

# Eastern Idaho Public Health District

## Fiscal Year 2014 Budget Proposal

May 16, 2013

### WHAT'S INSIDE

FY 2014 Budget Highlights.....	2
District Operating Budget .....	3
Funding Sources .....	4
County Contributions .....	5
Operating & Capital Reserve Summary.....	7
Historical County Contributions .....	8
Historical State Appropriations .....	9

# BUDGET HIGHLIGHTS

## Fiscal Year 2014 Budget Summary

Eastern Idaho Public Health District's (EIPHD) proposed budget for Fiscal Year is \$6,477,717, which is less than a 1% increase over Fiscal Year 2013.

### **State Appropriations**

In FY2014, the total State Appropriations to the seven public health districts was \$8,232,500, an increase of 1.18% over FY2013. This increase was to help offset an increase in employee benefits costs (see Employee Benefits below).

### **County Appropriations**

This budget proposal includes a 3% increase in County Contributions over FY2013. The district continues to experience increased costs, such as employee benefits and infrastructure support (increased bandwidth), for example, that are not covered by other revenue sources. Furthermore, the Idaho Association of District Boards of Health recently voted to change the distribution formula for the Public Health Trust Fund. Now, 67% of the formula is based upon the percentage of county contributions by all seven health districts. Going forward, county contributions control an even larger part of the districts' state appropriations. Historically, EIPHD has had one of the lowest percentage of county contributions among the seven health districts, averaging 1.2% over the past 10 years. In order for us to maintain our district's portion of the State Appropriation, a 3% increase in county contributions is being requested.

### **Fees**

The FY2014 budget represents an increase in fees of nearly \$100,000 over last year, all of which is attributed to immunization and reproductive health services. Last year, we experienced a surge in immunization services, partially due to an intensive effort to promote vaccination against pertussis (whooping cough). While we do not anticipate our volume of immunization services to continue at the heightened level of FY2013, we do expect some increase in volume over what we had budgeted last year.

### **Contracts**

It is not uncommon for contract revenue to fluctuate from year to year. This budget represents a decrease of \$(48,754) in contract revenue. The most notable change is in health preparedness funding, which is reduced by approximately \$118,000 this year. With the federal sequestration, we may see additional reductions to federal contracts in the coming months, which will require us to make adjustments to those programs to address the shortfall. On the bright side, federal funding for the Women, Infants, and Children (WIC) program was increased this year, which allows us to continue providing this valuable service to all those in need in our district.

## Expense Highlights

### **Salaries**

An ongoing challenge and concern of the health district's administration is the lack of funding to provide salary increases for employees. This year, the Idaho Legislature did not provide funding for any changes in employee compensation. However, included in the health districts' appropriation bill was legislative intent language which stated, "The Legislature finds that investing in state employee compensation should remain a high priority even in tough economic times, and therefore strongly encourages agency directors to approve the use of salary savings to provide either a one-time or ongoing merit increase for deserving employees." While the administration feels that EIPHD employees are deserving of salary increases, we do not have salary savings in FY2013 nor do we have funding to support the budgeting of any changes to employee compensation in FY2014. However, as the year progresses, we will revisit this issue.

### **Employee Benefits**

This year, we are experiencing another increase in the cost of employee health insurance. Over the last two years, there has been a 29% increase in health insurance costs to the employer. Furthermore, we are experiencing a slight increase in retirement and other employee benefits.

### **Operating Expenses**

Overall, operating expenses have decreased approximately \$48,000 over last year's budget. Staff continues to closely manage their operating budgets and minimize expenses as much as possible.

**REVENUE**

Division	Contracts	Fees
Board of Health	\$0	\$0
Environmental Health	205,591	295,600
Family & Community Health Services	499,500	863,000
General Support	0	0
Health Preparedness, Promotion, & Surveillance	1,023,225	8,220
Nutrition	1,411,000	0
<b>Total Revenue</b>	<b>\$3,139,316</b>	<b>\$1,166,820</b>
FY 2013 Budget	\$3,188,070	\$1,066,900
Change from FY13 to FY14	\$(48,754)	\$99,920
% Change	-1.53%	9.37%

**EXPENSES**

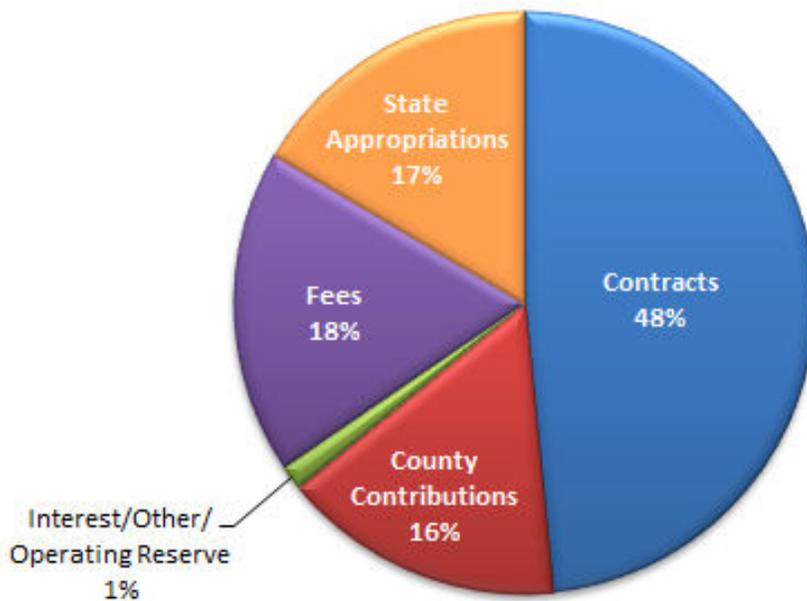
Division	Salaries	Benefits	Operating Expenses	FY2014 Proposed Budget	FY2013 Budget
Board of Health	\$5,700	\$489	\$16,000	<b>\$22,189</b>	\$22,324
Environmental Health	547,226	232,813	103,400	<b>883,439</b>	905,008
Family & Community Health Services	1,276,405	543,570	636,800	<b>2,456,775</b>	2,237,946
General Support	414,814	167,062	429,470	<b>1,011,346</b>	1,128,464
Health Preparedness, Promotion, & Surveillance	487,768	202,362	293,200	<b>983,330</b>	1,069,027
Nutrition	677,693	331,445	111,500	<b>1,120,638</b>	1,068,384
<b>Total Expenses</b>	<b>\$3,409,606</b>	<b>\$1,477,741</b>	<b>\$1,590,370</b>	<b>\$6,477,717</b>	\$6,431,153
FY 2013 Budget	\$3,423,346	\$1,369,427	\$1,638,380		
Change	\$(13,740)	\$108,314	\$(48,010)		
% Change	-0.4%	7.91%	-2.93%		

SOURCE OF FUNDS	FY 2013 Budget	FY 2014 Proposed Budget	Change	% Change
County Contributions <sup>1</sup>	981,102	1,010,538	\$29,436	3.00%
State Appropriations	1,058,800	1,069,300	10,500	0.99%
Interest	14,000	3,000	(11,000)	-78.57%
Miscellaneous Other	10,000	6,000	(4,000)	-40.00%
Cash Carryover	112,281	82,743	(29,538)	-26.31%
Contracts	3,188,070	3,139,316	(48,754)	-1.53%
Fees	1,066,900	1,166,820	99,920	9.37%
<b>TOTAL</b>	<b>\$6,431,153</b>	<b>\$6,477,717</b>	<b>\$46,564</b>	<b>0.72%</b>

<sup>1</sup> County Contributions Note: "Actual Budget" columns show County Contributions based on when cash is received from the counties by the District. "Original/Proposed Budget" columns show county contributions based on the appropriated amount. The District's fiscal year ends June 30; whereas counties' fiscal year ends September 30. This creates a cash flow timing difference.

On page 8 is a historical chart of County Contributions. These numbers are based on county funds appropriated by the health district's fiscal year, not when cash is received from the counties.

### Revenue Projection Summary - FY14



**Request for Approval of FY2014 Operating Budget—\$6,477,717**

**COUNTY APPROPRIATION FORMULA**

County Contribution = 70% Population Distribution + 30% Taxable Market Value  
 (Based on 2012 Population Estimate) (Based on 2012 Taxable Market Value)

**Proposed FY 2014 County Appropriations  
 Based on 3% increase over FY 2013**

County	2012 Population Estimate <sup>2</sup>	% Population of District	Population 70% Distribution	2012 Taxable Market Value <sup>3</sup>	% Valuation of District	Valuation 30% Distribution	FY 2014 Budget County Cost Pop. + Eval.
Bonneville	106,684	51.59%	\$364,935	\$5,484,511,579	43.64%	\$132,300	\$497,235
Clark	869	0.42%	\$2,971	114,350,697	0.91%	\$2,759	\$5,730
Custer	4,331	2.10%	\$14,855	880,336,409	7.01%	\$21,252	\$36,107
Fremont	12,957	6.27%	\$44,352	1,562,094,920	12.43%	\$37,683	\$82,035
Jefferson	26,684	12.90%	\$91,251	1,117,281,690	8.89%	\$26,951	\$118,202
Lemhi	7,758	3.75%	\$26,527	608,786,429	4.84%	\$14,673	\$41,200
Madison	37,456	18.11%	\$128,106	1,418,145,638	11.28%	\$34,197	\$162,303
Teton	10,052	4.86%	\$34,378	1,382,876,345	11.00%	\$33,348	\$67,726
<b>TOTAL</b>	206,791	100.00%	\$707,375	\$12,568,383,707	100.00%	\$303,163	\$1,010,538

<sup>2</sup> U.S. Census Bureau, 2012 Census Population Estimate

<sup>3</sup> Under Idaho Code 39-424, the State Tax Commission is required to report to the health districts by April 1 net property taxable value for each county.

County	FY2013 Contribution	FY 2014 Proposed Contribution	\$ Change
Bonneville	\$479,720	\$497,235	\$17,515
Clark	5,749	5,730	(19)
Custer	35,075	36,107	1,032
Fremont	80,058	82,035	1,977
Jefferson	112,866	118,202	5,336
Lemhi	40,931	41,200	269
Madison	158,036	162,303	4,267
Teton	68,667	67,726	(941)
<b>TOTAL</b>	\$981,102	\$1,010,538	\$29,436

**Request for Approval of County Appropriations—\$1,010,538**

County Population

County	County Population				County's % of Health District Population		
	FY13	FY14	Change	% Change	FY13	FY14	Change
Bonneville	105,772	106,684	912	0.86%	51.23%	51.59%	0.36%
Clark	949	869	-80	-8.43%	0.46%	0.42%	-0.04%
Custer	4,333	4,331	-2	-0.05%	2.10%	2.09%	0.00%
Fremont	13,128	12,957	-171	-1.30%	6.36%	6.27%	-0.09%
Jefferson	26,301	26,684	383	1.46%	12.74%	12.90%	0.17%
Lemhi	7,967	7,758	-209	-2.62%	3.86%	3.75%	-0.11%
Madison	37,864	37,456	-408	-1.08%	18.34%	18.11%	-0.22%
Teton	10,166	10,052	-114	-1.12%	4.92%	4.86%	-0.06%
<b>Total</b>	<b>206,480</b>	<b>206,791</b>	<b>311</b>	<b>0.15%</b>	<b>100.00%</b>	<b>100.00%</b>	

County Property Values

County	County Valuation				County's % of Health District Total		
	FY13	FY14	Change	% Change	FY13	FY14	Change
Bonneville	\$5,552,309,522	\$5,484,511,579	\$(67,797,943)	-1.22%	43.45%	43.64%	0.19%
Clark	112,974,262	114,350,697	1,376,435	1.22%	0.88%	0.91%	0.03%
Custer	899,766,916	880,336,409	(19,430,507)	-2.16%	7.04%	7.00%	-0.04%
Fremont	1,579,701,334	1,562,094,920	(17,606,414)	-1.11%	12.36%	12.43%	0.07%
Jefferson	1,101,333,491	1,117,281,690	15,948,199	1.45%	8.62%	8.89%	0.27%
Lemhi	625,569,261	608,786,429	-16,782,832	-2.68%	4.90%	4.84%	-0.05%
Madison	1,393,057,683	1,418,145,638	25,087,955	1.80%	10.90%	11.28%	0.38%
Teton	1,513,798,302	1,382,876,345	(130,921,957)	-8.65%	11.85%	11.00%	-0.84%
<b>Total</b>	<b>\$12,778,510,771</b>	<b>\$12,568,383,707</b>	<b>\$(210,127,064)</b>	<b>-1.64%</b>	<b>100.00%</b>	<b>100.00%</b>	

## Operating Account

<b>ACCOUNT BALANCE</b>	\$1,924,720
<b>LESS</b> FY2014 Operating Budget Stabilization	(\$82,743)
<b>LESS</b> amount reserved for and authorized for spending on a public health emergency	(100,000)
<b>LESS</b> amount reserved for and authorized for spending on building maintenance	(50,000)
<b>LESS</b> amount reserved for and authorized for spending on legal fees	<u>(40,000)</u>
<b>Total Unrestricted Operating Account Balance</b>	\$1,651,977
as of April 30, 2013	

## Capital Reserve Account

<b>ACCOUNT BALANCE</b>	\$0
------------------------	-----

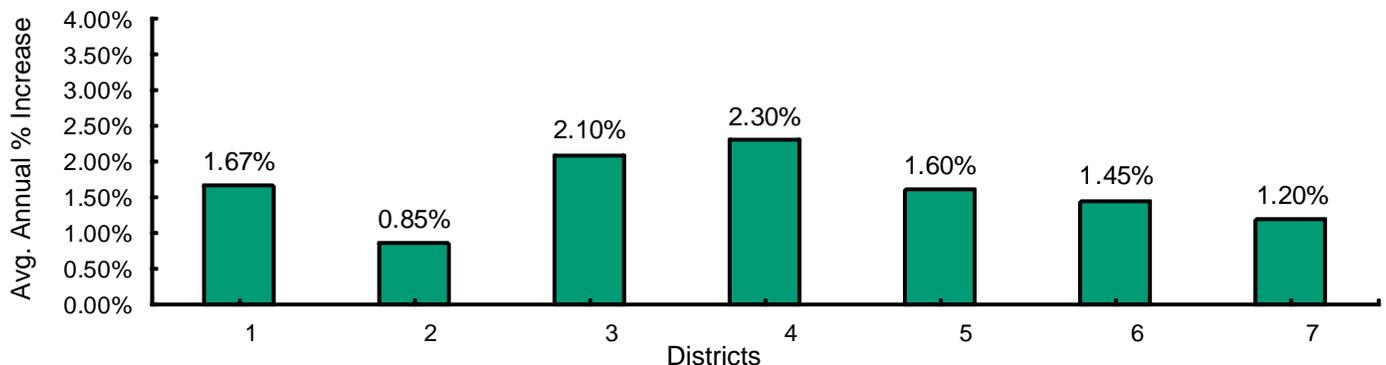
**Request for Approval of FY2014 Operating & Capital Reserve Accounts**

## History of County Contributions (FY2004 - 2013)

FISCAL YEAR	DISTRICT 1	DISTRICT 2	DISTRICT 3	DISTRICT 4	DISTRICT 5	DISTRICT 6	DISTRICT 7	TOTALS
2013	\$1,083,171	\$708,328	\$1,123,023	\$1,982,647	\$1,031,901	\$1,040,590	\$981,102	\$7,950,762
2012	1,051,622	\$687,697	1,106,427	1,924,900	1,011,668	1,010,282	961,867	7,754,463
2011	1,051,622	712,639	1,106,427	1,887,166	1,011,668	1,010,282	961,867	7,741,671
2010	1,071,116	712,639	1,106,427	1,887,166	1,011,668	1,010,282	961,867	7,761,166
2009	1,076,498	712,639	1,106,427	1,887,166	1,011,668	1,010,282	961,867	7,766,547
2008	1,045,100	691,900	1,074,200	1,832,200	982,200	973,700	933,900	7,533,200
2007	1,014,704	671,731	1,042,914	1,788,880	953,594	952,257	906,651	7,320,731
2006	994,808	658,560	1,012,538	1,727,062	925,819	924,550	888,874	7,132,211
2005	975,301	652,040	983,047	1,676,759	907,665	915,396	880,074	6,990,282
2004	946,900	652,040	954,415	1,627,921	889,868	901,868	871,360	6,844,372

## History of County Contributions Percent Change (FY2004 - 2013)

FISCAL YEAR	DISTRICT 1	DISTRICT 2	DISTRICT 3	DISTRICT 4	DISTRICT 5	DISTRICT 6	DISTRICT 7
2013	3.0%	3.0%	3.0%	3.0%	2.0%	3.0%	2.0%
2012	0%	-3.5%	0%	2.0%	0%	0%	0%
2011	-1.8%	0%	0%	0%	0%	0%	0%
2010	-0.5%	0%	0%	0%	0%	0%	0%
2009	3.0%	3.0%	3.0%	3.0%	3.0%	3.8%	3.0%
2008	3.0%	3.0%	3.0%	3.0%	3.0%	2.3%	3.0%
2007	2.0%	2.0%	3.0%	3.0%	3.0%	3.0%	2.0%
2006	2.0%	1.0%	3.0%	3.0%	2.0%	1.0%	1.0%
2005	3.0%	0.0%	3.0%	3.0%	2.0%	1.5%	1.0%
2004	3.0%	0.0%	3.0%	3.0%	1.0%	0.0%	0.0%
<b>Avg. Annual % Change</b>	<b>1.67%</b>	<b>0.85%</b>	<b>2.10%</b>	<b>2.30%</b>	<b>1.60%</b>	<b>1.45%</b>	<b>1.20%</b>



History of State Appropriations  
(FY2004 - 2014)

FISCAL YEAR	DISTRICT 1	DISTRICT 2	DISTRICT 3	DISTRICT 4	DISTRICT 5	DISTRICT 6	DISTRICT 7	TOTALS
2014	\$1,125,700	\$759,500	\$1,227,800	\$1,930,700	\$1,065,300	\$1,054,200	\$1,069,300	\$8,232,500
2013	1,082,600	696,900	1,254,100	1,957,200	1,059,300	1,027,200	1,058,800	8,136,100
2012	1,045,600	705,500	1,208,600	1,856,800	1,014,700	993,200	1,020,700	7,845,100
2011	1,109,400	764,400	1,273,100	1,955,500	1,083,000	1,054,800	1,079,300	8,319,500
2010	1,262,700	842,700	1,416,500	2,171,000	1,214,500	1,195,200	1,202,500	9,305,100
2009	1,459,000	985,500	1,611,200	2,521,100	1,420,300	1,394,200	1,408,000	10,799,300
2008	1,389,300	935,900	1,540,700	2,407,700	1,350,200	1,323,000	1,324,100	10,270,900
2007	1,366,800	907,100	1,495,700	2,252,300	1,263,900	1,272,000	1,251,900	9,809,700
2006	1,403,200	938,500	1,518,400	2,287,700	1,300,900	1,314,100	1,285,100	10,047,900
2005	1,331,200	909,300	1,439,700	2,130,500	1,254,800	1,265,700	1,226,400	9,557,600
2004	1,277,100	880,200	1,345,200	2,030,900	1,216,700	1,232,400	1,183,800	9,166,300

FISCAL YEAR	DISTRICT 1	DISTRICT 2	DISTRICT 3	DISTRICT 4	DISTRICT 5	DISTRICT 6	DISTRICT 7
2014	13.67%	9.23%	14.91%	23.45%	12.94%	12.81%	12.99%
2013	13.31%	8.57%	15.41%	24.06%	13.02%	12.63%	13.01%
2012	13.33%	8.99%	15.41%	23.67%	12.93%	12.66%	13.01%
2011	13.33%	9.19%	15.30%	23.51%	13.02%	12.68%	12.97%
2010	13.57%	9.06%	15.22%	23.33%	13.05%	12.84%	12.92%
2009	13.51%	9.13%	14.92%	23.35%	13.15%	12.91%	13.04%
2008	13.53%	9.11%	15.00%	23.44%	13.15%	12.88%	12.89%
2007	13.93%	9.25%	15.25%	22.96%	12.88%	12.97%	12.76%
2006	13.97%	9.34%	15.11%	22.77%	12.95%	13.08%	12.79%
2005	13.93%	9.51%	15.06%	22.29%	13.13%	13.24%	12.83%
2004	13.93%	9.60%	14.68%	22.16%	13.27%	13.44%	12.91%

Historically, the formula used for distributing the State Appropriations between Idaho’s seven health districts was based on four components:

Population (20%) + Poverty (10%) + County Funding (60%) + Public Assistance (10%)

However, in late 2012, the Idaho Association of Local Boards of Health voted to change the distribution formula to:

**Population (18%) + Poverty (15%) + County Funding (67%)**

As a result, if one district gets a 3% increase from its counties but another district gets less than a 3% increase, the amount that district receives in the State Appropriations will be affected the following year.



Bonneville County Office  
1250 Hollipark Drive  
Idaho Falls, ID 83401  
522-0310

## Eastern Idaho Public Health District's Board of Health

**Commissioner Robert Cope, Chairman ~ Lemhi County**

**Dr. Barbara Nelson, Vice Chairman ~ Physician Representative**

**Commissioner Lee Staker, Executive Committee ~ Bonneville County**

**Commissioner Greg Shenton ~ Clark County**

**Commissioner Lin Hintze ~ Custer County**

**Commissioner LeRoy Miller ~ Fremont County**

**Commissioner Brian Farnsworth ~ Jefferson County**

**Commissioner Kimber Ricks ~ Madison County**

**Commissioner Kathy Rinaldi ~ Teton County**

Visit us on the Web!

<http://www.phd7.idaho.gov>