

Agency Expenditure Summary

| | <u>FY 2018</u> | | <u>FY 2019</u> | | <u>FY 2020</u> | |
|--------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | <u>Approp</u> | <u>Actual</u> | <u>Approp</u> | <u>Estimate</u> | <u>Request</u> | <u>Gov Rec</u> |
| By Function | | | | | | |
| Commerce | 38,883,300 | 25,998,100 | 42,314,000 | 42,314,000 | 42,335,500 | 42,406,400 |
| Total | 38,883,300 | 25,998,100 | 42,314,000 | 42,314,000 | 42,335,500 | 42,406,400 |
| By Fund Source | | | | | | |
| General | 5,834,200 | 5,813,800 | 5,800,900 | 5,800,900 | 5,845,900 | 5,883,200 |
| Dedicated | 16,205,900 | 12,099,500 | 19,665,200 | 19,665,200 | 19,680,000 | 19,710,000 |
| Federal | 16,264,300 | 7,825,200 | 16,269,000 | 16,269,000 | 16,273,700 | 16,277,300 |
| Other | 578,900 | 259,600 | 578,900 | 578,900 | 535,900 | 535,900 |
| Total | 38,883,300 | 25,998,100 | 42,314,000 | 42,314,000 | 42,335,500 | 42,406,400 |
| By Object | | | | | | |
| Personnel Costs | 3,750,900 | 3,380,100 | 3,784,700 | 3,784,700 | 3,787,400 | 3,818,900 |
| Operating Expenditures | 8,350,500 | 7,990,700 | 10,203,600 | 10,203,600 | 10,231,500 | 10,270,900 |
| Capital Outlay | 20,200 | 25,500 | 9,100 | 9,100 | 0 | 0 |
| Trustee/Benefit Payments | 26,761,700 | 14,601,800 | 28,316,600 | 28,316,600 | 28,316,600 | 28,316,600 |
| Lump Sum | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 38,883,300 | 25,998,100 | 42,314,000 | 42,314,000 | 42,335,500 | 42,406,400 |
| FTP Positions | 43.00 | 43.00 | 43.00 | 43.00 | 43.00 | 43.00 |

Executive Budget Detail

| | FTP | Personnel Cost | Operating Expense | Capital Outlay | Trustee/ Benefit | Lump Sum | Total Gov Rec |
|--|-----|-------------------|----------------------|-------------------|---------------------|-------------|------------------|
|--|-----|-------------------|----------------------|-------------------|---------------------|-------------|------------------|

Description: The Idaho Department of Commerce (Idaho Commerce) is comprised of two divisions: Business Development & Operations and Marketing & Innovation. As the lead economic development agency for the State of Idaho, the mission of Idaho Commerce is to foster a business friendly environment to aid in job creation, support existing companies, strengthen communities, and market Idaho. This is accomplished through building the economy by assisting the growth of existing Idaho businesses, cultivating the development of new businesses and job opportunities, expanding Idaho's tourism and recreation industries, assisting Idaho businesses in the exportation of goods and services and encouraging foreign investment in Idaho, and creating partnerships between the private sector and universities to foster innovation. Idaho Commerce manages a variety of grant and incentive programs to support the achievement of these objectives.

FY 2019 Original Appropriation

3.00 FY 2019 Original Appropriation: HB 703

| | | | | | | | |
|--------------|--------------|------------------|-------------------|--------------|-------------------|----------|-------------------|
| General | 28.10 | 2,516,200 | 1,027,900 | 6,800 | 2,250,000 | 0 | 5,800,900 |
| Dedicated | 10.75 | 826,400 | 8,390,700 | 2,300 | 10,445,800 | 0 | 19,665,200 |
| Federal | 4.15 | 399,100 | 249,100 | 0 | 15,620,800 | 0 | 16,269,000 |
| Other | 0.00 | 43,000 | 535,900 | 0 | 0 | 0 | 578,900 |
| Total | 43.00 | 3,784,700 | 10,203,600 | 9,100 | 28,316,600 | 0 | 42,314,000 |

FY 2019 Total Appropriation

| | | | | | | | |
|--------------|--------------|------------------|-------------------|--------------|-------------------|----------|-------------------|
| General | 28.10 | 2,516,200 | 1,027,900 | 6,800 | 2,250,000 | 0 | 5,800,900 |
| Dedicated | 10.75 | 826,400 | 8,390,700 | 2,300 | 10,445,800 | 0 | 19,665,200 |
| Federal | 4.15 | 399,100 | 249,100 | 0 | 15,620,800 | 0 | 16,269,000 |
| Other | 0.00 | 43,000 | 535,900 | 0 | 0 | 0 | 578,900 |
| Total | 43.00 | 3,784,700 | 10,203,600 | 9,100 | 28,316,600 | 0 | 42,314,000 |

Expenditure Adjustments

6.31 FTP or Fund Adjustments: This decision unit makes an FTP adjustment.

| | | | | | | | |
|--------------|-------------|----------|----------|----------|----------|----------|----------|
| General | 0.15 | 0 | 0 | 0 | 0 | 0 | 0 |
| Federal | (0.15) | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 0.00 | 0 | 0 | 0 | 0 | 0 | 0 |

FY 2019 Estimated Expenditures

| | | | | | | | |
|--------------|--------------|------------------|-------------------|--------------|-------------------|----------|-------------------|
| General | 28.25 | 2,516,200 | 1,027,900 | 6,800 | 2,250,000 | 0 | 5,800,900 |
| Dedicated | 10.75 | 826,400 | 8,390,700 | 2,300 | 10,445,800 | 0 | 19,665,200 |
| Federal | 4.00 | 399,100 | 249,100 | 0 | 15,620,800 | 0 | 16,269,000 |
| Other | 0.00 | 43,000 | 535,900 | 0 | 0 | 0 | 578,900 |
| Total | 43.00 | 3,784,700 | 10,203,600 | 9,100 | 28,316,600 | 0 | 42,314,000 |

| | <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> |
|----------------------------|---|-----------------------|--------------------------|-----------------------|------------------------|-----------------|----------------------|
| Base Adjustments | | | | | | | |
| 8.41 | Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2019. | | | | | | |
| General | 0.00 | 0 | 0 | (6,800) | 0 | 0 | (6,800) |
| Dedicated | 0.00 | 0 | 0 | (2,300) | 0 | 0 | (2,300) |
| Total | 0.00 | 0 | 0 | (9,100) | 0 | 0 | (9,100) |
| 8.51 | Base Reduction: This decision unit provides a base reduction for spending authority in a fund that the agency no longer uses. | | | | | | |
| Other | 0.00 | (43,000) | 0 | 0 | 0 | 0 | (43,000) |
| Total | 0.00 | (43,000) | 0 | 0 | 0 | 0 | (43,000) |
| FY 2020 Base | | | | | | | |
| General | 28.25 | 2,516,200 | 1,027,900 | 0 | 2,250,000 | 0 | 5,794,100 |
| Dedicated | 10.75 | 826,400 | 8,390,700 | 0 | 10,445,800 | 0 | 19,662,900 |
| Federal | 4.00 | 399,100 | 249,100 | 0 | 15,620,800 | 0 | 16,269,000 |
| Other | 0.00 | 0 | 535,900 | 0 | 0 | 0 | 535,900 |
| Total | 43.00 | 3,741,700 | 10,203,600 | 0 | 28,316,600 | 0 | 42,261,900 |
| 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. This reduction results from a significant buildup in medical reserve funding due to the state experiencing fewer claims than expected and also the 2019 moratorium on the Health Insurer Fee. To address this overfunding of reserves, the Governor proposes using reserve funds for a portion of the employer share of health costs. | | | | | | |
| General | 0.00 | (17,800) | 0 | 0 | 0 | 0 | (17,800) |
| Dedicated | 0.00 | (6,800) | 0 | 0 | 0 | 0 | (6,800) |
| Federal | 0.00 | (2,500) | 0 | 0 | 0 | 0 | (2,500) |
| Total | 0.00 | (27,100) | 0 | 0 | 0 | 0 | (27,100) |
| 10.12 | Change in Variable Benefit Costs: This decision unit reflects a six-month holiday for the fee agencies pay to the Division of Human Resources. Due to past vacancies within the division, a cash balance has accrued. To avoid paying a penalty to the federal government, the Governor proposes a six-month fee holiday to decrease the cash balance. | | | | | | |
| General | 0.00 | 5,600 | 0 | 0 | 0 | 0 | 5,600 |
| Dedicated | 0.00 | 1,500 | 0 | 0 | 0 | 0 | 1,500 |
| Federal | 0.00 | 600 | 0 | 0 | 0 | 0 | 600 |
| Total | 0.00 | 7,700 | 0 | 0 | 0 | 0 | 7,700 |
| 10.41 | Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here. | | | | | | |
| General | 0.00 | 0 | (1,200) | 0 | 0 | 0 | (1,200) |
| Dedicated | 0.00 | 0 | (400) | 0 | 0 | 0 | (400) |
| Total | 0.00 | 0 | (1,600) | 0 | 0 | 0 | (1,600) |

Executive Budget Detail

| | FTP | Personnel Cost | Operating Expense | Capital Outlay | Trustee/Benefit | Lump Sum | Total Gov Rec |
|--|-------------|----------------|-------------------|----------------|-----------------|----------|---------------|
| 10.44 Building Services Space Charge: Adjustments to Capitol Mall rent are reflected here. | | | | | | | |
| General | 0.00 | 0 | 19,500 | 0 | 0 | 0 | 19,500 |
| Dedicated | 0.00 | 0 | 6,600 | 0 | 0 | 0 | 6,600 |
| Total | 0.00 | 0 | 26,100 | 0 | 0 | 0 | 26,100 |
| 10.45 Risk Management Cost Increases: Adjustments to costs of insurance coverage as projected by a third-party actuary and billed by the Office of Insurance Management are reflected here. The state is experiencing an increase in claims, which has resulted in the need for a substantial increase in reserves to cover potential costs. | | | | | | | |
| General | 0.00 | 0 | 400 | 0 | 0 | 0 | 400 |
| Dedicated | 0.00 | 0 | 100 | 0 | 0 | 0 | 100 |
| Total | 0.00 | 0 | 500 | 0 | 0 | 0 | 500 |
| 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 | 2,000 | 0 | 0 | 0 | 2,000 |
| Dedicated | 0.00 | 0 | 700 | 0 | 0 | 0 | 700 |
| Total | 0.00 | 0 | 2,700 | 0 | 0 | 0 | 2,700 |
| 10.47 Treasurer's Fee Charge: Adjustments to the costs of cash management and warrant processing by the Office of the State Treasurer are reflected here. | | | | | | | |
| General | 0.00 | 0 | 100 | 0 | 0 | 0 | 100 |
| Dedicated | 0.00 | 0 | 100 | 0 | 0 | 0 | 100 |
| Total | 0.00 | 0 | 200 | 0 | 0 | 0 | 200 |
| 10.61 Salary Multiplier - Regular Employees: The Governor recommends a 3% Change in Employee Compensation to be distributed by merit. | | | | | | | |
| General | 0.00 | 65,400 | 0 | 0 | 0 | 0 | 65,400 |
| Dedicated | 0.00 | 21,000 | 0 | 0 | 0 | 0 | 21,000 |
| Federal | 0.00 | 10,200 | 0 | 0 | 0 | 0 | 10,200 |
| Total | 0.00 | 96,600 | 0 | 0 | 0 | 0 | 96,600 |

FY 2020 Total Maintenance

| | | | | | | | |
|--------------|--------------|------------------|-------------------|----------|-------------------|----------|-------------------|
| General | 28.25 | 2,569,400 | 1,048,700 | 0 | 2,250,000 | 0 | 5,868,100 |
| Dedicated | 10.75 | 842,100 | 8,397,800 | 0 | 10,445,800 | 0 | 19,685,700 |
| Federal | 4.00 | 407,400 | 249,100 | 0 | 15,620,800 | 0 | 16,277,300 |
| Other | 0.00 | 0 | 535,900 | 0 | 0 | 0 | 535,900 |
| Total | 43.00 | 3,818,900 | 10,231,500 | 0 | 28,316,600 | 0 | 42,367,000 |

| Line Items | FTP | Personnel Cost | Operating Expense | Capital Outlay | Trustee/Benefit | Lump Sum | Total Gov Rec |
|---|-------------|----------------|-------------------|----------------|-----------------|----------|---------------|
| 12.61 State Network Core Equipment Replacement: The Governor recommends replacement of the state's core network equipment. The Idaho State Network supports all state agencies, and the current core network equipment is reaching the end of its production life cycle. To ensure reliable network operations and avoid significant service interruptions, replacement is necessary. This decision unit represents the agency share of the one-time replacement costs. | | | | | | | |
| Dedicated | 0.00 | 0 | 4,000 | 0 | 0 | 0 | 4,000 |
| Total | 0.00 | 0 | 4,000 | 0 | 0 | 0 | 4,000 |
| 12.62 Mobile Device Management and Security: The Governor recommends software to provide end-point security capability including mobile technology. The state workforce has become more mobile and works outside the state network more frequently. The software will provide security of state information on all devices. This recommendation includes \$26,500 for a third-party vendor to assist in one-time implementation and training. This decision unit represents the agency share of these one-time costs. | | | | | | | |
| Dedicated | 0.00 | 0 | 15,300 | 0 | 0 | 0 | 15,300 |
| Total | 0.00 | 0 | 15,300 | 0 | 0 | 0 | 15,300 |
| 12.63 Information Technology Modernization Initiative: The Governor recommends funding for information technology support from the Office of Information Technology Services. In separating the office from the Department of Administration, it was discovered that the department had been heavily subsidizing small agency support. To fairly bill the Department of Administration, its annual billing will be reduced by \$353,300 and those costs will be correctly paid by other supported agencies. | | | | | | | |
| General | 0.00 | 0 | 15,100 | 0 | 0 | 0 | 15,100 |
| Dedicated | 0.00 | 0 | 5,000 | 0 | 0 | 0 | 5,000 |
| Total | 0.00 | 0 | 20,100 | 0 | 0 | 0 | 20,100 |

FY 2020 Gov's Recommendation

| | | | | | | | |
|--------------|--------------|------------------|-------------------|----------|-------------------|----------|-------------------|
| General | 28.25 | 2,569,400 | 1,063,800 | 0 | 2,250,000 | 0 | 5,883,200 |
| Dedicated | 10.75 | 842,100 | 8,422,100 | 0 | 10,445,800 | 0 | 19,710,000 |
| Federal | 4.00 | 407,400 | 249,100 | 0 | 15,620,800 | 0 | 16,277,300 |
| Other | 0.00 | 0 | 535,900 | 0 | 0 | 0 | 535,900 |
| Total | 43.00 | 3,818,900 | 10,270,900 | 0 | 28,316,600 | 0 | 42,406,400 |