Agency Expenditure Summary

	FY 2018		FY 2019		FY 2020	
	Approp	Actual	Approp	Estimate	Request	Gov Rec
By Function						
Service to Veterans	44,609,800	33,788,300	34,089,400	42,385,500	78,746,100	78,375,100
Total	**44,609,800**	**33,788,300**	**34,089,400**	**42,385,500**	**78,746,100**	**78,375,100**
By Fund Source						
General	1,117,700	1,047,700	1,127,500	1,127,500	1,164,300	1,216,200
Dedicated	1,866,300	1,843,100	991,000	1,791,000	16,175,000	15,377,300
Federal	25,038,400	15,920,100	15,728,100	24,424,200	45,216,100	46,587,000
Other	16,587,400	14,977,400	16,242,800	15,042,800	16,190,700	15,194,600
Total	**44,609,800**	**33,788,300**	**34,089,400**	**42,385,500**	**78,746,100**	**78,375,100**
By Object						
Personnel Costs	22,775,600	21,441,000	23,070,300	23,070,300	24,683,800	24,387,000
Operating Expenditures	20,777,800	11,760,700	10,869,600	18,755,800	53,704,800	53,630,600
Capital Outlay	878,000	444,200	98,600	508,500	206,600	206,600
Trustee/Benefit Payments	178,400	142,400	50,900	50,900	150,900	150,900
Lump Sum	0	0	0	0	0	0
Total	**44,609,800**	**33,788,300**	**34,089,400**	**42,385,500**	**78,746,100**	**78,375,100**
FTP Positions	**346.00**	**346.00**	**346.00**	**346.00**	**349.00**	**344.00**

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

Description: Veterans Services has the responsibility to provide care and extend financial assistance to disabled and destitute Idaho wartime veterans and their dependents. Provided services include managing and operating the Idaho Veterans Homes in Boise, Pocatello, and Lewiston; maintaining a Veterans Service Office to assist veterans and their families in obtaining federal benefits to which they are entitled; extending immediate financial assistance to disabled or destitute veterans and their families; and internment services for eligible veterans.

FY 2019 Original Appropriation

3.00 FY 2019 Original Appropriation: SB 1327

General	12.60	1,078,100	0	0	49,400	0	1,127,500
Dedicated	2.70	183,800	805,700	0	1,500	0	991,000
Federal	120.90	7,849,300	7,863,900	14,900	0	0	15,728,100
Other	209.80	13,959,100	2,200,000	83,700	0	0	16,242,800
Total	**346.00**	**23,070,300**	**10,869,600**	**98,600**	**50,900**	**0**	**34,089,400**

Expenditure Adjustments

4.11 Reappropriation: This decision unit reflects reappropriation authority granted by SB 1327.

Federal	0.00	0	7,496,100	0	0	0	7,496,100
Total	**0.00**	**0**	**7,496,100**	**0**	**0**	**0**	**7,496,100**

4.31 Revenue Adjustment: The Governor recommends a fund shift from receipt spending authority to federal fund spending authority to reflect current revenue projections.

Federal	0.00	1,200,000	0	0	0	0	1,200,000
Other	0.00	(1,200,000)	0	0	0	0	(1,200,000)
Total	**0.00**	**0**	**0**	**0**	**0**	**0**	**0**

4.32 Additional State Veterans Home Design Costs: The Governor recommends one-time dedicated fund spending authority for the architectural and design costs of a fourth veterans home to be located in Post Falls. Construction costs for this project are found in DU 12.06.

Dedicated	0.00	0	800,000	0	0	0	800,000
Total	**0.00**	**0**	**800,000**	**0**	**0**	**0**	**800,000**

4.71 Revenue Adjustments: This decision unit is a revenue adjustment from the Veterans Recognition Fund to the Veterans Recognition Income Fund to cover the Veterans Recognition Fund Committee's annual allocation plan in accordance with Idaho Code 65-7, Idaho Veterans Recognition Act, and IDAPA 21.01.08, rules Governing Veterans Recognition Fund Grant Program. This funding is for architectural and design costs for construction of a fourth state veterans home to be located in Post Falls, which is found in DU 4.32.

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
FY 2019 Total Appropriation							
General	12.60	1,078,100	0	0	49,400	0	1,127,500
Dedicated	2.70	183,800	1,605,700	0	1,500	0	1,791,000
Federal	120.90	9,049,300	15,360,000	14,900	0	0	24,424,200
Other	209.80	12,759,100	2,200,000	83,700	0	0	15,042,800
Total	**346.00**	**23,070,300**	**19,165,700**	**98,600**	**50,900**	**0**	**42,385,500**
Expenditure Adjustments							
6.31 FTP or Fund Adjustments: This decision unit makes an FTP adjustment.							
Dedicated	(0.10)	0	0	0	0	0	0
Other	0.10	0	0	0	0	0	0
Total	**0.00**	**0**	**0**	**0**	**0**	**0**	**0**
6.41 Object Transfers: This decision unit reflects an object transfer.							
Dedicated	0.00	0	(191,900)	191,900	0	0	0
Federal	0.00	0	(118,000)	118,000	0	0	0
Other	0.00	0	(100,000)	100,000	0	0	0
Total	**0.00**	**0**	**(409,900)**	**409,900**	**0**	**0**	**0**
FY 2019 Estimated Expenditures							
General	12.60	1,078,100	0	0	49,400	0	1,127,500
Dedicated	2.60	183,800	1,413,800	191,900	1,500	0	1,791,000
Federal	120.90	9,049,300	15,242,000	132,900	0	0	24,424,200
Other	209.90	12,759,100	2,100,000	183,700	0	0	15,042,800
Total	**346.00**	**23,070,300**	**18,755,800**	**508,500**	**50,900**	**0**	**42,385,500**
Base Adjustments							
8.41 Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2019.							
Dedicated	0.00	0	(802,100)	(191,900)	0	0	(994,000)
Federal	0.00	0	(75,000)	(132,900)	0	0	(207,900)
Other	0.00	0	0	(183,700)	0	0	(183,700)
Total	**0.00**	**0**	**(877,100)**	**(508,500)**	**0**	**0**	**(1,385,600)**
8.42 Removal of One-Time Expenditures: This decision unit removes one-time federal fund reappropriation authority for a second state veterans cemetery found in DU 4.11.							
Federal	0.00	0	(7,496,100)	0	0	0	(7,496,100)
Total	**0.00**	**0**	**(7,496,100)**	**0**	**0**	**0**	**(7,496,100)**

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
FY 2020 Base							
General	12.60	1,078,100	0	0	49,400	0	1,127,500
Dedicated	2.60	183,800	611,700	0	1,500	0	797,000
Federal	120.90	9,049,300	7,670,900	0	0	0	16,720,200
Other	209.90	12,759,100	2,100,000	0	0	0	14,859,100
Total	**346.00**	**23,070,300**	**10,382,600**	**0**	**50,900**	**0**	**33,503,800**

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. 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	(7,900)	0	0	0	0	(7,900)
Dedicated	0.00	(1,600)	0	0	0	0	(1,600)
Federal	0.00	(74,200)	0	0	0	0	(74,200)
Other	0.00	(132,900)	0	0	0	0	(132,900)
Total	**0.00**	**(216,600)**	**0**	**0**	**0**	**0**	**(216,600)**

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	4,000	0	0	0	0	4,000
Dedicated	0.00	600	0	0	0	0	600
Federal	0.00	26,700	0	0	0	0	26,700
Other	0.00	44,700	0	0	0	0	44,700
Total	**0.00**	**76,000**	**0**	**0**	**0**	**0**	**76,000**

10.41 Attorney General Fees: Adjustments to costs of legal services provided by the Office of the Attorney General are reflected here.

Dedicated	0.00	0	1,300	0	0	0	1,300
Federal	0.00	0	16,500	0	0	0	16,500
Other	0.00	0	4,400	0	0	0	4,400
Total	**0.00**	**0**	**22,200**	**0**	**0**	**0**	**22,200**

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.

Dedicated	0.00	0	4,200	0	0	0	4,200
Federal	0.00	0	51,700	0	0	0	51,700
Other	0.00	0	14,000	0	0	0	14,000
Total	**0.00**	**0**	**69,900**	**0**	**0**	**0**	**69,900**

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
10.46 Controller's Fee Charge: Adjustments to the costs of statewide accounting and statewide payroll processing provided by the Office of the State Controller are reflected here.							
Dedicated	0.00	0	400	0	0	0	400
Federal	0.00	0	4,700	0	0	0	4,700
Other	0.00	0	1,300	0	0	0	1,300
Total	**0.00**	**0**	**6,400**	**0**	**0**	**0**	**6,400**
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.							
Federal	0.00	0	200	0	0	0	200
Other	0.00	0	100	0	0	0	100
Total	**0.00**	**0**	**300**	**0**	**0**	**0**	**300**
10.61 Salary Multiplier - Regular Employees: The Governor recommends a 3% Change in Employee Compensation to be distributed by merit.							
General	0.00	27,900	0	0	0	0	27,900
Dedicated	0.00	4,500	0	0	0	0	4,500
Federal	0.00	193,200	0	0	0	0	193,200
Other	0.00	328,200	0	0	0	0	328,200
Total	**0.00**	**553,800**	**0**	**0**	**0**	**0**	**553,800**
10.62 Salary Multiplier - Group and Temporary: The Governor does not recommend a Change in Employee Compensation for group and temporary employees.							
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 by 2%. 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	100	0	0	0	0	100
Federal	0.00	500	0	0	0	0	500
Other	0.00	800	0	0	0	0	800
Total	**0.00**	**1,400**	**0**	**0**	**0**	**0**	**1,400**

FY 2020 Total Maintenance

General	12.60	1,102,200	0	0	49,400	0	1,151,600
Dedicated	2.60	187,300	617,600	0	1,500	0	806,400
Federal	120.90	9,195,500	7,744,000	0	0	0	16,939,500
Other	209.90	12,999,900	2,119,800	0	0	0	15,119,700
Total	**346.00**	**23,484,900**	**10,481,400**	**0**	**50,900**	**0**	**34,017,200**

Line Items	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/ Benefit	Lump Sum	Total Gov Rec
12.01 Market Equity: The Governor recommends federal fund and Endowment Fund spending authority to provide market equity adjustments for recruitment and retention for division staff. This recommendation also includes an FTP adjustment and a reduction in receipt spending authority to align spending authority with revenue.							
General	(0.60)	0	0	0	0	0	0
Dedicated	0.00	5,100	0	0	0	0	5,100
Federal	10.60	1,372,700	0	0	0	0	1,372,700
Other	(10.00)	(506,700)	0	0	0	0	(506,700)
Total	**0.00**	**871,100**	**0**	**0**	**0**	**0**	**871,100**
12.02 Additional Staff: The Governor recommends 3.0 FTP, federal fund spending authority, and Capital Outlay for one veterans services officer position to be located in Post Falls, and two veterans education program specialist positions, one each to serve the northern and eastern areas of the state. This recommendation also includes receipt spending authority for certified nursing assistant and registered nurse group positions necessary for the division to manage fluctuating staff-to-patient ratios.							
Dedicated	0.00	0	0	103,300	0	0	103,300
Federal	3.00	190,700	0	0	0	0	190,700
Other	0.00	257,900	0	0	0	0	257,900
Total	**3.00**	**448,600**	**0**	**103,300**	**0**	**0**	**551,900**
12.03 New Capital Outlay: The Governor recommends one-time Endowment Fund spending authority for needed computer equipment, medical equipment and office furniture purchases.							
Dedicated	0.00	0	0	103,300	0	0	103,300
Total	**0.00**	**0**	**0**	**103,300**	**0**	**0**	**103,300**
12.04 Medicaid Provider Assessment Transfer: The Governor recommends receipt spending authority for an intergovernmental transfer for participation in the Medicaid provider assessment program.							
Other	0.00	0	200,000	0	0	0	200,000
Total	**0.00**	**0**	**200,000**	**0**	**0**	**0**	**200,000**
12.05 Veterans Recognition Fund Request: The Governor recommends a one-time transfer of $100,000 from the Veterans Recognition Fund to the Veterans Recognition Income Fund to cover the Veterans Recognition Fund Committee's annual allocation plan, in accordance with Idaho Code 65-703 and IDAPA 21.01.08, Rules Governing Veterans Recognition Fund Grant Program.							
Dedicated	0.00	0	0	0	100,000	0	100,000
Total	**0.00**	**0**	**0**	**0**	**100,000**	**0**	**100,000**
12.06 Additional State Veterans Home: The Governor recommends one-time dedicated and federal fund spending authority for construction of a fourth state veterans home to be located in Post Falls. It is anticipated that the United States Department of Veterans Affairs will award the Idaho Division of Veterans Services grant funding in October 2020 to fund the majority of construction costs for this project. State match dollars are provided by the Veterans Recognition Income Fund. A cash transfer for these expenses is found in DU 12.81.							
Dedicated	0.00	0	14,258,200	0	0	0	14,258,200
Federal	0.00	0	27,965,200	0	0	0	27,965,200
Total	**0.00**	**0**	**42,223,400**	**0**	**0**	**0**	**42,223,400**

	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	1,000	0	0	0	1,000
Federal	0.00	0	14,900	0	0	0	14,900
Other	0.00	0	13,000	0	0	0	13,000
Total	**0.00**	**0**	**28,900**	**0**	**0**	**0**	**28,900**

12.63 Information Technology Modernization Initiative: The Governor recommends consolidating, streamlining, and improving information technology operations across the state. This will allow agencies to become consumers, not providers, of information technology services, allowing them to focus more on core missions. Ultimately, modernization will enhance security, increase functionality, eliminate waste and duplication, and minimize risk to application support, while also driving down cost increases.

The first phase of the initiative includes adding the Department of Finance, Division of Building Safety, Public Utilities Commission, Tax Commission, Department of Insurance, Industrial Commission, Division of Vocational Rehabilitation, and Division of Veterans Services to the agencies currently supported by the Office of Information Technology Services.

This decision unit represents a reduction of information technology staff at the Division of Veterans Services and Operating Expenditures for the anticipated cost of support from the Office of Information Technology Services.

General	(1.00)	(95,700)	160,300	0	0	0	64,600
Federal	(2.00)	(153,900)	257,900	0	0	0	104,000
Other	(2.00)	(168,000)	278,700	0	0	0	110,700
Total	**(5.00)**	**(417,600)**	**696,900**	**0**	**0**	**0**	**279,300**

12.81 Revenue Adjustments: This decision unit is a revenue adjustment from the Veterans Recognition Fund to the Veterans Recognition Income Fund to cover the Veterans Recognition Fund Committee's annual allocation plan in accordance with Idaho Code 65-7, Idaho Veterans Recognition Act, and IDAPA 21.01.08, rules Governing Veterans Recognition Fund Grant Program. Spending authority to utilize this funding for construction of a fourth state veterans home to be located in Post Falls is found in DU 12.06.

Dedicated	0.00	0	0	0	0	0	0
Total	**0.00**	**0**	**0**	**0**	**0**	**0**	**0**

12.91 Reappropriation Authority - Second Veterans Cemetery: The Governor recommends reappropriation authority for the United States Department of Veterans Affairs construction grant for a second veterans cemetery to be located in Blackfoot. The entire project is anticipated to span three fiscal years, but exact expenses per fiscal year are unknown.

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
FY 2020 Gov's Recommendation							
General	11.00	1,006,500	160,300	0	49,400	0	1,216,200
Dedicated	2.60	192,400	14,876,800	206,600	101,500	0	15,377,300
Federal	132.50	10,605,000	35,982,000	0	0	0	46,587,000
Other	197.90	12,583,100	2,611,500	0	0	0	15,194,600
Total	**344.00**	**24,387,000**	**53,630,600**	**206,600**	**150,900**	**0**	**78,375,100**