

Career Technical Education

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						
State Leadership & Technical	2,932,500	2,774,900	3,182,900	3,439,700	3,291,000	3,315,400
General Programs	24,795,400	20,203,600	20,525,300	25,013,700	21,263,500	20,871,700
Post-Secondary Programs	44,463,900	44,463,900	46,511,900	46,511,900	46,529,700	45,608,200
Dedicated Programs	1,245,000	500,000	795,000	890,000	1,852,000	1,627,000
Related Services	4,722,800	3,518,200	3,739,800	4,818,200	3,834,100	3,836,500
Total	78,159,600	71,460,600	74,754,900	80,673,500	76,770,300	75,258,800
By Fund Source						
General	62,057,600	62,045,100	65,372,000	65,372,000	67,218,700	65,693,500
Dedicated	1,022,500	224,900	237,800	385,400	237,800	237,800
Federal	14,282,900	8,811,900	8,826,200	14,297,200	8,916,800	8,930,500
Other	796,600	378,700	318,900	618,900	397,000	397,000
Total	78,159,600	71,460,600	74,754,900	80,673,500	76,770,300	75,258,800
By Object						
Personnel Costs	43,807,100	3,341,000	44,988,700	44,630,600	44,558,300	44,885,300
Operating Expenditures	4,156,000	1,123,800	4,825,600	5,941,900	5,222,800	5,092,300
Capital Outlay	1,061,200	11,700	1,038,600	1,038,600	1,401,700	318,500
Trustee/Benefit Payments	29,135,300	66,984,100	23,902,000	29,062,400	25,587,500	24,962,700
Lump Sum	0	0	0	0	0	0
Total	78,159,600	71,460,600	74,754,900	80,673,500	76,770,300	75,258,800
FTP Positions	569.46	569.46	582.96	574.39	582.26	575.26

	<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 State Leadership and Technical Assistance Program is the program to which funding is appropriated for central office staff to administer and coordinate a statewide system of career-technical education programs that address labor market demands.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	28.00	2,391,700	407,900	23,100	0	0	2,822,700
Federal	3.00	304,200	56,000	0	0	0	360,200
Total	31.00	2,695,900	463,900	23,100	0	0	3,182,900

Expenditure Adjustments

4.11 Reappropriation: This decision unit reflects reappropriation authority granted by HB 295.

Federal	0.00	152,200	104,600	0	0	0	256,800
Total	0.00	152,200	104,600	0	0	0	256,800

FY 2018 Total Appropriation

General	28.00	2,391,700	407,900	23,100	0	0	2,822,700
Federal	3.00	456,400	160,600	0	0	0	617,000
Total	31.00	2,848,100	568,500	23,100	0	0	3,439,700

FY 2018 Estimated Expenditures

General	28.00	2,391,700	407,900	23,100	0	0	2,822,700
Federal	3.00	456,400	160,600	0	0	0	617,000
Total	31.00	2,848,100	568,500	23,100	0	0	3,439,700

Base Adjustments

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

General	0.00	0	(75,300)	(23,100)	0	0	(98,400)
Federal	0.00	(152,200)	(104,600)	0	0	0	(256,800)
Total	0.00	(152,200)	(179,900)	(23,100)	0	0	(355,200)

FY 2019 Base

General	28.00	2,391,700	332,600	0	0	0	2,724,300
Federal	3.00	304,200	56,000	0	0	0	360,200
Total	31.00	2,695,900	388,600	0	0	0	3,084,500

	<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							
10.11	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	(39,800)	0	0	0	0	(39,800)
Federal	0.00	(4,800)	0	0	0	0	(4,800)
Total	0.00	(44,600)	0	0	0	0	(44,600)
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	(2,200)	0	0	0	0	(2,200)
Federal	0.00	200	0	0	0	0	200
Total	0.00	(2,000)	0	0	0	0	(2,000)
10.31	Repair, Replacement Items/Alterations: The Governor recommends \$22,700 in General Fund for repair and replacement items.						
General	0.00	0	0	22,700	0	0	22,700
Total	0.00	0	0	22,700	0	0	22,700
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	(400)	0	0	0	(400)
Total	0.00	0	(400)	0	0	0	(400)
10.43	Legislative Audits: Adjustments to legislative audit billings are reflected here.						
Federal	0.00	0	(1,000)	0	0	0	(1,000)
Total	0.00	0	(1,000)	0	0	0	(1,000)
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	(400)	0	0	0	(400)
Total	0.00	0	(400)	0	0	0	(400)
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	2,300	0	0	0	2,300
Total	0.00	0	2,300	0	0	0	2,300

Executive Budget Detail

Career Technical Education
to Leadership & Technical Assistance

	FTP	Personnel Cost	Operating Expense	Capital Outlay	Trustee/Benefit	Lump Sum	Total Gov Rec
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	61,000	0	0	0	0	61,000
Federal	0.00	7,900	0	0	0	0	7,900
Total	0.00	68,900	0	0	0	0	68,900

FY 2019 Total Maintenance

General	28.00	2,410,700	334,100	22,700	0	0	2,767,500
Federal	3.00	307,500	55,000	0	0	0	362,500
Total	31.00	2,718,200	389,100	22,700	0	0	3,130,000

Line Items

12.01 Career Technical Education Middle School Quality Program: The Governor recommends 2.0 FTP, ongoing General Fund, and one-time Capital Outlay to expand Career Technical Education (CTE) programs to middle school. Currently, CTE programs start in the ninth grade. It is expected that there will be greater skill development and career preparation for post-secondary credits, industry certifications, and apprenticeship programs by expanding the program to seventh and eighth graders.

General	2.00	139,900	10,000	27,000	0	0	176,900
Total	2.00	139,900	10,000	27,000	0	0	176,900

12.10 Reorganization Error Correction : The Governor recommends a transfer of \$8,000 in total funds from General Programs to the State Leadership and Technical Assistance Program to correct an error in the FY 2018 budget related to the FY 2018 office reorganization. The correction includes previously omitted employees who were reclassified during the reorganization and makes the necessary change in the funding split. The 3% increase in employee compensation is reflected for the affected employees.

General	0.50	74,000	0	0	0	0	74,000
Federal	(0.50)	(66,000)	0	0	0	0	(66,000)
Total	0.00	8,000	0	0	0	0	8,000

12.12 Information Technology Billings: The Governor recommends funding for projected annual information technology billings. These billings are for network, security, telephone, and email services, including upgrades to Microsoft Office 365. The Governor does not recommend General Fund for software purchases and maintenance fees related to cybersecurity, but instead encourages agencies to coordinate cybersecurity efforts with the Office of Information Technology for a more consolidated approach.

General	0.00	0	500	0	0	0	500
Total	0.00	0	500	0	0	0	500

FY 2019 Gov's Recommendation

General	30.50	2,624,600	344,600	49,700	0	0	3,018,900
Federal	2.50	241,500	55,000	0	0	0	296,500
Total	33.00	2,866,100	399,600	49,700	0	0	3,315,400

Career Technical Education General Programs

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: General Programs is the program to which funding is appropriated to pay for the cost of additional secondary career-technical education (CTE) programs and career-technical schools. This program supports workforce training for adults, teacher education and professional development for secondary CTE teachers and technical college faculty, and program standards development and implementation.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	396,000	0	13,824,600	0	14,220,600
Dedicated	0.00	0	0	0	67,800	0	67,800
Federal	6.00	452,900	74,800	0	5,694,200	0	6,221,900
Other	0.00	0	0	0	15,000	0	15,000
Total	6.00	452,900	470,800	0	19,601,600	0	20,525,300

Expenditure Adjustments

4.11 Reappropriation: This decision unit reflects reappropriation authority granted by HB 295.

Dedicated	0.00	0	0	0	52,600	0	52,600
Federal	0.00	118,500	39,600	0	4,277,700	0	4,435,800
Total	0.00	118,500	39,600	0	4,330,300	0	4,488,400

FY 2018 Total Appropriation

General	0.00	0	396,000	0	13,824,600	0	14,220,600
Dedicated	0.00	0	0	0	120,400	0	120,400
Federal	6.00	571,400	114,400	0	9,971,900	0	10,657,700
Other	0.00	0	0	0	15,000	0	15,000
Total	6.00	571,400	510,400	0	23,931,900	0	25,013,700

FY 2018 Estimated Expenditures

General	0.00	0	396,000	0	13,824,600	0	14,220,600
Dedicated	0.00	0	0	0	120,400	0	120,400
Federal	6.00	571,400	114,400	0	9,971,900	0	10,657,700
Other	0.00	0	0	0	15,000	0	15,000
Total	6.00	571,400	510,400	0	23,931,900	0	25,013,700

Base Adjustments

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

General	0.00	0	(196,000)	0	0	0	(196,000)
Dedicated	0.00	0	0	0	(52,600)	0	(52,600)
Federal	0.00	(118,500)	(39,600)	0	(4,277,700)	0	(4,435,800)
Total	0.00	(118,500)	(235,600)	0	(4,330,300)	0	(4,684,400)

	<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 Base							
General	0.00	0	200,000	0	13,824,600	0	14,024,600
Dedicated	0.00	0	0	0	67,800	0	67,800
Federal	6.00	452,900	74,800	0	5,694,200	0	6,221,900
Other	0.00	0	0	0	15,000	0	15,000
Total	6.00	452,900	274,800	0	19,601,600	0	20,329,300

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.

Federal	0.00	(9,000)	0	0	0	0	(9,000)
Total	0.00	(9,000)	0	0	0	0	(9,000)

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	200	0	0	0	0	200
Total	0.00	200	0	0	0	0	200

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	11,200	0	0	0	0	11,200
Total	0.00	11,200	0	0	0	0	11,200

FY 2019 Total Maintenance

General	0.00	0	200,000	0	13,824,600	0	14,024,600
Dedicated	0.00	0	0	0	67,800	0	67,800
Federal	6.00	455,300	74,800	0	5,694,200	0	6,224,300
Other	0.00	0	0	0	15,000	0	15,000
Total	6.00	455,300	274,800	0	19,601,600	0	20,331,700

Career Technical Education General Programs

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							
12.02 Career Technical Education Secondary Incentive Funding: The Governor recommends General Fund to expand funding to award high-performing secondary Career Technical Education programs and those programs in need of additional support and technical assistance. Funding will be used to award programs beyond the statutorily authorized agricultural and natural resources education programs and will include such programs as business management and marketing, engineering and technology, family consumer sciences, health sciences, and skilled and technical sciences. Legislation is being introduced to include these programs under the same provisions as the agricultural and natural resources education programs.							
General	0.00	0	0	0	300,000	0	300,000
Total	0.00	0	0	0	300,000	0	300,000
12.07 Program Alignment: The Governor recommends one-time General Fund to continue efforts to align secondary and post-secondary Career Technical Education programs to allow students to transition directly from secondary to post-secondary programs. Funding will be used to align 15 programs from secondary to post-secondary.							
General	0.00	0	178,000	0	0	0	178,000
Total	0.00	0	178,000	0	0	0	178,000
12.08 Career Technical Education Online Courses: The Governor recommends one-time General Fund to continue the efforts to develop online Career Technical Education (CTE) classes by funding the development of four online courses through the Idaho Digital Learning Academy (IDLA). Idaho Code 33-2205(3) requires CTE to coordinate with the IDLA to provide online CTE courses to Idaho school districts. Over 1,000 students and 101 school districts have been served by online courses. This recommendation is consistent with the Workforce Development Task Force recommendation to strengthen Idaho's talent pipeline by expanding CTE programs at the secondary and post-secondary level.							
General	0.00	0	70,000	0	0	0	70,000
Total	0.00	0	70,000	0	0	0	70,000
12.10 Reorganization Error Correction: The Governor recommends a transfer of \$8,000 in total funds to the State Leadership and Technical Assistance Program from General Programs to correct an error in the FY 2018 budget related to the FY 2018 office reorganization. The correction includes previously omitted employees who were reclassified during the reorganization and makes the necessary change in the funding split. The 3% increase in employee compensation is reflected here for the affected employees.							
General	0.00	0	0	0	(74,000)	0	(74,000)
Federal	0.00	(18,700)	0	0	84,700	0	66,000
Total	0.00	(18,700)	0	0	10,700	0	(8,000)
FY 2019 Gov's Recommendation							
General	0.00	0	448,000	0	14,050,600	0	14,498,600
Dedicated	0.00	0	0	0	67,800	0	67,800
Federal	6.00	436,600	74,800	0	5,778,900	0	6,290,300
Other	0.00	0	0	0	15,000	0	15,000
Total	6.00	436,600	522,800	0	19,912,300	0	20,871,700

	<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: Post-Secondary Programs provides post-high school students with the specialized skills and technical knowledge needed for employment in recognized occupations that require less than a baccalaureate degree. It also offers programs which upgrade talents of individuals already in the workforce so they can maintain and/or advance in their chosen occupations. This program funds career-technical programs at the College of Southern Idaho, College of Western Idaho, College of Eastern Idaho, Idaho State University, Lewis-Clark State College, and North Idaho College.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	543.96	41,688,500	3,567,400	1,015,500	240,500	0	46,511,900
Other	0.00	0	0	0	0	0	0
Total	543.96	41,688,500	3,567,400	1,015,500	240,500	0	46,511,900

Expenditure Adjustments

4.31 Supplemental - Redirect Dental Hygiene Funds to Nursing: The Governor supports the repurposing of General Fund appropriated in FY 2018 for the College of Western Idaho to start a practical nursing program instead of a dental hygiene program as originally proposed and funded.

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

FY 2018 Total Appropriation

General	543.96	41,688,500	3,567,400	1,015,500	240,500	0	46,511,900
Other	0.00	0	0	0	0	0	0
Total	543.96	41,688,500	3,567,400	1,015,500	240,500	0	46,511,900

Expenditure Adjustments

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

General	(8.57)	(800,500)	800,500	0	0	0	0
Total	(8.57)	(800,500)	800,500	0	0	0	0

FY 2018 Estimated Expenditures

General	535.39	40,888,000	4,367,900	1,015,500	240,500	0	46,511,900
Other	0.00	0	0	0	0	0	0
Total	535.39	40,888,000	4,367,900	1,015,500	240,500	0	46,511,900

Base Adjustments

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

General	8.57	800,500	(800,500)	0	0	0	0
Total	8.57	800,500	(800,500)	0	0	0	0

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

General	0.00	0	(900)	(1,015,500)	0	0	(1,016,400)
Total	0.00	0	(900)	(1,015,500)	0	0	(1,016,400)

Career Technical Education
Post-Secondary Programs

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	543.96	41,688,500	3,566,500	0	240,500	0	45,495,500
Other	0.00	0	0	0	0	0	0
Total	543.96	41,688,500	3,566,500	0	240,500	0	45,495,500

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	(776,300)	0	0	0	0	(776,300)
Total	0.00	(776,300)	0	0	0	0	(776,300)

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	30,800	0	0	0	0	30,800
Total	0.00	30,800	0	0	0	0	30,800

10.31 Repair, Replacement Items/Alterations: The Governor does not recommend General Fund for repair and replacement items.

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

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	1,100	0	0	0	1,100
Total	0.00	0	1,100	0	0	0	1,100

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	100	0	0	0	100
Total	0.00	0	100	0	0	0	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	989,200	0	0	0	0	989,200
Total	0.00	989,200	0	0	0	0	989,200

Executive Budget Detail

Career Technical Education
Post-Secondary Programs

	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
Total	0.00	0	0	0	0	0	0

FY 2019 Total Maintenance

General	543.96	41,932,200	3,567,700	0	240,500	0	45,740,400
Other	0.00	0	0	0	0	0	0
Total	543.96	41,932,200	3,567,700	0	240,500	0	45,740,400

Line Items

12.03 Post-secondary Capacity Expansion: The Governor recommends 7.3 FTP, ongoing General Fund, and one-time Capital Outlay to continue to build Career Technical Education (CTE) training capacity at six post-secondary institutions throughout the state to produce more graduates for high-demand jobs. The recommendation is for the following programs: College of Southern Idaho's Paramedic Program (\$238,100), College of Western Idaho's Occupational Therapy Assistant Program (\$217,300), College of Eastern Idaho's Registered Nursing Program (\$111,800), Idaho State University's Energy Electrical Engineering Program (\$155,000), Lewis Clark State College's (LCSC) Graphic Communications Program, (\$83,300), LCSC's Diesel Technician and Collision Repair Programs (\$52,500), and North Idaho College's Dental Hygiene Program (\$120,900). This recommendation is consistent with the Workforce Development Task Force recommendation to strengthen Idaho's talent pipeline by expanding CTE programs at the secondary and post-secondary level.

General	7.30	613,400	96,700	268,800	0	0	978,900
Total	7.30	613,400	96,700	268,800	0	0	978,900

12.11 Career Technical Education to College of Eastern Idaho Fund Transfer: The Governor recommends the transfer of 17.0 FTP and General Fund from Post-Secondary Programs to the College of Eastern Idaho (CEI). Since voters have approved of the conversion of Eastern Idaho Technical College (EITC) to the College of Eastern Idaho, it is necessary to transfer appropriation from Career Technical Education for programs at EITC to the newly formed CEI. This will ensure that the funding structure is consistent with Idaho's other three community colleges.

General	(17.00)	(1,111,100)	0	0	0	0	(1,111,100)
Total	(17.00)	(1,111,100)	0	0	0	0	(1,111,100)

12.91 Object/Program Transfer Limits Exemption: The Governor recommends that the appropriation for Post-Secondary Programs be exempt from object and program transfer limitations found in Idaho Code 67-3511.

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

FY 2019 Gov's Recommendation

General	534.26	41,434,500	3,664,400	268,800	240,500	0	45,608,200
Other	0.00	0	0	0	0	0	0
Total	534.26	41,434,500	3,664,400	268,800	240,500	0	45,608,200

Career Technical Education Dedicated Programs

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: Dedicated Programs helps single parents and displaced homemakers overcome personal and economic barriers in their education and employment pursuits and provides assistance in becoming economically self-sufficient. It also provides for quality program standard incentive grants for secondary agriculture and natural science programs and agriculture and natural resource education program start-up grants to start secondary agriculture and natural science programs.

FY 2018 Original Appropriation

3.00 FY 2018 Original Appropriation:

General	0.00	0	0	0	625,000	0	625,000
Dedicated	0.00	0	0	0	170,000	0	170,000
Total	0.00	0	0	0	795,000	0	795,000

Expenditure Adjustments

4.11 Reappropriation: This decision unit reflects reappropriation authority granted by HB 295.

Dedicated	0.00	0	0	0	95,000	0	95,000
Total	0.00	0	0	0	95,000	0	95,000

FY 2018 Total Appropriation

General	0.00	0	0	0	625,000	0	625,000
Dedicated	0.00	0	0	0	265,000	0	265,000
Total	0.00	0	0	0	890,000	0	890,000

FY 2018 Estimated Expenditures

General	0.00	0	0	0	625,000	0	625,000
Dedicated	0.00	0	0	0	265,000	0	265,000
Total	0.00	0	0	0	890,000	0	890,000

Base Adjustments

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

Dedicated	0.00	0	0	0	(95,000)	0	(95,000)
Total	0.00	0	0	0	(95,000)	0	(95,000)

FY 2019 Base

General	0.00	0	0	0	625,000	0	625,000
Dedicated	0.00	0	0	0	170,000	0	170,000
Total	0.00	0	0	0	795,000	0	795,000

	<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 Total Maintenance							
General	0.00	0	0	0	625,000	0	625,000
Dedicated	0.00	0	0	0	170,000	0	170,000
Total	0.00	0	0	0	795,000	0	795,000

Line Items

12.04 Workforce Training Centers: The Governor recommends General Fund to provide enhanced support for Idaho's six workforce training centers and the individuals they serve with short-term, industry-focused training, consistent with the Workforce Development Task Force recommendation. This recommendation funds an additional \$125,000 per center beyond the \$80,500 they currently receive from Career Technical Education.

General	0.00	0	0	0	750,000	0	750,000
Total	0.00	0	0	0	750,000	0	750,000

12.05 Centers for New Directions: The Governor does not recommend General Fund to offset declining dedicated funds for the Centers for New Directions (CND). Approximately 28% of the funding for CND is generated by a \$20 fee assessed for each filing of an action for divorce. This fee has remained at \$20 since 1982. The Governor recommends that the agency work with stakeholders to increase fee revenue or adjust services to remain within the current budget.

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

12.06 Agricultural Start-up Funding: The Governor does not recommend General Fund for grant funding for an additional agriculture start-up program each year. Instead, the Governor recommends funding be targeted to provide other programs, through the Career Technical Education secondary incentive initiative, the same opportunities as the agricultural and natural resource education programs.

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

12.09 Spending Authority for Program Standards Alignment: The Governor recommends one-time dedicated fund spending authority to allow Career Technical Education to contract with subject matter experts to update heating, ventilation, and air conditioning (HVAC) standards; plumbing standards; and end-of-course assessments on behalf of the Division of Building Safety (DBS). This decision unit corresponds to DU 12.05 in the DBS budget.

Other	0.00	0	82,000	0	0	0	82,000
Total	0.00	0	82,000	0	0	0	82,000

FY 2019 Gov's Recommendation

General	0.00	0	0	0	1,375,000	0	1,375,000
Dedicated	0.00	0	0	0	170,000	0	170,000
Other	0.00	0	82,000	0	0	0	82,000
Total	0.00	0	82,000	0	1,545,000	0	1,627,000

Career Technical Education Related 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: The Related Services Program consists of an assortment of instructional activities, such as Adult Basic Education (ABC) and General Education Development (GED), serving several adult population segments.							
FY 2018 Original Appropriation							
3.00	FY 2018 Original Appropriation:						
General	1.00	95,200	5,700	0	1,090,900	0	1,191,800
Federal	1.00	52,300	17,800	0	2,174,000	0	2,244,100
Other	0.00	3,900	300,000	0	0	0	303,900
Total	2.00	151,400	323,500	0	3,264,900	0	3,739,800
Expenditure Adjustments							
4.11	Reappropriation: This decision unit reflects reappropriation authority granted by HB 295.						
Federal	0.00	28,100	15,200	0	735,100	0	778,400
Other	0.00	143,600	156,400	0	0	0	300,000
Total	0.00	171,700	171,600	0	735,100	0	1,078,400
FY 2018 Total Appropriation							
General	1.00	95,200	5,700	0	1,090,900	0	1,191,800
Federal	1.00	80,400	33,000	0	2,909,100	0	3,022,500
Other	0.00	147,500	456,400	0	0	0	603,900
Total	2.00	323,100	495,100	0	4,000,000	0	4,818,200
FY 2018 Estimated Expenditures							
General	1.00	95,200	5,700	0	1,090,900	0	1,191,800
Federal	1.00	80,400	33,000	0	2,909,100	0	3,022,500
Other	0.00	147,500	456,400	0	0	0	603,900
Total	2.00	323,100	495,100	0	4,000,000	0	4,818,200
Base Adjustments							
8.41	Removal of One-Time Expenditures: This decision unit removes one-time appropriation for FY 2018.						
Federal	0.00	(28,100)	(15,200)	0	(735,100)	0	(778,400)
Total	0.00	(28,100)	(15,200)	0	(735,100)	0	(778,400)
8.51	Base Reduction: This decision unit provides a base reduction to remove spending authority balances remaining from the transition of the Certified Public Manager and the Health Matters programs to the Division of Human Resources.						
Other	0.00	(147,500)	(156,400)	0	0	0	(303,900)
Total	0.00	(147,500)	(156,400)	0	0	0	(303,900)

	<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>
FY 2019 Base							
General	1.00	95,200	5,700	0	1,090,900	0	1,191,800
Federal	1.00	52,300	17,800	0	2,174,000	0	2,244,100
Other	0.00	0	300,000	0	0	0	300,000
Total	2.00	147,500	323,500	0	3,264,900	0	3,735,900

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	(1,500)	0	0	0	0	(1,500)
Federal	0.00	(1,500)	0	0	0	0	(1,500)
Total	0.00	(3,000)	0	0	0	0	(3,000)

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	100	0	0	0	0	100
Federal	0.00	0	0	0	0	0	0
Total	0.00	100	0	0	0	0	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	2,400	0	0	0	0	2,400
Federal	0.00	1,100	0	0	0	0	1,100
Total	0.00	3,500	0	0	0	0	3,500

FY 2019 Total Maintenance

General	1.00	96,200	5,700	0	1,090,900	0	1,192,800
Federal	1.00	51,900	17,800	0	2,174,000	0	2,243,700
Other	0.00	0	300,000	0	0	0	300,000
Total	2.00	148,100	323,500	0	3,264,900	0	3,736,500

Career Technical Education
Related 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							
12.14	Increase Adult Basic Education Spending Authority: The Governor recommends federal fund spending authority to allow Career Technical Education to secure the entire federal award amount available for the Adult Basic Education (ABE) program. The ABE federal grant has increased and the current spending authority is insufficient.						
Federal	0.00	0	100,000	0	0	0	100,000
Total	0.00	0	100,000	0	0	0	100,000

FY 2019 Gov's Recommendation

General	1.00	96,200	5,700	0	1,090,900	0	1,192,800
Federal	1.00	51,900	117,800	0	2,174,000	0	2,343,700
Other	0.00	0	300,000	0	0	0	300,000
Total	2.00	148,100	423,500	0	3,264,900	0	3,836,500