,648,700

Expenditure Adjustments

4.31 Supplemental - FY 2017 Payments: The Governor recommends one-time General Fund, dedicated fund spending authority, and federal fund spending authority for FY 2017 Medicaid Trustee/Benefit Payments that were paid in FY 2018. Due to insufficient FY 2017 appropriation, claims in the amount of \$56,329,200 total funds were held and paid in FY 2018, resulting in a one-time shortfall.

General	0.00	0	0	0	2,731,000	0	2,731,000
Dedicated	0.00	0	0	0	3,205,800	0	3,205,800
Federal	0.00	0	0	0	14,901,300	0	14,901,300
Total	0.00	0	0	0	20,838,100	0	20,838,100

4.32 Supplemental - Medicaid Receipt Authority Reduction: The Governor recommends General Fund and federal fund spending authority, and a corresponding decrease in receipt spending authority, due to the completion of a multi-year increased hospital cost settlement process and slowing of drug rebates.

General	0.00	0	0	0	3,736,800	0	3,736,800
Federal	0.00	0	0	0	9,263,200	0	9,263,200
Other	0.00	0	0	0	(13,000,000)	0	(13,000,000)
Total	0.00	0	0	0	0	0	0

4.33 Supplemental - Supported Living and Personal Care Assistance Rate Changes: The Governor recommends General Fund and federal fund spending authority for rate increases for supported living service providers and personal assistance agencies. Medicaid has completed the required cost survey necessary to establish a reimbursement rate reflective of the cost to provide services.

General	0.00	0	0	0	737,000	0	737,000
Federal	0.00	0	0	0	1,819,200	0	1,819,200
Total	0.00	0	0	0	2,556,200	0	2,556,200

FY 2018 Total Appropriation

General	0.00	0	0	0	190,272,900	0	190,272,900
Dedicated	0.00	0	0	0	4,888,200	0	4,888,200
Federal	0.00	0	0	0	535,268,700	0	535,268,700
Other	0.00	0	0	0	251,613,200	0	251,613,200
Total	0.00	0	0	0	982,043,000	0	982,043,000

	<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>
FY 2018 Estimated Expenditures							
General	0.00	0	0	0	190,272,900	0	190,272,900
Dedicated	0.00	0	0	0	4,888,200	0	4,888,200
Federal	0.00	0	0	0	535,268,700	0	535,268,700
Other	0.00	0	0	0	251,613,200	0	251,613,200
Total	0.00	0	0	0	982,043,000	0	982,043,000

Base Adjustments

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

General	0.00	0	0	0	(2,731,000)	0	(2,731,000)
Dedicated	0.00	0	0	0	(3,205,800)	0	(3,205,800)
Federal	0.00	0	0	0	(14,901,300)	0	(14,901,300)
Total	0.00	0	0	0	(20,838,100)	0	(20,838,100)

FY 2019 Base

General	0.00	0	0	0	187,541,900	0	187,541,900
Dedicated	0.00	0	0	0	1,682,400	0	1,682,400
Federal	0.00	0	0	0	520,367,400	0	520,367,400
Other	0.00	0	0	0	251,613,200	0	251,613,200
Total	0.00	0	0	0	961,204,900	0	961,204,900

Program Maintenance

10.51 Annualizations - Supported Living Rate Change: This decision unit provides an annualization for the supported living rate change in DU 4.33.

General	0.00	0	0	0	1,298,700	0	1,298,700
Federal	0.00	0	0	0	3,201,300	0	3,201,300
Total	0.00	0	0	0	4,500,000	0	4,500,000

10.52 Annualizations - PCA Rate Change: This decision unit provides an annualization for the personal assistance agency rate change in DU 4.33.

General	0.00	0	0	0	2,389,900	0	2,389,900
Federal	0.00	0	0	0	5,891,100	0	5,891,100
Total	0.00	0	0	0	8,281,000	0	8,281,000

10.71 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for cost-based pricing adjustments.

General	0.00	0	0	0	4,669,100	0	4,669,100
Federal	0.00	0	0	0	12,176,000	0	12,176,000
Total	0.00	0	0	0	16,845,100	0	16,845,100

	<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>
10.72 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for mandatory pricing adjustments.							
General	0.00	0	0	0	88,100	0	88,100
Federal	0.00	0	0	0	241,600	0	241,600
Total	0.00	0	0	0	329,700	0	329,700
10.73 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for a projected caseload increase.							
General	0.00	0	0	0	12,451,700	0	12,451,700
Federal	0.00	0	0	0	34,163,800	0	34,163,800
Total	0.00	0	0	0	46,615,500	0	46,615,500
10.74 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for increased utilization.							
General	0.00	0	0	0	1,842,700	0	1,842,700
Federal	0.00	0	0	0	5,640,700	0	5,640,700
Total	0.00	0	0	0	7,483,400	0	7,483,400
10.75 Nondiscretionary Adjustments: This decision unit reflects the Federal Medical Assistance Percentage (FMAP) rate change. The current FY 2018 blended rate of 71.255% will be decreased to 71.14%.							
General	0.00	0	0	0	1,446,900	0	1,446,900
Federal	0.00	0	0	0	(1,446,900)	0	(1,446,900)
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	0	0	0	211,729,000	0	211,729,000
Dedicated	0.00	0	0	0	1,682,400	0	1,682,400
Federal	0.00	0	0	0	580,235,000	0	580,235,000
Other	0.00	0	0	0	251,613,200	0	251,613,200
Total	0.00	0	0	0	1,045,259,600	0	1,045,259,600

Health & Welfare. Department of
Medical Assistance

Enhanced Medicaid Plan

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>
Line Items							
12.01 Idaho Health Care Plan: The Governor recommends General Fund and federal fund spending authority for the Idaho Health Care Plan, a dual-waiver proposal to reduce Idaho's uninsured population and lower insurance premiums.							
<p>In this two-part plan, the Department of Health and Welfare will apply for an 1115 waiver to allow Medicaid to cover individuals with specifically diagnosed medical conditions who were originally covered on the individual insurance marketplace. Eligible individuals must be under age 65, not be otherwise eligible for Medicaid or have access to affordable employer-support coverage, have income below federally supported premium assistance, and have a severe or complex medical condition diagnosed by a physician that meets the criteria approved under the waiver. The medical conditions considered for coverage under the waiver include end-of-life and severe genetic disorders. Coverage for these estimated 3,500 to 4,500 individuals will be eligible for the approximately 70% federal match rate annually allotted to the state, and will remove a substantial number of high-risk, high-cost conditions from the individual marketplace. This is anticipated to decrease private insurance rates on the individual marketplace by an estimated 20%.</p> <p>In coordination, the Department of Insurance and Your Health Idaho will apply for a federal 1132 waiver to expand coverage through the exchange by providing federal premium tax credits to working individuals with incomes under 100% of the federal poverty limit, providing health insurance for approximately 35,000 Idahoans that were previously uninsured.</p>							
General	0.00	0	0	0	17,431,300	0	17,431,300
Dedicated	0.00	0	0	0	11,428,700	0	11,428,700
Federal	0.00	0	0	0	71,140,000	0	71,140,000
Total	0.00	0	0	0	100,000,000	0	100,000,000
12.02 Jeff D Youth Empowerment Services Project: The Governor recommends an ongoing General Fund program transfer from Children's Mental Health to the Enhanced Medicaid Plan. This funding is an annualization for children with serious emotional disturbance with a household income between 185% and 300% of the federal poverty level to access Medicaid. Legislation passed during the 2017 legislative session to provide Medicaid coverage for these children to maximize treatment resources with a net-zero impact to the General Fund. The benefit implementation date is January 1, 2018. This transfer completes funding for a full year.							
General	0.00	0	0	0	1,181,600	0	1,181,600
Total	0.00	0	0	0	1,181,600	0	1,181,600
12.03 Children's Developmental Disability Agency Rate Change: The Governor does not recommend funding for a children's developmental disability agency rate change.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.04 Infant Toddler Early Intervention Services: The Governor recommends a transfer from the Enhanced Medicaid Plan to Developmental Disability Services for early and periodic screening in the Infant Toddler Program to increase resources and eliminate the program's waiting list, decrease contractor turnover, provide needed services to infants and toddlers, and meet federal requirements.							
General	0.00	0	0	0	(321,100)	0	(321,100)
Federal	0.00	0	0	0	(805,600)	0	(805,600)
Total	0.00	0	0	0	(1,126,700)	0	(1,126,700)

Executive Budget Detail

Enhanced Medicaid Plan

	<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>
12.05 Assisted Living Facility Rate Change: The Governor does not recommend funding for an assisted living facility rate increase.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Gov's Recommendation

General	0.00	0	0	0	230,020,800	0	230,020,800
Dedicated	0.00	0	0	0	13,111,100	0	13,111,100
Federal	0.00	0	0	0	650,569,400	0	650,569,400
Other	0.00	0	0	0	251,613,200	0	251,613,200
Total	0.00	0	0	0	1,145,314,500	0	1,145,314,500

	<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 Coordinated Medicaid beneficiaries primarily consist of those who have both Medicare and Medicaid coverage. Most participants in this plan have greater needs for medical services, along with additional needs that might include long-term care services, such as nursing homes or assisted living facilities. There is a managed care program available to adults who are dually eligible for Medicaid and Medicare. The plan focuses on integrating and coordinating all participant services to improve patient outcomes.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	0	0	164,519,500	0	164,519,500
Dedicated	0.00	0	0	0	16,863,100	0	16,863,100
Federal	0.00	0	0	0	376,008,200	0	376,008,200
Other	0.00	0	0	0	8,488,600	0	8,488,600
Total	0.00	0	0	0	565,879,400	0	565,879,400

Expenditure Adjustments

4.31 Supplemental - FY 2017 Payments: The Governor recommends one-time General Fund and federal fund spending authority for FY 2017 Medicaid Trustee/Benefit Payments that were paid in FY 2018. Due to insufficient FY 2017 appropriation, claims in the amount of \$56,329,200 total funds were held and paid in FY 2018, resulting in a one-time shortfall.

General	0.00	0	0	0	4,914,700	0	4,914,700
Federal	0.00	0	0	0	4,176,500	0	4,176,500
Total	0.00	0	0	0	9,091,200	0	9,091,200

4.32 Supplemental - Medicaid Receipt Authority Decrease: The Governor recommends General Fund and federal fund spending authority, and a corresponding decrease in receipt spending authority, due to the completion of a multi-year increased hospital cost settlement process and slowing of drug rebates.

General	0.00	0	0	0	1,006,100	0	1,006,100
Federal	0.00	0	0	0	2,493,900	0	2,493,900
Other	0.00	0	0	0	(3,500,000)	0	(3,500,000)
Total	0.00	0	0	0	0	0	0

FY 2018 Total Appropriation

General	0.00	0	0	0	170,440,300	0	170,440,300
Dedicated	0.00	0	0	0	16,863,100	0	16,863,100
Federal	0.00	0	0	0	382,678,600	0	382,678,600
Other	0.00	0	0	0	4,988,600	0	4,988,600
Total	0.00	0	0	0	574,970,600	0	574,970,600

Executive Budget Detail

Coordinated Medicaid Plan

	<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>
FY 2018 Estimated Expenditures							
General	0.00	0	0	0	170,440,300	0	170,440,300
Dedicated	0.00	0	0	0	16,863,100	0	16,863,100
Federal	0.00	0	0	0	382,678,600	0	382,678,600
Other	0.00	0	0	0	4,988,600	0	4,988,600
Total	0.00	0	0	0	574,970,600	0	574,970,600

Base Adjustments

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

General	0.00	0	0	0	(4,914,700)	0	(4,914,700)
Federal	0.00	0	0	0	(4,176,500)	0	(4,176,500)
Total	0.00	0	0	0	(9,091,200)	0	(9,091,200)

FY 2019 Base

General	0.00	0	0	0	165,525,600	0	165,525,600
Dedicated	0.00	0	0	0	16,863,100	0	16,863,100
Federal	0.00	0	0	0	378,502,100	0	378,502,100
Other	0.00	0	0	0	4,988,600	0	4,988,600
Total	0.00	0	0	0	565,879,400	0	565,879,400

Program Maintenance

10.71 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for cost-based pricing adjustments.

General	0.00	0	0	0	1,452,300	0	1,452,300
Federal	0.00	0	0	0	3,984,600	0	3,984,600
Total	0.00	0	0	0	5,436,900	0	5,436,900

10.72 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for mandatory pricing adjustments.

General	0.00	0	0	0	27,400	0	27,400
Federal	0.00	0	0	0	75,200	0	75,200
Total	0.00	0	0	0	102,600	0	102,600

10.73 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for a projected caseload increase.

General	0.00	0	0	0	2,013,500	0	2,013,500
Federal	0.00	0	0	0	5,524,500	0	5,524,500
Total	0.00	0	0	0	7,538,000	0	7,538,000

10.74 Nondiscretionary Adjustments: The Governor recommends General Fund and federal fund spending authority for increased utilization.

General	0.00	0	0	0	2,440,900	0	2,440,900
Federal	0.00	0	0	0	6,697,000	0	6,697,000
Total	0.00	0	0	0	9,137,900	0	9,137,900

	<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>
10.75 Nondiscretionary Adjustments: This decision unit reflects the Federal Medical Assistance Percentage (FMAP) rate change. The current FY 2018 blended rate of 71.255% will be decreased to 71.14%.							
General	0.00	0	0	0	450,800	0	450,800
Federal	0.00	0	0	0	(450,800)	0	(450,800)
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	0	0	0	171,910,500	0	171,910,500
Dedicated	0.00	0	0	0	16,863,100	0	16,863,100
Federal	0.00	0	0	0	394,332,600	0	394,332,600
Other	0.00	0	0	0	4,988,600	0	4,988,600
Total	0.00	0	0	0	588,094,800	0	588,094,800

FY 2019 Gov's Recommendation

General	0.00	0	0	0	171,910,500	0	171,910,500
Dedicated	0.00	0	0	0	16,863,100	0	16,863,100
Federal	0.00	0	0	0	394,332,600	0	394,332,600
Other	0.00	0	0	0	4,988,600	0	4,988,600
Total	0.00	0	0	0	588,094,800	0	588,094,800

Executive Budget Detail

FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
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Description: This program includes Child Protection, Foster Care, Adoptions, and Independent Living services. Services are designed to protect children from abuse and neglect, to assure that families can provide for the safety and well-being of their children, and to develop permanency options for children who can no longer be cared for by their parents.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	9,704,100	2,383,300	700	0	0	12,088,100
Federal	0.00	20,691,100	6,541,400	1,300	0	0	27,233,800
Other	396.75	71,500	20,000	0	0	0	91,500
Total	396.75	30,466,700	8,944,700	2,000	0	0	39,413,400

Expenditure Adjustments

4.31 Supplemental - Child Welfare Staffing: The Governor recommends 13.0 FTP, ongoing General Fund and federal fund spending authority, and one-time Operating Expenditures for child welfare positions. The positions include seven child welfare social workers, two child welfare supervisors, two business analysts, one communications specialist and one program manager to meet the increased needs of the children and families this program is serving.

General	0.00	117,800	13,000	0	0	0	130,800
Federal	0.00	117,800	13,000	0	0	0	130,800
Other	13.00	0	0	0	0	0	0
Total	13.00	235,600	26,000	0	0	0	261,600

FY 2018 Total Appropriation

General	0.00	9,821,900	2,396,300	700	0	0	12,218,900
Federal	0.00	20,808,900	6,554,400	1,300	0	0	27,364,600
Other	409.75	71,500	20,000	0	0	0	91,500
Total	409.75	30,702,300	8,970,700	2,000	0	0	39,675,000

Expenditure Adjustments

6.51 Transfer Between Programs: This decision unit reflects a program transfer.

Other	1.05	0	0	0	0	0	0
Total	1.05	0	0	0	0	0	0

6.52 Transfer Between Programs: This decision unit reflects a program transfer.

General	0.00	(53,200)	(4,900)	0	0	0	(58,100)
Federal	0.00	(124,100)	(11,600)	0	0	0	(135,700)
Other	(2.00)	0	0	0	0	0	0
Total	(2.00)	(177,300)	(16,500)	0	0	0	(193,800)

Health & Welfare. Department of
 Family & Community Services, Div. Of
 Child Welfare

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>
FY 2018 Estimated Expenditures							
General	0.00	9,768,700	2,391,400	700	0	0	12,160,800
Federal	0.00	20,684,800	6,542,800	1,300	0	0	27,228,900
Other	408.80	71,500	20,000	0	0	0	91,500
Total	408.80	30,525,000	8,954,200	2,000	0	0	39,481,200

Base Adjustments

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

General	0.00	0	(310,700)	(700)	0	0	(311,400)
Federal	0.00	0	(742,000)	(1,300)	0	0	(743,300)
Total	0.00	0	(1,052,700)	(2,000)	0	0	(1,054,700)

FY 2019 Base

General	0.00	9,768,700	2,080,700	0	0	0	11,849,400
Federal	0.00	20,684,800	5,800,800	0	0	0	26,485,600
Other	408.80	71,500	20,000	0	0	0	91,500
Total	408.80	30,525,000	7,901,500	0	0	0	38,426,500

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	(177,100)	0	0	0	0	(177,100)
Federal	0.00	(377,700)	0	0	0	0	(377,700)
Total	0.00	(554,800)	0	0	0	0	(554,800)

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	8,600	0	0	0	0	8,600
Federal	0.00	18,200	0	0	0	0	18,200
Total	0.00	26,800	0	0	0	0	26,800

Executive Budget Detail

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
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	(6,900)	0	0	0	(6,900)
Federal	0.00	0	(16,400)	0	0	0	(16,400)
Total	0.00	0	(23,300)	0	0	0	(23,300)
10.51 Annualizations - Child Welfare Staffing: This decision unit provides an annualization for the child welfare positions in DU 4.31.							
General	0.00	346,900	0	0	0	0	346,900
Federal	0.00	346,900	0	0	0	0	346,900
Total	0.00	693,800	0	0	0	0	693,800
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	239,100	0	0	0	0	239,100
Federal	0.00	510,600	0	0	0	0	510,600
Total	0.00	749,700	0	0	0	0	749,700
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
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	10,186,200	2,073,800	0	0	0	12,260,000
Federal	0.00	21,182,800	5,784,400	0	0	0	26,967,200
Other	408.80	71,500	20,000	0	0	0	91,500
Total	408.80	31,440,500	7,878,200	0	0	0	39,318,700

Line Items

12.01 Child Welfare Information System Modernization: The Governor recommends one-time General Fund and federal fund spending authority for year three of a five-year project to modernize the Child Welfare Information System, which tracks case information for child welfare families, processes foster care payments, determines funding eligibility, and generates referrals to the Medicaid and child support programs. This phase of the project includes continued system improvements and mobile technology capabilities to serve field staff by providing mobile technology tools and secure mobile video conferencing units. This mobile technology will allow field staff to have access to secured data while conducting client visits and allow client interaction via secured video teleconference technology, saving staff time.							
General	0.00	0	3,900,000	0	0	0	3,900,000
Federal	0.00	0	3,900,000	0	0	0	3,900,000
Total	0.00	0	7,800,000	0	0	0	7,800,000

Health & Welfare. Department of
 Family & Community Services, Div. Of
 Child Welfare

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>
FY 2019 Gov's Recommendation							
General	0.00	10,186,200	5,973,800	0	0	0	16,160,000
Federal	0.00	21,182,800	9,684,400	0	0	0	30,867,200
Other	408.80	71,500	20,000	0	0	0	91,500
Total	408.80	31,440,500	15,678,200	0	0	0	47,118,700

Health & Welfare, Department of
Family & Community Services, Div. Of
Foster Care & Residential Payments

Executive Budget Detail

FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
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Description: These resources are targeted to abused and neglected children who are placed in the custody of the Department of Health and Welfare by the courts. Foster parents provide for the day-to-day care, supervision, and safety of these children. Residential treatment services are provided in a 24-hour facility for those children in the state's custody who suffer from severe emotional disturbance.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	0	0	11,320,000	0	11,320,000
Federal	0.00	0	0	0	18,065,900	0	18,065,900
Other	0.00	0	0	0	705,600	0	705,600
Total	0.00	0	0	0	30,091,500	0	30,091,500

FY 2018 Total Appropriation

General	0.00	0	0	0	11,320,000	0	11,320,000
Federal	0.00	0	0	0	18,065,900	0	18,065,900
Other	0.00	0	0	0	705,600	0	705,600
Total	0.00	0	0	0	30,091,500	0	30,091,500

FY 2018 Estimated Expenditures

General	0.00	0	0	0	11,320,000	0	11,320,000
Federal	0.00	0	0	0	18,065,900	0	18,065,900
Other	0.00	0	0	0	705,600	0	705,600
Total	0.00	0	0	0	30,091,500	0	30,091,500

FY 2019 Base

General	0.00	0	0	0	11,320,000	0	11,320,000
Federal	0.00	0	0	0	18,065,900	0	18,065,900
Other	0.00	0	0	0	705,600	0	705,600
Total	0.00	0	0	0	30,091,500	0	30,091,500

Program Maintenance

10.75 Nondiscretionary Adjustments: This decision unit reflects the Federal Medical Assistance Percentage (FMAP) rate change. The current FY 2018 blended rate of 71.255% will be decreased to 71.14%.

General	0.00	0	0	0	18,200	0	18,200
Federal	0.00	0	0	0	(18,200)	0	(18,200)
Total	0.00	0	0	0	0	0	0

Health & Welfare. Department of
 Family & Community Services, Div. Of
 Foster Care & Residential Payments

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>
FY 2019 Total Maintenance							
General	0.00	0	0	0	11,338,200	0	11,338,200
Federal	0.00	0	0	0	18,047,700	0	18,047,700
Other	0.00	0	0	0	705,600	0	705,600
Total	0.00	0	0	0	30,091,500	0	30,091,500
FY 2019 Gov's Recommendation							
General	0.00	0	0	0	11,338,200	0	11,338,200
Federal	0.00	0	0	0	18,047,700	0	18,047,700
Other	0.00	0	0	0	705,600	0	705,600
Total	0.00	0	0	0	30,091,500	0	30,091,500

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>
Description: Navigation is a short-term, solution-focused service intended to help individuals and families experiencing temporary instability or crisis find appropriate services and resources. Through information and referral, assessment, and brief case management, more serious and devastating conditions and circumstances are prevented or diverted. The largest share of assistance is directed to low-income families with children and relatives and grandparents caring for minor children whose parents can no longer provide for their safety and well-being.							
FY 2018 Original Appropriation							
3.00 FY 2018 Original Appropriation:							
General	0.00	231,200	54,700	0	450,000	0	735,900
Federal	0.00	2,090,300	266,400	0	2,900,000	0	5,256,700
Other	35.00	0	19,500	0	50,000	0	69,500
Total	35.00	2,321,500	340,600	0	3,400,000	0	6,062,100
FY 2018 Total Appropriation							
General	0.00	231,200	54,700	0	450,000	0	735,900
Federal	0.00	2,090,300	266,400	0	2,900,000	0	5,256,700
Other	35.00	0	19,500	0	50,000	0	69,500
Total	35.00	2,321,500	340,600	0	3,400,000	0	6,062,100
FY 2018 Estimated Expenditures							
General	0.00	231,200	54,700	0	450,000	0	735,900
Federal	0.00	2,090,300	266,400	0	2,900,000	0	5,256,700
Other	35.00	0	19,500	0	50,000	0	69,500
Total	35.00	2,321,500	340,600	0	3,400,000	0	6,062,100
FY 2019 Base							
General	0.00	231,200	54,700	0	450,000	0	735,900
Federal	0.00	2,090,300	266,400	0	2,900,000	0	5,256,700
Other	35.00	0	19,500	0	50,000	0	69,500
Total	35.00	2,321,500	340,600	0	3,400,000	0	6,062,100

	<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.						
General	0.00	(5,100)	0	0	0	0	(5,100)
Federal	0.00	(45,700)	0	0	0	0	(45,700)
Total	0.00	(50,800)	0	0	0	0	(50,800)
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	200	0	0	0	0	200
Federal	0.00	1,900	0	0	0	0	1,900
Total	0.00	2,100	0	0	0	0	2,100
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.						
Federal	0.00	0	(1,300)	0	0	0	(1,300)
Total	0.00	0	(1,300)	0	0	0	(1,300)
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	5,500	0	0	0	0	5,500
Federal	0.00	49,900	0	0	0	0	49,900
Total	0.00	55,400	0	0	0	0	55,400
FY 2019 Total Maintenance							
General	0.00	231,800	54,700	0	450,000	0	736,500
Federal	0.00	2,096,400	265,100	0	2,900,000	0	5,261,500
Other	35.00	0	19,500	0	50,000	0	69,500
Total	35.00	2,328,200	339,300	0	3,400,000	0	6,067,500
FY 2019 Gov's Recommendation							
General	0.00	231,800	54,700	0	450,000	0	736,500
Federal	0.00	2,096,400	265,100	0	2,900,000	0	5,261,500
Other	35.00	0	19,500	0	50,000	0	69,500
Total	35.00	2,328,200	339,300	0	3,400,000	0	6,067,500

	<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 Licensing and Certification Division surveys, inspects, licenses, and certifies those health care facilities requiring certification or licensure by either state or federal requirements. Working with the federal Centers for Medicare/Medicaid Services, or CMS, the division certifies a variety of Idaho health care providers who receive Medicare and Medicaid payments. It provides licensing and certification for hospitals, nursing homes, ambulatory surgery centers, assisted living facilities, certified family homes, hospice agencies, and a variety of other health care facilities and agencies in the state. It investigates complaints, conducts on-site surveys, and takes appropriate licensure action to protect the health and safety of vulnerable people receiving health-related services and supports. The division also oversees health care facility fire safety and building construction requirements.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	1,553,900	274,000	0	0	0	1,827,900
Federal	0.00	3,634,100	623,500	0	0	0	4,257,600
Other	67.90	798,000	12,200	0	0	0	810,200
Total	67.90	5,986,000	909,700	0	0	0	6,895,700

FY 2018 Total Appropriation

General	0.00	1,553,900	274,000	0	0	0	1,827,900
Federal	0.00	3,634,100	623,500	0	0	0	4,257,600
Other	67.90	798,000	12,200	0	0	0	810,200
Total	67.90	5,986,000	909,700	0	0	0	6,895,700

Expenditure Adjustments

6.52 Transfer Between Programs: This decision unit reflects a program transfer.

General	0.00	53,200	4,900	0	0	0	58,100
Federal	0.00	124,100	11,600	0	0	0	135,700
Other	2.00	0	0	0	0	0	0
Total	2.00	177,300	16,500	0	0	0	193,800

FY 2018 Estimated Expenditures

General	0.00	1,607,100	278,900	0	0	0	1,886,000
Federal	0.00	3,758,200	635,100	0	0	0	4,393,300
Other	69.90	798,000	12,200	0	0	0	810,200
Total	69.90	6,163,300	926,200	0	0	0	7,089,500

	<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>
FY 2019 Base							
General	0.00	1,607,100	278,900	0	0	0	1,886,000
Federal	0.00	3,758,200	635,100	0	0	0	4,393,300
Other	69.90	798,000	12,200	0	0	0	810,200
Total	69.90	6,163,300	926,200	0	0	0	7,089,500

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	(23,400)	0	0	0	0	(23,400)
Federal	0.00	(54,500)	0	0	0	0	(54,500)
Other	0.00	(12,000)	0	0	0	0	(12,000)
Total	0.00	(89,900)	0	0	0	0	(89,900)

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	1,600	0	0	0	0	1,600
Federal	0.00	3,700	0	0	0	0	3,700
Other	0.00	800	0	0	0	0	800
Total	0.00	6,100	0	0	0	0	6,100

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	(300)	0	0	0	(300)
Federal	0.00	0	(400)	0	0	0	(400)
Total	0.00	0	(700)	0	0	0	(700)

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	37,700	0	0	0	0	37,700
Federal	0.00	88,200	0	0	0	0	88,200
Other	0.00	19,400	0	0	0	0	19,400
Total	0.00	145,300	0	0	0	0	145,300

Executive Budget Detail

Health & Welfare, Department of
Licensure & Certification

	<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.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	1,623,000	278,600	0	0	0	1,901,600
Federal	0.00	3,795,600	634,700	0	0	0	4,430,300
Other	69.90	806,200	12,200	0	0	0	818,400
Total	69.90	6,224,800	925,500	0	0	0	7,150,300

Line Items

12.01 Health Facility Surveyors - Residential Assisted Living Facility Program: The Governor recommends 3.0 FTP, ongoing General Fund and federal fund spending authority, and one-time Capital Outlay for health facility surveyor positions for residential assisted living facilities to license and survey facilities and conduct complaint investigations. The program currently has overdue surveys and has relied on one-time savings from other divisions of the department to hire temporary surveyors to reduce backlog. However, the temporary solution has not resolved the ongoing workload problem.

General	0.00	88,800	2,500	2,500	0	0	93,800
Federal	0.00	180,300	5,000	5,000	0	0	190,300
Other	3.00	0	0	0	0	0	0
Total	3.00	269,100	7,500	7,500	0	0	284,100

FY 2019 Gov's Recommendation

General	0.00	1,711,800	281,100	2,500	0	0	1,995,400
Federal	0.00	3,975,900	639,700	5,000	0	0	4,620,600
Other	72.90	806,200	12,200	0	0	0	818,400
Total	72.90	6,493,900	933,000	7,500	0	0	7,434,400

<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 Office of Healthcare Policy Initiatives is responsible for the administration of the State Healthcare Innovation Plan (SHIP) and other statewide health policy initiatives focused on improving Idaho’s healthcare system. The specific goal of the SHIP is to transform Idaho’s healthcare system from a fee-for-service, volume-based system to a value-based system of care focused on improving health outcomes and reducing healthcare costs. The program is responsible for overall direction, management, facilitation, and coordination of extensive state-level stakeholder activities, including the governor-appointed Idaho Healthcare Coalition and numerous statewide topic-specific workgroups. Workgroup topic areas include medical home model development, payment redesign, data analytics, health information technology, telehealth, and behavioral health/primary care integration. In addition to state-level policy development, the office is responsible for direction and coordination of local and regional activities across the state through seven regional collaboratives. Stakeholder activities at the state and regional levels will guide the policy direction for the healthcare system transformation.

The office is also responsible for developing, managing, and reporting on numerous contracts with a variety of contractors with expertise in different aspects of healthcare system transformation. Contract subject areas include medical home transformation, health information technology expansion, data analytics, quality measurement, and telehealth.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	4,200	0	251,500	0	255,700
Federal	0.00	689,700	11,373,800	0	623,500	0	12,687,000
Other	7.60	0	0	0	0	0	0
Total	7.60	689,700	11,378,000	0	875,000	0	12,942,700

FY 2018 Total Appropriation

General	0.00	0	4,200	0	251,500	0	255,700
Federal	0.00	689,700	11,373,800	0	623,500	0	12,687,000
Other	7.60	0	0	0	0	0	0
Total	7.60	689,700	11,378,000	0	875,000	0	12,942,700

FY 2018 Estimated Expenditures

General	0.00	0	4,200	0	251,500	0	255,700
Federal	0.00	689,700	11,373,800	0	623,500	0	12,687,000
Other	7.60	0	0	0	0	0	0
Total	7.60	689,700	11,378,000	0	875,000	0	12,942,700

Base Adjustments

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

General	0.00	0	(4,200)	0	0	0	(4,200)
Total	0.00	0	(4,200)	0	0	0	(4,200)

	<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>
FY 2019 Base							
General	0.00	0	0	0	251,500	0	251,500
Federal	0.00	689,700	11,373,800	0	623,500	0	12,687,000
Other	7.60	0	0	0	0	0	0
Total	7.60	689,700	11,373,800	0	875,000	0	12,938,500

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.

Federal	0.00	(11,000)	0	0	0	0	(11,000)
Total	0.00	(11,000)	0	0	0	0	(11,000)

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.

Federal	0.00	700	0	0	0	0	700
Total	0.00	700	0	0	0	0	700

10.61 Salary Multiplier - Regular Employees: The Governor recommends a 3% increase in employee compensation, to be distributed on a merit basis.

Federal	0.00	17,200	0	0	0	0	17,200
Total	0.00	17,200	0	0	0	0	17,200

FY 2019 Total Maintenance

General	0.00	0	0	0	251,500	0	251,500
Federal	0.00	696,600	11,373,800	0	623,500	0	12,693,900
Other	7.60	0	0	0	0	0	0
Total	7.60	696,600	11,373,800	0	875,000	0	12,945,400

Line Items

12.01 Statewide Healthcare Innovation Plan Grant: The Governor recommends one-time federal fund spending authority for continuation of the Statewide Healthcare Innovation Plan (SHIP) grant. The SHIP grant is funding available to transform Idaho's healthcare system by implementing changes in the standard of practice, emphasizing primary care through patient-centered medical homes, and providing payment incentives for improved health outcomes rather than volume.

Federal	0.00	0	5,000,000	0	0	0	5,000,000
Total	0.00	0	5,000,000	0	0	0	5,000,000

Health & Welfare, Department of
Healthcare Policy Initiatives

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>
FY 2019 Gov's Recommendation							
General	0.00	0	0	0	251,500	0	251,500
Federal	0.00	696,600	16,373,800	0	623,500	0	17,693,900
Other	7.60	0	0	0	0	0	0
Total	7.60	696,600	16,373,800	0	875,000	0	17,945,400

Executive Budget Detail

Health & Welfare, Department of
Indirect Support Services

	<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: Indirect Support Services provides the management and technical support to achieve the department's mission to promote and protect the health and safety of Idahoans. Indirect Support Services includes the Office of the Director, Legal Services, Financial Services, Operational Services, Information and Technology, Audits and Investigations, and Public Information and Communications.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	10,812,600	6,505,700	1,322,400	0	0	18,640,700
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	14,109,800	8,325,300	2,053,800	0	0	24,488,900
Other	295.60	1,680,600	1,571,500	0	0	0	3,252,100
Total	295.60	26,603,000	16,402,500	3,376,200	0	0	46,381,700

FY 2018 Total Appropriation

General	0.00	10,812,600	6,505,700	1,322,400	0	0	18,640,700
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	14,109,800	8,325,300	2,053,800	0	0	24,488,900
Other	295.60	1,680,600	1,571,500	0	0	0	3,252,100
Total	295.60	26,603,000	16,402,500	3,376,200	0	0	46,381,700

FY 2018 Estimated Expenditures

General	0.00	10,812,600	6,505,700	1,322,400	0	0	18,640,700
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	14,109,800	8,325,300	2,053,800	0	0	24,488,900
Other	295.60	1,680,600	1,571,500	0	0	0	3,252,100
Total	295.60	26,603,000	16,402,500	3,376,200	0	0	46,381,700

Base Adjustments

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

General	0.00	0	(65,200)	(1,322,400)	0	0	(1,387,600)
Federal	0.00	0	(676,300)	(2,053,800)	0	0	(2,730,100)
Total	0.00	0	(741,500)	(3,376,200)	0	0	(4,117,700)

FY 2019 Base

General	0.00	10,812,600	6,440,500	0	0	0	17,253,100
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	14,109,800	7,649,000	0	0	0	21,758,800
Other	295.60	1,680,600	1,571,500	0	0	0	3,252,100
Total	295.60	26,603,000	15,661,000	0	0	0	42,264,000

	<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.						
General	0.00	(165,300)	0	0	0	0	(165,300)
Federal	0.00	(215,800)	0	0	0	0	(215,800)
Other	0.00	(25,700)	0	0	0	0	(25,700)
Total	0.00	(406,800)	0	0	0	0	(406,800)
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	10,900	0	0	0	0	10,900
Federal	0.00	14,300	0	0	0	0	14,300
Other	0.00	1,700	0	0	0	0	1,700
Total	0.00	26,900	0	0	0	0	26,900
10.31	Repair, Replacement Items/Alterations: The Governor recommends \$43,500 in General Fund and \$40,000 in federal fund spending authority for repair and replacement items.						
General	0.00	0	43,500	0	0	0	43,500
Federal	0.00	0	40,000	0	0	0	40,000
Total	0.00	0	83,500	0	0	0	83,500
10.32	Repair, Replacement Items/Alterations: The Governor recommends \$203,200 in General Fund and \$215,100 in federal fund spending authority for repair and replacement items.						
General	0.00	0	0	203,200	0	0	203,200
Federal	0.00	0	0	215,100	0	0	215,100
Total	0.00	0	0	418,300	0	0	418,300
10.33	Repair, Replacement Items/Alterations: The Governor recommends \$215,200 in General Fund and \$388,600 in federal fund spending authority for repair and replacement items.						
General	0.00	0	0	215,200	0	0	215,200
Federal	0.00	0	0	388,600	0	0	388,600
Total	0.00	0	0	603,800	0	0	603,800
10.34	Repair, Replacement Items/Alterations: The Governor recommends \$811,700 in General Fund and \$650,300 in federal fund spending authority for repair and replacement items.						
General	0.00	0	520,200	291,500	0	0	811,700
Federal	0.00	0	416,800	233,500	0	0	650,300
Total	0.00	0	937,000	525,000	0	0	1,462,000

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
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	239,800	0	0	0	239,800
Federal	0.00	0	227,900	0	0	0	227,900
Total	0.00	0	467,700	0	0	0	467,700
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	30,200	0	0	0	30,200
Federal	0.00	0	26,000	0	0	0	26,000
Total	0.00	0	56,200	0	0	0	56,200
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	40,100	0	0	0	40,100
Federal	0.00	0	31,300	0	0	0	31,300
Total	0.00	0	71,400	0	0	0	71,400
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	(3,700)	0	0	0	(3,700)
Federal	0.00	0	(3,600)	0	0	0	(3,600)
Total	0.00	0	(7,300)	0	0	0	(7,300)
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	274,000	0	0	0	0	274,000
Federal	0.00	357,600	0	0	0	0	357,600
Other	0.00	42,600	0	0	0	0	42,600
Total	0.00	674,200	0	0	0	0	674,200
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
Federal	0.00	0	0	0	0	0	0
Other	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.							
General	0.00	600	0	0	0	0	600
Federal	0.00	800	0	0	0	0	800
Total	0.00	1,400	0	0	0	0	1,400

	<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>
FY 2019 Total Maintenance							
General	0.00	10,932,800	7,310,600	709,900	0	0	18,953,300
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	14,266,700	8,387,400	837,200	0	0	23,491,300
Other	295.60	1,699,200	1,571,500	0	0	0	3,270,700
Total	295.60	26,898,700	17,269,500	1,547,100	0	0	45,715,300

Line Items

12.01 Cisco Enterprise License Agreement: The Governor recommends General Fund and federal fund spending authority for costs associated with the Cisco Enterprise License Agreement. Funding includes costs for annual licenses, subscription services, and hardware maintenance. These subscriptions and services are necessary to meet the network and cybersecurity requirements outlined in Executive Order 2017-02 and mandated by federal partners.

General	0.00	0	549,300	0	0	0	549,300
Federal	0.00	0	440,100	0	0	0	440,100
Total	0.00	0	989,400	0	0	0	989,400

12.02 Mainframe Costs: The Governor recommends General Fund and federal fund spending authority for increased costs associated with the State Controller's Office (SCO) mainframe. While some state agencies and Department of Health and Welfare (IDHW) programs have migrated off the SCO mainframe, the IDHW financial system continues to reside on the mainframe. The reduction in overall systems supported on the mainframe has shifted operational costs to the system that remains. This funding reflects the increase to the IDHW system that continues to reside on the SCO mainframe.

General	0.00	0	464,100	0	0	0	464,100
Federal	0.00	0	603,300	0	0	0	603,300
Total	0.00	0	1,067,400	0	0	0	1,067,400

12.03 Criminal History Unit Staff and Equipment: The Governor recommends 2.0 FTP, ongoing receipt spending authority, and one-time Operating Expenditures and Capital Outlay for technical records specialist 2 positions to meet the increased service demand and alleviate delays in processing criminal history and background checks. The Governor recommends utilizing existing General Fund appropriation and federal fund spending authority to fulfill this request.

General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	2.00	95,800	8,900	14,200	0	0	118,900
Total	2.00	95,800	8,900	14,200	0	0	118,900

12.04 New Facility Furnishings: The Governor does not recommend funding for a new Coeur d'Alene facility.

General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
12.05 Operational Services Staffing: The Governor does not recommend funding for operation services positions.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.06 Medicaid Program Integrity Staffing: The Governor recommends 1.0 FTP, ongoing federal fund and receipt spending authority, and one-time Operating Expenditures and Capital Outlay for an administrative assistant 2 position. This position will enable the bureau to fulfill administrative demands of preparing documents for asset recovery, preparing records, and logging evidence. These functions are required for court documentation, filing judgements, and ensuring individuals and providers who are barred from Medicaid are properly excluded.							
Federal	0.00	26,900	3,000	500	0	0	30,400
Other	1.00	26,900	3,000	500	0	0	30,400
Total	1.00	53,800	6,000	1,000	0	0	60,800
12.07 Software Licenses: The Governor does not recommend funding for information technology software licenses.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.08 Fraud Analysis Staffing: The Governor recommends 1.0 FTP, federal fund spending authority (\$1,300 one-time, \$47,700 ongoing), and receipt spending authority (\$1,300 one-time, \$18,100 ongoing) for a research analyst position for the Bureau of Audits and Investigations to provide investigations data analysis. Other programs in the department have demonstrated that data collection and analysis increase the return on investment and value of investigations. This position will also enable the department to fulfill new reporting requests.							
Federal	0.00	44,400	4,000	600	0	0	49,000
Other	1.00	14,800	4,000	600	0	0	19,400
Total	1.00	59,200	8,000	1,200	0	0	68,400
12.09 Information Technology Staffing: The Governor does not recommend funding for information technology positions.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.10 Targeted Salary Increases: The Governor does not recommend funding for information technology position salary increases.							
General	0.00	0	0	0	0	0	0
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

	<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>
12.11 Criminal History Unit Modernization Grant: The Governor recommends one-time General Fund and federal fund spending authority for a criminal history unit modernization grant to improve and modernize the criminal history and background check system software and fingerprint equipment. A recent Federal Bureau of Investigations audit found that the agency background check system does not meet federal information security standards. Funding provided in this federal grant and state match requirements will enable the department to update the system to meet standards. This funding will also resolve system equipment deficiencies and update the application process.							
General	0.00	0	118,800	56,200	0	0	175,000
Federal	0.00	0	356,300	168,700	0	0	525,000
Total	0.00	0	475,100	224,900	0	0	700,000

FY 2019 Gov's Recommendation

General	0.00	10,932,800	8,442,800	766,100	0	0	20,141,700
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	14,338,000	9,794,100	1,007,000	0	0	25,139,100
Other	299.60	1,836,700	1,587,400	15,300	0	0	3,439,400
Total	299.60	27,107,500	19,824,300	1,788,400	0	0	48,720,200

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: Mental health services for adults are provided throughout Idaho for people who are experiencing psychiatric crises, are court-ordered for treatment, or are diagnosed with a severe and persistent mental illness (SPMI).

Adult Mental Health strives to help people lead productive and meaningful lives in their communities by promoting recovery and resiliency. Services are community-based and currently delivered through seven regional mental health centers. Mental health services include Assertive Community Treatment (ACT) teams, which help people with severe mental illnesses who normally would need an institutional level of care live in their communities through intensive monitoring and ongoing treatment.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	14,459,100	2,765,100	0	13,883,800	0	31,108,000
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,179,900	1,143,100	0	778,700	0	4,101,700
Other	210.56	111,200	0	0	350,000	0	461,200
Total	210.56	16,750,200	3,908,200	0	15,012,500	0	35,670,900

FY 2018 Total Appropriation

General	0.00	14,459,100	2,765,100	0	13,883,800	0	31,108,000
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,179,900	1,143,100	0	778,700	0	4,101,700
Other	210.56	111,200	0	0	350,000	0	461,200
Total	210.56	16,750,200	3,908,200	0	15,012,500	0	35,670,900

Expenditure Adjustments

6.41 Object Transfers: This decision unit reflects an object transfer.

General	0.00	(202,200)	(1,190,100)	0	1,392,300	0	0
Federal	0.00	(161,800)	161,800	0	0	0	0
Total	0.00	(364,000)	(1,028,300)	0	1,392,300	0	0

FY 2018 Estimated Expenditures

General	0.00	14,256,900	1,575,000	0	15,276,100	0	31,108,000
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,018,100	1,304,900	0	778,700	0	4,101,700
Other	210.56	111,200	0	0	350,000	0	461,200
Total	210.56	16,386,200	2,879,900	0	16,404,800	0	35,670,900

Health & Welfare. Department of
Behavioral Health Services
Adult Mental Health

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>
Base Adjustments							
8.22 Object Transfers: This decision unit reverses the object transfer found in DU 6.41.							
General	0.00	202,200	1,190,100	0	(1,392,300)	0	0
Federal	0.00	161,800	(161,800)	0	0	0	0
Total	0.00	364,000	1,028,300	0	(1,392,300)	0	0
FY 2019 Base							
General	0.00	14,459,100	2,765,100	0	13,883,800	0	31,108,000
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,179,900	1,143,100	0	778,700	0	4,101,700
Other	210.56	111,200	0	0	350,000	0	461,200
Total	210.56	16,750,200	3,908,200	0	15,012,500	0	35,670,900
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	(259,400)	0	0	0	0	(259,400)
Federal	0.00	(39,000)	0	0	0	0	(39,000)
Other	0.00	(2,100)	0	0	0	0	(2,100)
Total	0.00	(300,500)	0	0	0	0	(300,500)
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	13,800	0	0	0	0	13,800
Federal	0.00	2,100	0	0	0	0	2,100
Other	0.00	100	0	0	0	0	100
Total	0.00	16,000	0	0	0	0	16,000
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	(13,000)	0	0	0	(13,000)
Federal	0.00	0	(1,300)	0	0	0	(1,300)
Total	0.00	0	(14,300)	0	0	0	(14,300)

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>
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	354,500	0	0	0	0	354,500
Federal	0.00	53,400	0	0	0	0	53,400
Other	0.00	2,900	0	0	0	0	2,900
Total	0.00	410,800	0	0	0	0	410,800
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
Federal	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.							
General	0.00	200	0	0	0	0	200
Total	0.00	200	0	0	0	0	200

FY 2019 Total Maintenance

General	0.00	14,568,200	2,752,100	0	13,883,800	0	31,204,100
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,196,400	1,141,800	0	778,700	0	4,116,900
Other	210.56	112,100	0	0	350,000	0	462,100
Total	210.56	16,876,700	3,893,900	0	15,012,500	0	35,783,100

Line Items

12.01 Behavioral Health Community Crisis Centers: The Governor recommends General Fund (\$600,000 one-time, \$1,967,500 ongoing) for three behavioral health-crisis centers to be located in the three remaining regions of the state without centers: regions two, three, and six. The centers provide immediate interventions for mental health and substance abuse-related crises by providing individuals short-term care and diverting them from more costly hospital stays or incarceration. This recommendation provides funding for six months of operations to be annualized in FY 2020. The existing centers have required approximately six months to become established.

General	0.00	0	600,000	0	1,967,500	0	2,567,500
Total	0.00	0	600,000	0	1,967,500	0	2,567,500

FY 2019 Gov's Recommendation

General	0.00	14,568,200	3,352,100	0	15,851,300	0	33,771,600
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,196,400	1,141,800	0	778,700	0	4,116,900
Other	210.56	112,100	0	0	350,000	0	462,100
Total	210.56	16,876,700	4,493,900	0	16,980,000	0	38,350,600

	<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>
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Description: State Hospital North (SHN) is located in Orofino and maintains a 55-bed adult acute unit. SHN provides intensive care and treatment for patients committed to Health and Welfare through a civil or criminal court process.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	7,427,600	140,100	0	105,500	0	7,673,200
Dedicated	3.00	397,000	1,119,100	15,700	44,500	0	1,576,300
Other	104.10	154,100	0	0	0	0	154,100
Total	107.10	7,978,700	1,259,200	15,700	150,000	0	9,403,600

Expenditure Adjustments

4.31 Supplemental - Psychiatric Hospitalization: The Governor recommends one-time General Fund for contract medical services and ongoing General Fund for nursing salary increases. Nursing vacancies have contributed to an increased reliance on more costly contract medical staff and forced the hospital to reduce bed capacity, driving up community hospitalization utilization. This recommendation provides one-time funding to meet the projected contract medical service costs necessary to sustain hospital operations in FY 2018 and ongoing funding to increase nursing staff salaries for recruitment and retention purposes.

General	0.00	16,600	100,000	0	0	0	116,600
Total	0.00	16,600	100,000	0	0	0	116,600

FY 2018 Total Appropriation

General	0.00	7,444,200	240,100	0	105,500	0	7,789,800
Dedicated	3.00	397,000	1,119,100	15,700	44,500	0	1,576,300
Other	104.10	154,100	0	0	0	0	154,100
Total	107.10	7,995,300	1,359,200	15,700	150,000	0	9,520,200

Expenditure Adjustments

6.41 Object Transfers: This decision unit reflects an object transfer.

General	0.00	(131,000)	131,000	0	0	0	0
Total	0.00	(131,000)	131,000	0	0	0	0

FY 2018 Estimated Expenditures

General	0.00	7,313,200	371,100	0	105,500	0	7,789,800
Dedicated	3.00	397,000	1,119,100	15,700	44,500	0	1,576,300
Other	104.10	154,100	0	0	0	0	154,100
Total	107.10	7,864,300	1,490,200	15,700	150,000	0	9,520,200

Base Adjustments

8.22 Object Transfers: This decision unit reverses the object transfer found in DU 6.41.

General	0.00	131,000	(131,000)	0	0	0	0
Total	0.00	131,000	(131,000)	0	0	0	0

Executive Budget Detail

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
8.41 Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.							
General	0.00	0	(100,000)	0	0	0	(100,000)
Dedicated	0.00	0	(61,500)	(15,700)	0	0	(77,200)
Total	0.00	0	(161,500)	(15,700)	0	0	(177,200)

FY 2019 Base

General	0.00	7,444,200	140,100	0	105,500	0	7,689,800
Dedicated	3.00	397,000	1,057,600	0	44,500	0	1,499,100
Other	104.10	154,100	0	0	0	0	154,100
Total	107.10	7,995,300	1,197,700	0	150,000	0	9,343,000

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	(142,900)	0	0	0	0	(142,900)
Dedicated	0.00	(4,400)	0	0	0	0	(4,400)
Other	0.00	(2,900)	0	0	0	0	(2,900)
Total	0.00	(150,200)	0	0	0	0	(150,200)

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	6,200	0	0	0	0	6,200
Dedicated	0.00	400	0	0	0	0	400
Other	0.00	100	0	0	0	0	100
Total	0.00	6,700	0	0	0	0	6,700

10.19 Fund Shift: The Governor does not recommend a fund shift for benefit costs. A fund adjustment for Personnel Costs is found in DU 10.91.

General	0.00	0	0	0	0	0	0
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

10.21 General Inflation Adjustments: The Governor does not recommend General Fund for general inflation.

General	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
10.22 Medical Inflation Adjustments: The Governor recommends General Fund for medical inflation.							
General	0.00	0	9,000	0	0	0	9,000
Total	0.00	0	9,000	0	0	0	9,000
10.31 Repair, Replacement Items/Alterations: The Governor recommends \$32,000 in General Fund for repair and replacement items.							
General	0.00	0	32,000	0	0	0	32,000
Total	0.00	0	32,000	0	0	0	32,000
10.34 Repair, Replacement Items/Alterations: The Governor recommends \$66,100 in General Fund for repair and replacement items.							
General	0.00	0	30,700	35,400	0	0	66,100
Total	0.00	0	30,700	35,400	0	0	66,100
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	(9,700)	0	0	0	(9,700)
Total	0.00	0	(9,700)	0	0	0	(9,700)
10.54 Annualizations: This decision unit provides an annualization for the nursing salary increases found in DU 4.31.							
General	0.00	45,200	0	0	0	0	45,200
Total	0.00	45,200	0	0	0	0	45,200
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	167,600	0	0	0	0	167,600
Dedicated	0.00	9,200	0	0	0	0	9,200
Other	0.00	3,400	0	0	0	0	3,400
Total	0.00	180,200	0	0	0	0	180,200
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
Other	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.							
General	0.00	6,600	0	0	0	0	6,600
Other	0.00	3,800	0	0	0	0	3,800
Total	0.00	10,400	0	0	0	0	10,400
10.69 Fund Shift: The Governor does not recommend a fund shift for employee compensation. A fund adjustment for Personnel Costs is found in DU 10.91.							
General	0.00	0	0	0	0	0	0
Dedicated	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
10.91 Other Adjustments: This decision unit provides a fund adjustment from the General Fund to Endowment Fund based on the FY 2019 Endowment Fund distribution.							
General	0.00	0	(45,200)	0	0	0	(45,200)
Dedicated	0.00	0	45,200	0	0	0	45,200
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	7,526,900	156,900	35,400	105,500	0	7,824,700
Dedicated	3.00	402,200	1,102,800	0	44,500	0	1,549,500
Other	104.10	158,500	0	0	0	0	158,500
Total	107.10	8,087,600	1,259,700	35,400	150,000	0	9,532,700

Line Items

12.01 Medical Director Classification Change: The Governor recommends General Fund for a salary increase to convert medical director positions at the two state psychiatric hospitals from classified to non-classified status. Currently, state hospital physicians and medical directors are at or near the top of the state classified employee pay schedule. The department proposes converting the medical director positions to non-classified status due to the nature of their work and to allow for salaries higher than the physicians they supervise. This decision unit is contingent upon the passage of legislation.							
General	0.00	32,700	0	0	0	0	32,700
Total	0.00	32,700	0	0	0	0	32,700
12.02 Infection Prevention Officer: The Governor does not recommend funding for an infection prevention officer position.							
General	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.03 Health Information Manager: The Governor does not recommend funding for a health information manager position.							
General	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
12.04 Automated Medication Storage Equipment: The Governor does not recommend funding for automated medication storage equipment.							
General	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Gov's Recommendation

General	0.00	7,559,600	156,900	35,400	105,500	0	7,857,400
Dedicated	3.00	402,200	1,102,800	0	44,500	0	1,549,500
Other	104.10	158,500	0	0	0	0	158,500
Total	107.10	8,120,300	1,259,700	35,400	150,000	0	9,565,400

	<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: State Hospital South (SHS) is located in Blackfoot and has three units: a 90-bed acute adult unit, a 16-bed acute adolescent unit, and a 29-bed psychiatric skilled-nursing facility. SHS adult acute unit provides intensive care and treatment for patients committed to Health and Welfare through a civil or criminal court process. The acute adolescent unit provides care and treatment for adolescents between the ages of 12 and 18. The psychiatric skilled-nursing facility cares for older adults who have typically failed in community skilled-nursing facilities due to the severity of their psychiatric condition.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	9,769,300	286,400	175,000	241,900	0	10,472,600
Dedicated	30.00	3,018,500	1,380,500	215,000	0	0	4,614,000
Federal	0.00	4,927,600	1,169,000	0	25,900	0	6,122,500
Other	255.25	3,664,900	1,020,200	0	900	0	4,686,000
Total	285.25	21,380,300	3,856,100	390,000	268,700	0	25,895,100

Expenditure Adjustments

4.31 Supplemental - Psychiatric Hospitalization: The Governor recommends General Fund and corresponding reductions in federal fund and receipt spending authority. This funding adjustment corrects an accounting error that inaccurately inflated the federal share of expenditures associated with the Medicaid Federal Medical Assistance Percentages (FMAP) rate for nursing home and adolescent patients. A recent review by the department's Bureau of Financial Services discovered the fiscal staff at the hospital had incorrectly applied expenditures at a 100% federal participation rate, rather than at the actual FMAP rate. This recommendation also accounts for reduced Medicare and third party insurer receipts.

General	0.00	1,605,900	283,400	0	0	0	1,889,300
Federal	0.00	(1,223,400)	(215,900)	0	0	0	(1,439,300)
Other	0.00	(382,500)	(67,500)	0	0	0	(450,000)
Total	0.00	0	0	0	0	0	0

FY 2018 Total Appropriation

General	0.00	11,375,200	569,800	175,000	241,900	0	12,361,900
Dedicated	30.00	3,018,500	1,380,500	215,000	0	0	4,614,000
Federal	0.00	3,704,200	953,100	0	25,900	0	4,683,200
Other	255.25	3,282,400	952,700	0	900	0	4,236,000
Total	285.25	21,380,300	3,856,100	390,000	268,700	0	25,895,100

FY 2018 Estimated Expenditures

General	0.00	11,375,200	569,800	175,000	241,900	0	12,361,900
Dedicated	30.00	3,018,500	1,380,500	215,000	0	0	4,614,000
Federal	0.00	3,704,200	953,100	0	25,900	0	4,683,200
Other	255.25	3,282,400	952,700	0	900	0	4,236,000
Total	285.25	21,380,300	3,856,100	390,000	268,700	0	25,895,100

	<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>
Base Adjustments							
8.41 Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.							
General	0.00	0	(50,000)	(175,000)	0	0	(225,000)
Dedicated	0.00	0	(32,500)	(215,000)	0	0	(247,500)
Other	0.00	0	(71,000)	0	0	0	(71,000)
Total	0.00	0	(153,500)	(390,000)	0	0	(543,500)

FY 2019 Base

General	0.00	11,375,200	519,800	0	241,900	0	12,136,900
Dedicated	30.00	3,018,500	1,348,000	0	0	0	4,366,500
Federal	0.00	3,704,200	953,100	0	25,900	0	4,683,200
Other	255.25	3,282,400	881,700	0	900	0	4,165,000
Total	285.25	21,380,300	3,702,600	0	268,700	0	25,351,600

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	(226,900)	0	0	0	0	(226,900)
Dedicated	0.00	(43,500)	0	0	0	0	(43,500)
Federal	0.00	(74,100)	0	0	0	0	(74,100)
Other	0.00	(65,600)	0	0	0	0	(65,600)
Total	0.00	(410,100)	0	0	0	0	(410,100)

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	10,900	0	0	0	0	10,900
Dedicated	0.00	3,100	0	0	0	0	3,100
Federal	0.00	3,600	0	0	0	0	3,600
Other	0.00	15,200	0	0	0	0	15,200
Total	0.00	32,800	0	0	0	0	32,800

10.22 Medical Inflation Adjustments: The Governor recommends General Fund for medical inflation.

General	0.00	0	91,000	0	0	0	91,000
Total	0.00	0	91,000	0	0	0	91,000

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
10.31 Repair, Replacement Items/Alterations: The Governor recommends \$10,000 in General Fund and \$20,000 in receipt spending authority for repair and replacement items.							
General	0.00	0	10,000	0	0	0	10,000
Other	0.00	0	0	20,000	0	0	20,000
Total	0.00	0	10,000	20,000	0	0	30,000
10.32 Repair, Replacement Items/Alterations: The Governor recommends \$35,300 in General Fund and \$15,000 in receipt spending authority for repair and replacement items.							
General	0.00	0	0	35,300	0	0	35,300
Other	0.00	0	0	15,000	0	0	15,000
Total	0.00	0	0	50,300	0	0	50,300
10.34 Repair, Replacement Items/Alterations: The Governor recommends \$186,000 in General Fund, \$20,000 in receipt spending authority, and \$247,800 in Endowment Fund spending authority for repair and replacement items.							
General	0.00	0	0	186,000	0	0	186,000
Dedicated	0.00	0	17,800	230,000	0	0	247,800
Other	0.00	0	0	20,000	0	0	20,000
Total	0.00	0	17,800	436,000	0	0	453,800
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	(14,900)	0	0	0	(14,900)
Federal	0.00	0	(2,800)	0	0	0	(2,800)
Total	0.00	0	(17,700)	0	0	0	(17,700)
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	247,000	0	0	0	0	247,000
Dedicated	0.00	157,600	0	0	0	0	157,600
Federal	0.00	80,600	0	0	0	0	80,600
Other	0.00	71,400	0	0	0	0	71,400
Total	0.00	556,600	0	0	0	0	556,600
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
Federal	0.00	0	0	0	0	0	0
Other	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.							
General	0.00	8,400	0	0	0	0	8,400
Federal	0.00	1,800	0	0	0	0	1,800
Total	0.00	10,200	0	0	0	0	10,200

	<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>
10.75 Nondiscretionary Adjustments: This decision unit reflects the Federal Medical Assistance Percentage (FMAP) rate change. The current FY 2018 blended rate of 71.255% will be decreased to 71.14%.							
General	0.00	6,000	1,500	0	100	0	7,600
Federal	0.00	(6,000)	(1,500)	0	(100)	0	(7,600)
Total	0.00	0	0	0	0	0	0

10.91 Other Adjustments: This decision unit provides a fund adjustment from the General Fund to Endowment Fund based on the FY 2019 Endowment Fund distribution.							
General	0.00	(330,300)	0	0	0	0	(330,300)
Dedicated	0.00	330,300	0	0	0	0	330,300
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	11,090,300	607,400	221,300	242,000	0	12,161,000
Dedicated	30.00	3,466,000	1,365,800	230,000	0	0	5,061,800
Federal	0.00	3,710,100	948,800	0	25,800	0	4,684,700
Other	255.25	3,303,400	881,700	55,000	900	0	4,241,000
Total	285.25	21,569,800	3,803,700	506,300	268,700	0	26,148,500

Line Items

12.01 Medical Director Classification Change: The Governor recommends General Fund for a salary increase to convert medical director positions at the two state psychiatric hospitals from classified to non-classified status. Currently, state hospital physicians and medical directors are at or near the top of the state classified employee pay schedule. The department proposes converting the medical director positions to non-classified status due to the nature of their work and to allow for salaries higher than the physicians they supervise. This decision unit is contingent upon the passage of legislation.							
General	0.00	32,700	0	0	0	0	32,700
Total	0.00	32,700	0	0	0	0	32,700

12.02 Reclassify Licensed Practical Nurses to Registered Nurses: The Governor does not recommend funding to reclassify five licensed practical nurse positions to registered nurse positions.							
General	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

12.03 Advanced Physical Skill Training: The Governor does not recommend funding for an advanced physical skill training.							
General	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

12.04 Hospital Staffing: The Governor does not recommend a health information specialist position or an administrative assistant position.							
General	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

Health & Welfare. Department of
Behavioral Health Services

State Hospital South

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>
FY 2019 Gov's Recommendation							
General	0.00	11,123,000	607,400	221,300	242,000	0	12,193,700
Dedicated	30.00	3,466,000	1,365,800	230,000	0	0	5,061,800
Federal	0.00	3,710,100	948,800	0	25,800	0	4,684,700
Other	255.25	3,303,400	881,700	55,000	900	0	4,241,000
Total	285.25	21,602,500	3,803,700	506,300	268,700	0	26,181,200

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>
Description:	Substance Abuse Services provides substance abuse treatment and recovery support services, as well as treatment facility approval and quality assurance. In partnership with the Idaho Supreme Court, the Department of Correction, and the Department of Juvenile Corrections, the program contracts with a Management Services Contractor to manage a statewide network of substance use disorder (SUD) providers. Direct services provided include detoxification, outpatient therapy, residential treatment, and recovery support services. Recovery support services include case management, adult safe and sober housing, family life skills training, and drug testing. The SUD program is also responsible for tobacco retailer permitting, education, and retail outlet inspection to eliminate tobacco sales to minors in Idaho.						

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	296,300	673,500	0	1,505,400	0	2,475,200
Dedicated	0.00	0	43,800	0	650,000	0	693,800
Federal	0.00	1,082,000	3,459,200	0	6,628,400	0	11,169,600
Other	16.00	48,800	438,300	0	0	0	487,100
Total	16.00	1,427,100	4,614,800	0	8,783,800	0	14,825,700

FY 2018 Total Appropriation

General	0.00	296,300	673,500	0	1,505,400	0	2,475,200
Dedicated	0.00	0	43,800	0	650,000	0	693,800
Federal	0.00	1,082,000	3,459,200	0	6,628,400	0	11,169,600
Other	16.00	48,800	438,300	0	0	0	487,100
Total	16.00	1,427,100	4,614,800	0	8,783,800	0	14,825,700

Expenditure Adjustments

6.31 FTP or Fund Adjustments: This decision unit reflects non-cognizable spending authority granted by the Division of Financial Management for FY 2018.

Federal	0.00	0	55,000	0	1,900,000	0	1,955,000
Total	0.00	0	55,000	0	1,900,000	0	1,955,000

FY 2018 Estimated Expenditures

General	0.00	296,300	673,500	0	1,505,400	0	2,475,200
Dedicated	0.00	0	43,800	0	650,000	0	693,800
Federal	0.00	1,082,000	3,514,200	0	8,528,400	0	13,124,600
Other	16.00	48,800	438,300	0	0	0	487,100
Total	16.00	1,427,100	4,669,800	0	10,683,800	0	16,780,700

Health & Welfare. Department of
Behavioral Health Services
Substance Use Disorders

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>
Base Adjustments							
8.11 FTP or Fund Adjustments: This decision unit removes the non-cognizable spending authority reflected in DU 6.31.							
Federal	0.00	0	(55,000)	0	(1,900,000)	0	(1,955,000)
Total	0.00	0	(55,000)	0	(1,900,000)	0	(1,955,000)
FY 2019 Base							
General	0.00	296,300	673,500	0	1,505,400	0	2,475,200
Dedicated	0.00	0	43,800	0	650,000	0	693,800
Federal	0.00	1,082,000	3,459,200	0	6,628,400	0	11,169,600
Other	16.00	48,800	438,300	0	0	0	487,100
Total	16.00	1,427,100	4,614,800	0	8,783,800	0	14,825,700
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	(4,700)	0	0	0	0	(4,700)
Federal	0.00	(17,500)	0	0	0	0	(17,500)
Other	0.00	(700)	0	0	0	0	(700)
Total	0.00	(22,900)	0	0	0	0	(22,900)
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	200	0	0	0	0	200
Federal	0.00	800	0	0	0	0	800
Other	0.00	0	0	0	0	0	0
Total	0.00	1,000	0	0	0	0	1,000
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	6,500	0	0	0	0	6,500
Federal	0.00	24,100	0	0	0	0	24,100
Other	0.00	900	0	0	0	0	900
Total	0.00	31,500	0	0	0	0	31,500

Executive Budget Detail

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
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
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	298,300	673,500	0	1,505,400	0	2,477,200
Dedicated	0.00	0	43,800	0	650,000	0	693,800
Federal	0.00	1,089,400	3,459,200	0	6,628,400	0	11,177,000
Other	16.00	49,000	438,300	0	0	0	487,300
Total	16.00	1,436,700	4,614,800	0	8,783,800	0	14,835,300

Line Items

12.01 Idaho's Response to Opioid Crisis Grant: The Governor recommends federal fund spending authority for the opioid prevention and treatment grant. Idaho has been awarded funding for this non-competitive grant to combat the growing opioid epidemic. This funding will be used to provide evidence-based medical supervision to treat people with opioid addiction, track prescriber practices, support recovery coaches, and purchase naloxone, a medication used to block the effects of opioids, especially in cases of overdoses.

Federal	0.00	0	55,000	0	1,900,000	0	1,955,000
Total	0.00	0	55,000	0	1,900,000	0	1,955,000

12.02 Substance Use Disorders Rate Increase: The Governor recommends General Fund for a 5% rate increase for the treatment provider network for substance use disorders. The providers' last increase was 5% in 2012. Without adequate reimbursement, providers are challenged to operate and retain qualified and quality staff.

General	0.00	0	0	0	256,000	0	256,000
Total	0.00	0	0	0	256,000	0	256,000

12.03 Tobacco Permit Fees: The Governor recommends dedicated fund spending authority of tobacco permit fees for the tobacco inspection program. The department has proposed legislation to assess a \$100 permitting fee for all tobacco retail permits that currently have no fee associated with them. This funding is to generate revenue adequate to sustain the tobacco inspection program that was previously supported with Millennium Fund grant dollars that are no longer available. This decision unit is contingent upon the passage of legislation.

Dedicated	0.00	0	160,000	0	0	0	160,000
Total	0.00	0	160,000	0	0	0	160,000

FY 2019 Gov's Recommendation

General	0.00	298,300	673,500	0	1,761,400	0	2,733,200
Dedicated	0.00	0	203,800	0	650,000	0	853,800
Federal	0.00	1,089,400	3,514,200	0	8,528,400	0	13,132,000
Other	16.00	49,000	438,300	0	0	0	487,300
Total	16.00	1,436,700	4,829,800	0	10,939,800	0	17,206,300

Health & Welfare. Department of
Behavioral Health Services
Childrens Mental Health

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: Children's Mental Health provides crisis intervention, case management, and other supports to increase the capacity for children with a Serious Emotional Disturbance (SED) to live, learn, work, and participate in their communities. Parents and other family members are actively engaged in treatment and are critical to their child's success. The program funds treatment services by private providers and partners with community organizations, the courts, county and state juvenile justice systems, and other agencies to achieve positive outcomes for children and their families.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	5,065,200	1,084,400	0	2,969,400	0	9,119,000
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,774,300	1,608,100	0	1,092,600	0	5,475,000
Other	97.67	0	0	0	164,500	0	164,500
Total	97.67	7,839,500	2,692,500	0	4,226,500	0	14,758,500

Expenditure Adjustments

4.31 Supplemental - Youth Empowerment Services Operating Expenses: The Governor recommends General Fund and federal fund spending authority to meet the contract requirements under the Jeff D. lawsuit settlement agreement. The settlement agreement established new service requirements referred to as Youth Empowerment Services (YES) for children with serious emotional disturbance. The services include contract requirements for Child and Adolescent Needs and Strengths training, development of a practice manual, wraparound service training, family involvement and coordination, and ongoing data collection and analysis.

General	0.00	0	322,300	0	0	0	322,300
Federal	0.00	0	322,300	0	0	0	322,300
Total	0.00	0	644,600	0	0	0	644,600

FY 2018 Total Appropriation

General	0.00	5,065,200	1,406,700	0	2,969,400	0	9,441,300
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,774,300	1,930,400	0	1,092,600	0	5,797,300
Other	97.67	0	0	0	164,500	0	164,500
Total	97.67	7,839,500	3,337,100	0	4,226,500	0	15,403,100

FY 2018 Estimated Expenditures

General	0.00	5,065,200	1,406,700	0	2,969,400	0	9,441,300
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,774,300	1,930,400	0	1,092,600	0	5,797,300
Other	97.67	0	0	0	164,500	0	164,500
Total	97.67	7,839,500	3,337,100	0	4,226,500	0	15,403,100

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>
FY 2019 Base							
General	0.00	5,065,200	1,406,700	0	2,969,400	0	9,441,300
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,774,300	1,930,400	0	1,092,600	0	5,797,300
Other	97.67	0	0	0	164,500	0	164,500
Total	97.67	7,839,500	3,337,100	0	4,226,500	0	15,403,100

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	(82,900)	0	0	0	0	(82,900)
Federal	0.00	(48,700)	0	0	0	0	(48,700)
Total	0.00	(131,600)	0	0	0	0	(131,600)

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	4,500	0	0	0	0	4,500
Federal	0.00	2,700	0	0	0	0	2,700
Total	0.00	7,200	0	0	0	0	7,200

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	(2,200)	0	0	0	(2,200)
Federal	0.00	0	(1,000)	0	0	0	(1,000)
Total	0.00	0	(3,200)	0	0	0	(3,200)

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	121,500	0	0	0	0	121,500
Federal	0.00	71,300	0	0	0	0	71,300
Total	0.00	192,800	0	0	0	0	192,800

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
Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

Health & Welfare. Department of
Behavioral Health Services
Childrens Mental Health

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>
FY 2019 Total Maintenance							
General	0.00	5,108,300	1,404,500	0	2,969,400	0	9,482,200
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,799,600	1,929,400	0	1,092,600	0	5,821,600
Other	97.67	0	0	0	164,500	0	164,500
Total	97.67	7,907,900	3,333,900	0	4,226,500	0	15,468,300

Line Items

12.01 Jeff D Assessment Integration: The Governor recommends one-time General Fund, federal fund spending authority, and an ongoing General Fund program transfer to satisfy requirements of the Jeff D. settlement agreement. The one-time funding will provide modifications to the existing Web Infrastructure for Treatment Services system necessary to manage new workflow associated with the terms required of the settlement agreement. The ongoing program transfer from Children's Mental Health to Enhanced Medicaid Plan is an annualization for children with serious emotional disturbance with a household income between 185% and 300% of the federal poverty level to access Medicaid. Legislation passed during the 2017 legislative session to provide Medicaid coverage for these children to maximize treatment resources with a net zero-impact to the General Fund. The benefit implementation date is January 1, 2018. This transfer completes funding for a full year.

General	0.00	0	250,000	0	(1,181,600)	0	(931,600)
Federal	0.00	0	250,000	0	0	0	250,000
Total	0.00	0	500,000	0	(1,181,600)	0	(681,600)

FY 2019 Gov's Recommendation

General	0.00	5,108,300	1,654,500	0	1,787,800	0	8,550,600
Dedicated	0.00	0	0	0	0	0	0
Federal	0.00	2,799,600	2,179,400	0	1,092,600	0	6,071,600
Other	97.67	0	0	0	164,500	0	164,500
Total	97.67	7,907,900	3,833,900	0	3,044,900	0	14,786,700

Executive Budget Detail

FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
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Description: The state hospitals provide care and treatment to patients who are unable to remain safely in a community setting and are committed by a court to the Department of Health and Welfare. In the majority of commitments, the patient comes to a state hospital from a community psychiatric hospital. Once a patient is committed, the state must assume their care the following day. The community hospitalization budget covers the cost of care for the patient at the community hospital while waiting to be transferred to the state hospital.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	0	0	3,364,700	0	3,364,700
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	3,364,700	0	3,364,700

Expenditure Adjustments

4.31 Supplemental - Psychiatric Hospitalization: The Governor recommends one-time General Fund to address a community hospitalization budget shortfall. The community psychiatric hospitals are currently treating patients with increased acuity and complex need of care, and they have longer patient lengths-of-stay while waiting to transition to one of the two state psychiatric hospitals. The department is optimistic community hospitalization costs will stabilize if the two state psychiatric hospitals are able to successfully reduce medical staff turnover and vacancies and when the new state adolescent psychiatric hospital is complete.

General	0.00	0	0	0	1,000,000	0	1,000,000
Total	0.00	0	0	0	1,000,000	0	1,000,000

FY 2018 Total Appropriation

General	0.00	0	0	0	4,364,700	0	4,364,700
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	4,364,700	0	4,364,700

FY 2018 Estimated Expenditures

General	0.00	0	0	0	4,364,700	0	4,364,700
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	4,364,700	0	4,364,700

Base Adjustments

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

General	0.00	0	0	0	(1,000,000)	0	(1,000,000)
Total	0.00	0	0	0	(1,000,000)	0	(1,000,000)

Health & Welfare. Department of Behavioral Health Services
Community Hospitalization

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>
FY 2019 Base							
General	0.00	0	0	0	3,364,700	0	3,364,700
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	3,364,700	0	3,364,700

FY 2019 Total Maintenance							
General	0.00	0	0	0	3,364,700	0	3,364,700
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	3,364,700	0	3,364,700

Line Items

12.01 Program Transfer Limit Exemption : The Governor recommends intent language to waive the requirements of Idaho Code 67-3511 which states the transfer of appropriation between any two programs cannot exceed a 10% cumulative change from the appropriated amount for any program affected by the transfer. The Community Hospitalization budget is driven by three factors which make the budget somewhat unpredictable: the number of clients committed to state custody, availability of beds at the two state psychiatric hospitals, and the timing of providers to bill the state. This recommendation is based on prior years' experience when the program has had insufficient funds to process invoices after maximizing the ability to transfer funds in from other programs. This recommendation to waive the statutory language pertains only to transfers into the program.

General	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

12.02 Base Reduction for Idaho Department of Correction Mental Health Services: The Governor recommends a base reduction from the Idaho Department of Health and Welfare (IDHW) budget to offset funding found in DU 12.06 of the Idaho Department of Correction (IDOC), Contract Services, Medical Services budget. Currently, IDHW is appropriated funding for nine secured-mental health contract beds with IDOC. By fully funding IDOC medical services costs, this funding is no longer necessary.

General	0.00	0	0	0	(295,700)	0	(295,700)
Total	0.00	0	0	0	(295,700)	0	(295,700)

FY 2019 Gov's Recommendation

General	0.00	0	0	0	3,069,000	0	3,069,000
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	3,069,000	0	3,069,000

Executive Budget Detail

Community Developmental Disabilities

	<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 Idaho Developmental Disabilities Services Act authorizes the Department of Health and Welfare to assume the leadership role for planning and arranging community services for children and adults with developmental disabilities; that is, persons who are disabled prior to age 22 due to environmental, genetic, or health factors. Identification, screening, and eligibility determination are key responsibilities of the seven Regional Adult and Child Developmental programs. Services such as therapy, housing, employment, service coordination, and respite care are contracted to numerous private providers. The Regional programs provide monitoring and quality assurance to determine that the consumer has an opportunity for informed choice and that services are implemented in a safe, cost-effective, and efficient manner.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	7,365,100	1,114,200	0	2,094,000	0	10,573,300
Federal	0.00	5,811,500	1,049,300	0	998,400	0	7,859,200
Other	176.96	103,700	46,300	0	1,909,800	0	2,059,800
Total	176.96	13,280,300	2,209,800	0	5,002,200	0	20,492,300

FY 2018 Total Appropriation

General	0.00	7,365,100	1,114,200	0	2,094,000	0	10,573,300
Federal	0.00	5,811,500	1,049,300	0	998,400	0	7,859,200
Other	176.96	103,700	46,300	0	1,909,800	0	2,059,800
Total	176.96	13,280,300	2,209,800	0	5,002,200	0	20,492,300

Expenditure Adjustments

6.41 Object Transfers: This decision unit reflects an object transfer.

General	0.00	(26,200)	26,200	0	0	0	0
Federal	0.00	(58,700)	58,700	0	0	0	0
Total	0.00	(84,900)	84,900	0	0	0	0

6.51 Transfer Between Programs: This decision unit reflects a program transfer.

Other	2.00	0	0	0	0	0	0
Total	2.00	0	0	0	0	0	0

6.54 Transfer Between Programs: This decision unit reflects a program transfer.

General	0.00	28,200	0	0	0	0	28,200
Federal	0.00	28,200	0	0	0	0	28,200
Other	2.00	0	0	0	0	0	0
Total	2.00	56,400	0	0	0	0	56,400

	<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>
FY 2018 Estimated Expenditures							
General	0.00	7,367,100	1,140,400	0	2,094,000	0	10,601,500
Federal	0.00	5,781,000	1,108,000	0	998,400	0	7,887,400
Other	180.96	103,700	46,300	0	1,909,800	0	2,059,800
Total	180.96	13,251,800	2,294,700	0	5,002,200	0	20,548,700

Base Adjustments

8.22 Object Transfers: This decision unit reverses the object transfer found in DU 6.41.

General	0.00	26,200	(26,200)	0	0	0	0
Federal	0.00	58,700	(58,700)	0	0	0	0
Total	0.00	84,900	(84,900)	0	0	0	0

8.32 Transfer Between Programs: This decision unit reverses the program transfers found in DU 6.51 and DU 6.54.

General	0.00	(28,200)	0	0	0	0	(28,200)
Federal	0.00	(28,200)	0	0	0	0	(28,200)
Other	(2.00)	0	0	0	0	0	0
Total	(2.00)	(56,400)	0	0	0	0	(56,400)

FY 2019 Base

General	0.00	7,365,100	1,114,200	0	2,094,000	0	10,573,300
Federal	0.00	5,811,500	1,049,300	0	998,400	0	7,859,200
Other	178.96	103,700	46,300	0	1,909,800	0	2,059,800
Total	178.96	13,280,300	2,209,800	0	5,002,200	0	20,492,300

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	(140,000)	0	0	0	0	(140,000)
Federal	0.00	(110,700)	0	0	0	0	(110,700)
Other	0.00	(2,000)	0	0	0	0	(2,000)
Total	0.00	(252,700)	0	0	0	0	(252,700)

Executive Budget Detail

Community Developmental Disabilities

	<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>
10.12 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	7,100	0	0	0	0	7,100
Federal	0.00	5,600	0	0	0	0	5,600
Other	0.00	100	0	0	0	0	100
Total	0.00	12,800	0	0	0	0	12,800
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	(2,900)	0	0	0	(2,900)
Federal	0.00	0	(2,300)	0	0	0	(2,300)
Total	0.00	0	(5,200)	0	0	0	(5,200)
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	180,600	0	0	0	0	180,600
Federal	0.00	142,800	0	0	0	0	142,800
Other	0.00	2,600	0	0	0	0	2,600
Total	0.00	326,000	0	0	0	0	326,000
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
Federal	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.							
General	0.00	400	0	0	0	0	400
Federal	0.00	1,000	0	0	0	0	1,000
Total	0.00	1,400	0	0	0	0	1,400

FY 2019 Total Maintenance

General	0.00	7,413,200	1,111,300	0	2,094,000	0	10,618,500
Federal	0.00	5,850,200	1,047,000	0	998,400	0	7,895,600
Other	178.96	104,400	46,300	0	1,909,800	0	2,060,500
Total	178.96	13,367,800	2,204,600	0	5,002,200	0	20,574,600

Health & Welfare. Department of
Developmental Disabilities Svcs.

Community Developmental Disabilit

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>
Line Items							
12.01	Infant Toddler Early Intervention Services: The Governor recommends a program transfer from Enhanced Medicaid Plan to Developmental Disability Services for early and periodic screening in the Infant Toddler Program to enable the program to increase resources to eliminate the program's waiting list, decrease contractor turnover, provide needed services to infants and toddlers, and meet federal requirements. This recommendation also includes a reduction of excess receipt spending authority for Medicaid receipts not collected by this program.						
General	0.00	0	0	0	321,100	0	321,100
Federal	0.00	0	0	0	1,935,400	0	1,935,400
Other	0.00	0	0	0	(1,126,700)	0	(1,126,700)
Total	0.00	0	0	0	1,129,800	0	1,129,800
12.02	Developmental Disabilities Program Transfer: The Governor recommends a program transfer of 2.0 FTP, General Fund, and federal fund spending authority from the Southwest Idaho Treatment Center (SWITC) for the developmental disabilities crisis team. The positions will serve Idaho children and adults with severely challenging behaviors that are eligible for crisis prevention and court services and ideally will serve these high-risk individuals while they are in a community setting and reduce the likelihood that they will need to be served at SWITC. This transfer is a net-zero impact to the department's budget and FTP cap.						
General	0.00	73,900	0	0	0	0	73,900
Federal	0.00	73,900	0	0	0	0	73,900
Other	2.00	0	0	0	0	0	0
Total	2.00	147,800	0	0	0	0	147,800
FY 2019 Gov's Recommendation							
General	0.00	7,487,100	1,111,300	0	2,415,100	0	11,013,500
Federal	0.00	5,924,100	1,047,000	0	2,933,800	0	9,904,900
Other	180.96	104,400	46,300	0	783,100	0	933,800
Total	180.96	13,515,600	2,204,600	0	6,132,000	0	21,852,200

Executive Budget Detail

Southwest Idaho Treatment Center

	<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: Southwest Idaho Treatment Center (SWITC) provides 24-hour residential care and treatment on a short- or long-term basis to severely impaired individuals who cannot live in the community because of dangerous and/or aggressive behaviors. New admissions to SWITC are primarily adults who have a developmental disability in addition to a mental health disorder. SWITC also assists private providers serving this client group with consultation and training to help them prevent escalating crises that result in the need for high-cost services.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	2,004,500	501,700	74,700	77,600	0	2,658,500
Federal	0.00	5,868,300	1,947,500	0	142,900	0	7,958,700
Other	130.75	288,300	137,800	0	10,600	0	436,700
Total	130.75	8,161,100	2,587,000	74,700	231,100	0	11,053,900

Expenditure Adjustments

4.35 Supplemental - Child Welfare Staffing: The Governor recommends the transfer of 3.0 FTP to Family and Community Services for child welfare workers.

Other	(3.00)	0	0	0	0	0	0
Total	(3.00)	0	0	0	0	0	0

FY 2018 Total Appropriation

General	0.00	2,004,500	501,700	74,700	77,600	0	2,658,500
Federal	0.00	5,868,300	1,947,500	0	142,900	0	7,958,700
Other	127.75	288,300	137,800	0	10,600	0	436,700
Total	127.75	8,161,100	2,587,000	74,700	231,100	0	11,053,900

Expenditure Adjustments

6.51 Transfer Between Programs: This decision unit reflects a program transfer.

Other	(2.00)	0	0	0	0	0	0
Total	(2.00)	0	0	0	0	0	0

6.54 Transfer Between Programs: This decision unit reflects a program transfer.

General	0.00	(28,200)	0	0	0	0	(28,200)
Federal	0.00	(28,200)	0	0	0	0	(28,200)
Other	(2.00)	0	0	0	0	0	0
Total	(2.00)	(56,400)	0	0	0	0	(56,400)

FY 2018 Estimated Expenditures

General	0.00	1,976,300	501,700	74,700	77,600	0	2,630,300
Federal	0.00	5,840,100	1,947,500	0	142,900	0	7,930,500
Other	123.75	288,300	137,800	0	10,600	0	436,700
Total	123.75	8,104,700	2,587,000	74,700	231,100	0	10,997,500

	<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>
Base Adjustments							
8.32	Transfer Between Programs: This decision unit reverses the program transfers found in DU 6.51 and DU 6.54.						
General	0.00	28,200	0	0	0	0	28,200
Federal	0.00	28,200	0	0	0	0	28,200
Other	2.00	0	0	0	0	0	0
Total	2.00	56,400	0	0	0	0	56,400
8.41	Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.						
General	0.00	0	0	(74,700)	0	0	(74,700)
Total	0.00	0	0	(74,700)	0	0	(74,700)
FY 2019 Base							
General	0.00	2,004,500	501,700	0	77,600	0	2,583,800
Federal	0.00	5,868,300	1,947,500	0	142,900	0	7,958,700
Other	125.75	288,300	137,800	0	10,600	0	436,700
Total	125.75	8,161,100	2,587,000	0	231,100	0	10,979,200
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	(39,400)	0	0	0	0	(39,400)
Federal	0.00	(115,300)	0	0	0	0	(115,300)
Other	0.00	(5,600)	0	0	0	0	(5,600)
Total	0.00	(160,300)	0	0	0	0	(160,300)
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.						
General	0.00	1,700	0	0	0	0	1,700
Federal	0.00	4,900	0	0	0	0	4,900
Other	0.00	200	0	0	0	0	200
Total	0.00	6,800	0	0	0	0	6,800

Executive Budget Detail

Southwest Idaho Treatment Center

	<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 \$74,000 in General Fund for repair and replacement items.							
General	0.00	0	74,000	0	0	0	74,000
Total	0.00	0	74,000	0	0	0	74,000
10.34 Repair, Replacement Items/Alterations: The Governor recommends \$38,600 in General Fund and \$11,400 in federal fund spending authority for repair and replacement items.							
General	0.00	0	0	38,600	0	0	38,600
Federal	0.00	0	0	11,400	0	0	11,400
Total	0.00	0	0	50,000	0	0	50,000
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	(5,600)	0	0	0	(5,600)
Federal	0.00	0	(13,800)	0	0	0	(13,800)
Total	0.00	0	(19,400)	0	0	0	(19,400)
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	43,900	0	0	0	0	43,900
Federal	0.00	128,300	0	0	0	0	128,300
Other	0.00	6,200	0	0	0	0	6,200
Total	0.00	178,400	0	0	0	0	178,400
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
Federal	0.00	0	0	0	0	0	0
Other	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0
10.75 Nondiscretionary Adjustments: This decision unit reflects the Federal Medical Assistance Percentage (FMAP) rate change. The current FY 2018 blended rate of 71.255% will be decreased to 71.14%.							
General	0.00	7,700	2,300	0	100	0	10,100
Federal	0.00	(7,700)	(2,300)	0	(100)	0	(10,100)
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	2,018,400	572,400	38,600	77,700	0	2,707,100
Federal	0.00	5,878,500	1,931,400	11,400	142,800	0	7,964,100
Other	125.75	289,100	137,800	0	10,600	0	437,500
Total	125.75	8,186,000	2,641,600	50,000	231,100	0	11,108,700

Health & Welfare. Department of
Developmental Disabilities Svcs.
Southwest Idaho Treatment Center

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>
Line Items							
12.01	Developmental Disabilities Program Transfer: The Governor recommends a program transfer of 2.0 FTP, General Fund, and federal fund spending authority to Community Developmental Disabilities for the developmental disabilities crisis team. The positions will serve Idaho children and adults with severely challenging behaviors that are eligible for crisis prevention and court services and ideally will serve these high-risk individuals while they are in a community setting and reduce the likelihood that they will need to be served at SWITC. This transfer is a net-zero impact to the department's budget and FTP cap.						
General	0.00	(73,900)	0	0	0	0	(73,900)
Federal	0.00	(73,900)	0	0	0	0	(73,900)
Other	(2.00)	0	0	0	0	0	0
Total	(2.00)	(147,800)	0	0	0	0	(147,800)

FY 2019 Gov's Recommendation

General	0.00	1,944,500	572,400	38,600	77,700	0	2,633,200
Federal	0.00	5,804,600	1,931,400	11,400	142,800	0	7,890,200
Other	123.75	289,100	137,800	0	10,600	0	437,500
Total	123.75	8,038,200	2,641,600	50,000	231,100	0	10,960,900

Executive Budget Detail

Health & Welfare, Department of
Domestic Violence Council

	<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 Council was established to ensure the availability of emergency shelter and crisis line services throughout Idaho for adult victims of domestic violence and their dependent children. State funding is provided by a marriage license and divorce decree surcharge to augment federal grants.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	13,700	1,300	0	0	0	15,000
Dedicated	1.00	181,600	163,200	0	171,800	0	516,600
Federal	0.00	178,200	166,900	0	7,415,400	0	7,760,500
Other	3.00	0	20,000	0	0	0	20,000
Total	4.00	373,500	351,400	0	7,587,200	0	8,312,100

FY 2018 Total Appropriation

General	0.00	13,700	1,300	0	0	0	15,000
Dedicated	1.00	181,600	163,200	0	171,800	0	516,600
Federal	0.00	178,200	166,900	0	7,415,400	0	7,760,500
Other	3.00	0	20,000	0	0	0	20,000
Total	4.00	373,500	351,400	0	7,587,200	0	8,312,100

FY 2018 Estimated Expenditures

General	0.00	13,700	1,300	0	0	0	15,000
Dedicated	1.00	181,600	163,200	0	171,800	0	516,600
Federal	0.00	178,200	166,900	0	7,415,400	0	7,760,500
Other	3.00	0	20,000	0	0	0	20,000
Total	4.00	373,500	351,400	0	7,587,200	0	8,312,100

FY 2019 Base

General	0.00	13,700	1,300	0	0	0	15,000
Dedicated	1.00	181,600	163,200	0	171,800	0	516,600
Federal	0.00	178,200	166,900	0	7,415,400	0	7,760,500
Other	3.00	0	20,000	0	0	0	20,000
Total	4.00	373,500	351,400	0	7,587,200	0	8,312,100

	<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.							
General	0.00	(300)	0	0	0	0	(300)
Dedicated	0.00	(1,500)	0	0	0	0	(1,500)
Federal	0.00	(4,100)	0	0	0	0	(4,100)
Total	0.00	(5,900)	0	0	0	0	(5,900)
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	0	0	0	0	0	0
Dedicated	0.00	200	0	0	0	0	200
Federal	0.00	100	0	0	0	0	100
Total	0.00	300	0	0	0	0	300
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	300	0	0	0	0	300
Dedicated	0.00	5,500	0	0	0	0	5,500
Federal	0.00	4,100	0	0	0	0	4,100
Total	0.00	9,900	0	0	0	0	9,900
FY 2019 Total Maintenance							
General	0.00	13,700	1,300	0	0	0	15,000
Dedicated	1.00	185,800	163,200	0	171,800	0	520,800
Federal	0.00	178,300	166,900	0	7,415,400	0	7,760,600
Other	3.00	0	20,000	0	0	0	20,000
Total	4.00	377,800	351,400	0	7,587,200	0	8,316,400
FY 2019 Gov's Recommendation							
General	0.00	13,700	1,300	0	0	0	15,000
Dedicated	1.00	185,800	163,200	0	171,800	0	520,800
Federal	0.00	178,300	166,900	0	7,415,400	0	7,760,600
Other	3.00	0	20,000	0	0	0	20,000
Total	4.00	377,800	351,400	0	7,587,200	0	8,316,400

	<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: This program ensures that those with developmental disabilities receive the services or other necessary assistance to achieve maximum independence, productivity, and integration into the community.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	162,800	24,800	1,000	0	0	188,600
Federal	0.00	339,200	196,600	0	31,600	0	567,400
Other	6.00	0	15,000	0	0	0	15,000
Total	6.00	502,000	236,400	1,000	31,600	0	771,000

FY 2018 Total Appropriation

General	0.00	162,800	24,800	1,000	0	0	188,600
Federal	0.00	339,200	196,600	0	31,600	0	567,400
Other	6.00	0	15,000	0	0	0	15,000
Total	6.00	502,000	236,400	1,000	31,600	0	771,000

Expenditure Adjustments

6.41 Object Transfers: This decision unit reflects an object transfer.

General	0.00	0	(800)	800	0	0	0
Total	0.00	0	(800)	800	0	0	0

FY 2018 Estimated Expenditures

General	0.00	162,800	24,000	1,800	0	0	188,600
Federal	0.00	339,200	196,600	0	31,600	0	567,400
Other	6.00	0	15,000	0	0	0	15,000
Total	6.00	502,000	235,600	1,800	31,600	0	771,000

Base Adjustments

8.22 Object Transfers: This decision unit reverses the object transfer found in DU 6.41.

General	0.00	0	800	(800)	0	0	0
Total	0.00	0	800	(800)	0	0	0

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

General	0.00	0	(8,000)	(1,000)	0	0	(9,000)
Total	0.00	0	(8,000)	(1,000)	0	0	(9,000)

	<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>
FY 2019 Base							
General	0.00	162,800	16,800	0	0	0	179,600
Federal	0.00	339,200	196,600	0	31,600	0	567,400
Other	6.00	0	15,000	0	0	0	15,000
Total	6.00	502,000	228,400	0	31,600	0	762,000

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	(2,900)	0	0	0	0	(2,900)
Federal	0.00	(5,900)	0	0	0	0	(5,900)
Total	0.00	(8,800)	0	0	0	0	(8,800)

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
Federal	0.00	300	0	0	0	0	300
Total	0.00	400	0	0	0	0	400

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	3,900	0	0	0	0	3,900
Federal	0.00	8,100	0	0	0	0	8,100
Total	0.00	12,000	0	0	0	0	12,000

10.62 Salary Multiplier - Group and Temporary: The Governor does not recommend a compensation increase for group and temporary positions.

Federal	0.00	0	0	0	0	0	0
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	0.00	163,900	16,800	0	0	0	180,700
Federal	0.00	341,700	196,600	0	31,600	0	569,900
Other	6.00	0	15,000	0	0	0	15,000
Total	6.00	505,600	228,400	0	31,600	0	765,600

Executive Budget Detail

Health & Welfare, Department of
Developmental Disabilities Council

	<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>
FY 2019 Gov's Recommendation							
General	0.00	163,900	16,800	0	0	0	180,700
Federal	0.00	341,700	196,600	0	31,600	0	569,900
Other	6.00	0	15,000	0	0	0	15,000
Total	6.00	505,600	228,400	0	31,600	0	765,600