



STATE BUDGET UPDATE



WAYNE L.
COMMON
DFM ADMINISTRATOR

November 2009

State General Fund Growth



History:

□ FY 2001	9.0%	□ FY 2009	-15.3%
□ FY 2002	-14.3%	□ FY 2010	-3.6%
□ FY 2003	3.7%	□ FY 2011	????
□ FY 2004	18.9%	□ FY 2012	????
□ FY 2005	8.1%	□ FY 2013	????
□ FY 2006	7.2%		
□ FY 2007	15.7%	□ Average	6.7%
□ FY 2008	3.4%		

General Fund Revenue Forecasting

□ FY 2009 Forecast

- December 2007:
 - \$3,009,900,000
- February 2008:
 - \$2,941,800,000
- August 2008:
 - \$2,766,300,000
- December 2008:
 - \$2,633,801,200
- February 2009:
 - \$2,560,400,000
- Actual:
 - \$2,465,570,000

□ FY 2010 Forecast

- December 2008:
 - \$2,659,261,600
- February 2009:
 - \$2,550,170,000
- September 2009:
 - \$2,377,190,000
- January 2010:
 - ????????
- Actual:
 - ????????



FY 2010 Appropriations

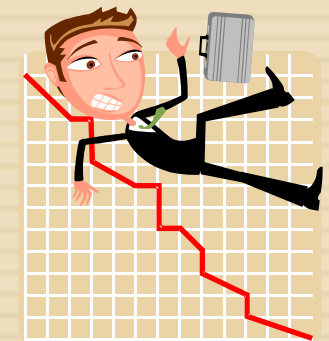


- Public Schools
 - General Fund: \$1,231,386,600 (-13.7% from 2009)
- Health & Welfare
 - General Fund: \$ 462,291,100 (-21.4% from 2009)
 - Holdback: \$ 15,255,600 (-23.9%)
- Universities and Community Colleges
 - General Fund: \$ 324,022,200 (-12.6% from 2009)
 - Holdback: \$ 16,781,100 (-20.1)
- Equate to 81.5% of General Fund Budget

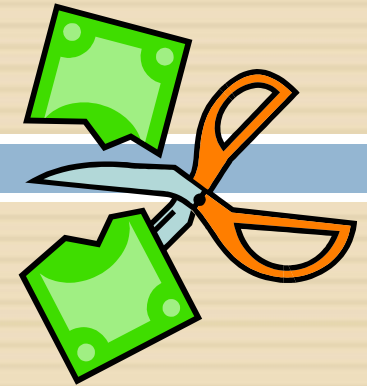
FY 2010 Appropriations



□ Women's Commission	-100.0%
□ Parks & Recreation	- 57.9%
□ Public Broadcasting	- 53.0%
□ Agriculture	- 34.0%
□ State Police	- 28.7%
□ Secretary of State	- 26.6%
□ Environmental Quality	- 20.2%
□ DFM	- 18.1%
□ Arts Commission	- 17.2%
□ Correction	- 14.3%



FY 2010 AFTER Holdback



□ Women's Commission	-100.0%
□ Energy Resources	-100.0%
□ Parks & Recreation	- 64.4%
□ Public Broadcasting	- 60.3%
□ Agriculture	- 44.2%
□ Historical Society	- 38.0%
□ Hispanic Commission	- 33.8%
□ Environmental Quality	- 32.6%
□ Libraries Commission	- 32.2%
□ State Police	- 31.5%

FY 2010 – Current Status

- April Estimated Ending Balance: \$ 49,539,100
- August Estimated Ending Balance: **-\$151,422,300**
- Three part plan:
 - Holdback – totals \$98,976,100 or 4.0%
 - Impact to agencies range from 0.5% to 7.5%
 - Rainy Day Funds – \$49,255,500
 - Offsets holdback for Public Schools
 - Long-term Reform
- November Estimated Ending Balance: **-\$ 39,371,200**
 - Either More Cuts or Covered Rainy Day Funds

State “Rainy Day” Funds



	Budget Stabilization Fund	Economic Recovery Reserve Fund	Public Education Stabilization Fund	Millennium Fund (non-endowed portion)	Total
Starting	\$140,624,640	\$ 67,910,556	\$114,584,670	\$ 67,961,221	\$391,081,096
Exhausted	\$ 76,299,568	\$ (439,276)	\$ 42,660,291	\$ (3,098,721)	\$115,421,871
Holdback	\$ 0	\$ 0	\$ 49,255,500	\$ 0	\$ 49,255,500
Oct 31 Balance	\$ 64,325,072	\$ 68,349,832	\$ 22,668,879	\$ 71,059,942	<u>\$226,403,725</u>

What's Ahead?



- FY 2010 (Likely Adjustments)
 - Further Holdbacks?
 - Postponement of announced projects
 - Restructuring
 - Elimination of programs, functions or agencies
 - Privatization of some operations
 - Sale of state resources
 - Almost no supplemental funding
 - Restrictions on hiring, travel, conferences, purchasing

What's Ahead?



- FY 2011 (Likely Adjustments)
 - FMAP Rate Change
 - Correction Increase

 - Further Base Reductions
 - Additional Restructuring
 - No New Initiatives or Projects
 - No Employee Salary Increases
 - Additional Employee Benefit Adjustments

Otter Priorities

Promoting Responsible Government

Improving Statewide Transportation

Providing Competitive State Employee Benefits and Pay

Enhancing Education and Workforce Training Opportunities

Enhancing Economic Opportunity

Growing Idaho's Economy

Protecting and Managing Idaho's Water

Promoting Sustainable and Affordable Energy

Empowering Idahoans

Improving Health Care

Enhancing Outdoor Opportunities

Providing Property Tax Relief



Thank You



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