



Legislative Services Office Idaho State Legislature

Terri Kondeff
Director

Serving Idaho's Citizen Legislature

MEMORANDUM

To: Agency Directors
Institution Presidents
Fiscal Officers

From: Keith Bybee, Budget & Policy Analysis Division Manager, LSO

Date: 26 January 2026

Subject: Additional Budget Reduction Plans for FY 2026 and FY 2027

Sent on behalf of JFAC Co-Chairs.

While JFAC is working through the current budget cycle for FY 2026 and FY 2027, it is evaluating options to balance the statewide budget. One of those options is to further reduce budgets in FY 2026 and FY 2027.

JFAC would like to have information from you on how best to implement these reductions. Please submit to your LSO Budget & Policy analyst budget reduction plans that include an **additional 1% budget reduction** in FY 2026 and FY 2027 and a budget reduction plan for an **additional 2% budget reduction** in FY 2026 and FY 2027. These additional percentages are from the 2026 original appropriation. The calculations are in addition to the 3% Governor's holdback and 2027 budget submission. Attachment 1 & 2 describes the minimum amounts required, listed by agency.

Please include the following details in your budget reduction plans:

- Identify how budget reductions will affect the current workforce and whether additional reductions will necessitate formal reductions in force, furloughs, or both.
- Identify when affected programs were added to the budget.
- Identify if an essential service is affected.
- Identify efficiencies.

Additional budget reduction plans will include the amount by budgeted program (appropriation unit) and expenditure account category. Please indicate the impact of these reductions by program. There is no need to adjust the budget in Luma. Please submit your plans in Excel and discuss the impact by program in a memo to the Budget & Policy analyst assigned to your budget by **noon on Friday, January 30, 2026.**

CC: JFAC Committee Members
House and Senate Leadership
Lori Wolff, DFM Administrator

Attachment 1

Department/Agency	FY 2026 Orig General Fund Approp	FY 2026 Gov's Revised Rec Reductions	Current Year Change	2026 Additional 1% Reduction	2026 Additional 2% Reduction
Education					
Public School Support	2,754,658,600	(22,366,500)	(0.8%)	(22,366,500)	(22,366,500)
<i>State Board of Education</i>					
Ag Research and Ext. Service	39,955,500	(1,198,700)	(3.0%)	(1,598,300)	(1,997,900)
College and Universities	383,583,700	(11,518,100)	(3.0%)	(15,353,900)	(19,189,700)
Community Colleges	68,419,700	(2,052,600)	(3.0%)	(2,736,800)	(3,421,000)
Office of the State Board of Ed.	46,941,300	(29,990,900)	(63.9%)	(30,460,300)	(30,929,700)
Health Education Programs	29,419,500	(882,500)	(3.0%)	(1,178,700)	(1,472,900)
Career Technical Education	91,966,100	(2,261,200)	(2.5%)	(3,218,800)	(4,138,500)
Idaho Public Television	3,426,600	(92,500)	(2.7%)	(126,800)	(161,100)
Special Programs	31,746,100	(951,200)	(3.0%)	(1,268,700)	(1,586,200)
Department of Education	12,052,000	(361,500)	(3.0%)	(482,000)	(602,500)
Vocational Rehabilitation	5,452,600	(163,600)	(3.0%)	(218,100)	(272,600)
Charter School Commission	199,900	(6,000)	(3.0%)	(8,000)	(10,000)
Health and Human Services					
Department of Health and Welfare	235,367,200	(6,586,100)	(2.8%)	(8,944,000)	(11,297,700)
Division of Medicaid	994,049,300	(17,483,900)	(1.8%)	(17,483,900)	(17,483,900)
State Independent Living Council	294,600	(8,800)	(3.0%)	(11,800)	(14,700)
Public Safety					
Department of Correction	352,591,700	(5,505,500)	(1.6%)	(5,505,500)	(5,505,500)
Judicial Branch	77,824,200	(2,439,300)	(3.1%)	(3,112,400)	(3,890,600)
Department of Juvenile Corrections	51,766,200	(1,553,000)	(3.0%)	(2,070,700)	(2,588,400)
Idaho State Police	72,139,200	(1,991,500)	(2.8%)	(2,741,300)	(3,462,700)
Natural Resources					
Department of Environmental Quality	29,361,200	(880,800)	(3.0%)	(1,174,400)	(1,468,000)
Department of Lands	13,372,000	(349,600)	(2.6%)	(481,400)	(615,100)
Department of Parks and Recreation	4,255,800	(127,700)	(3.0%)	(170,200)	(212,800)
Department of Water Resources	55,499,700	(568,300)	(1.0%)	(780,000)	(1,335,000)
Economic Development					
Department of Agriculture	15,611,500	(468,300)	(3.0%)	(624,400)	(780,500)
Soil and Water Conservation Comm.	4,737,500	(98,100)	(2.1%)	(146,800)	(194,200)
Department of Commerce	6,068,100	(422,900)	(7.0%)	(483,600)	(544,300)
Industrial Commission	294,000	(8,800)	(3.0%)	(11,700)	(14,600)
Department of Labor	637,300	(19,100)	(3.0%)	(25,500)	(31,900)
<i>Self Governing Agencies</i>					
Commission on Hispanic Affairs	288,200	(8,600)	(3.0%)	(11,500)	(14,400)
Historical Society	5,333,300	(146,500)	(2.7%)	(197,300)	(250,600)
Commission for Libraries	4,971,600	(149,100)	(3.0%)	(198,800)	(248,500)
State Appellate Public Defender	4,349,300	(130,300)	(3.0%)	(174,000)	(217,500)
Division of Veterans Services	1,807,100	(54,200)	(3.0%)	(72,300)	(90,400)
Office of the State Public Defender	44,744,900	(1,341,100)	(3.0%)	(1,809,300)	(2,256,700)
Office of Administrative Hearings	1,627,000	(48,800)	(3.0%)	(65,100)	(81,400)
Health & Social Services Ombudsman	465,100	(14,000)	(3.0%)	(18,700)	(23,400)
Commissions on Pardons & Parole	4,349,400	(130,100)	(3.0%)	(173,600)	(217,100)
General Government					
Department of Administration	2,943,700	(91,200)	(3.1%)	(119,200)	(148,600)
Attorney General	32,299,000	(46,900)	(0.1%)	(1,306,600)	(1,629,600)
State Controller	24,324,400	(729,700)	(3.0%)	(972,900)	(1,216,100)
<i>Office of the Governor</i>					
Commission on Aging	6,495,800	(194,900)	(3.0%)	(259,800)	(324,800)
Commission on the Arts	970,400	(29,100)	(3.0%)	(38,800)	(48,500)
Commission for the Blind	1,832,900	(54,100)	(3.0%)	(72,400)	(90,700)
Office of Drug Policy	398,000	(11,900)	(3.0%)	(15,900)	(19,900)
Division of Financial Management	2,329,500	(69,300)	(3.0%)	(93,200)	(116,500)
Executive Office of the Governor	3,054,000	(82,800)	(2.7%)	(113,000)	(143,500)
Office of Information Technology	10,787,000	(131,100)	(1.2%)	(237,300)	(345,200)
Military Division	9,544,600	(285,900)	(3.0%)	(381,300)	(476,700)
Office of Species Conservation	1,826,000	(54,800)	(3.0%)	(73,000)	(91,300)
STEM Action Center	3,347,100	(214,100)	(6.4%)	(247,600)	(281,100)
Wolf Depredation Control Board	392,000	(11,800)	(3.0%)	(15,700)	(19,600)
<i>Legislative Branch</i>					
Legislative Services Office	9,262,800	(277,900)	(3.0%)	(370,500)	(463,100)
Office of Performance Evaluations	1,129,600	(33,900)	(3.0%)	(45,200)	(56,500)
Lieutenant Governor	346,000	(9,400)	(2.7%)	(12,800)	(16,300)
<i>Department of Revenue and Taxation</i>					
Board of Tax Appeals	680,700	(20,400)	(3.0%)	(27,200)	(34,000)
State Tax Commission	46,416,300	(1,368,200)	(2.9%)	(1,810,200)	(2,274,400)
Secretary of State	5,711,000	(12,900)	(0.2%)	(228,400)	(285,500)
State Treasurer	1,711,700	(51,300)	(3.0%)	(68,500)	(85,600)
Total General Fund Appropriations	5,623,940,500	(116,161,300)	(2.1%)	(132,014,600)	(147,156,000)

Attachment 2

Department/Agency	FY 2026 Orig General Fund Approp	FY 2027 Gov's Revised Rec Reductions	Current Year Change	2027 Additional 1% Reduction	2027 Additional 2% Reduction
Education					
Public School Support	2,754,658,600	(33,072,300)	(1.2%)	(33,072,300)	(33,072,300)
<i>State Board of Education</i>					
Ag Research and Ext. Service	39,955,500	(1,198,700)	(3.0%)	(1,598,300)	(1,997,900)
College and Universities	383,583,700	(11,518,300)	(3.0%)	(15,353,900)	(19,189,700)
Community Colleges	68,419,700	(2,052,600)	(3.0%)	(2,736,800)	(3,421,000)
Office of the State Board of Ed.	46,941,300	(393,300)	(0.8%)	(30,460,300)	(30,929,700)
Health Education Programs	29,419,500	(882,500)	(3.0%)	(1,178,700)	(1,472,900)
Career Technical Education	91,966,100	(2,261,200)	(2.5%)	(3,218,800)	(4,138,500)
Idaho Public Television	3,426,600	(92,500)	(2.7%)	(126,800)	(161,100)
Special Programs	31,746,100	(951,200)	(3.0%)	(1,268,700)	(1,586,200)
Department of Education	12,052,000	(361,500)	(3.0%)	(482,000)	(602,500)
Vocational Rehabilitation	5,452,600	(163,600)	(3.0%)	(218,100)	(272,600)
Charter School Commission	199,900	(6,000)	(3.0%)	(8,000)	(10,000)
Health and Human Services					
Department of Health and Welfare	235,367,200	(7,082,100)	(3.0%)	(8,944,000)	(11,297,700)
Division of Medicaid	994,049,300	(46,103,400)	(4.6%)	(46,103,400)	(46,103,400)
State Independent Living Council	294,600	(8,800)	(3.0%)	(11,800)	(14,700)
Public Safety					
Department of Correction	352,591,700	(839,800)	(0.2%)	(4,365,717)	(7,891,634)
Judicial Branch	77,824,200	0	0.0%	(3,112,400)	(3,890,600)
Department of Juvenile Corrections	51,766,200	(1,553,000)	(3.0%)	(2,070,700)	(2,588,400)
Idaho State Police	72,139,200	(978,100)	(1.4%)	(2,741,300)	(3,462,700)
Natural Resources					
Department of Environmental Quality	29,361,200	(871,200)	(3.0%)	(1,174,400)	(1,468,000)
Department of Lands	13,372,000	(349,600)	(2.6%)	(481,400)	(615,100)
Department of Parks and Recreation	4,255,800	(127,700)	(3.0%)	(170,200)	(212,800)
Department of Water Resources	55,499,700	(568,300)	(1.0%)	(780,000)	(1,335,000)
Economic Development					
Department of Agriculture	15,611,500	(468,300)	(3.0%)	(624,400)	(780,500)
Soil and Water Conservation Comm.	4,737,500	(98,100)	(2.1%)	(146,800)	(194,200)
Department of Commerce	6,068,100	(405,700)	(6.7%)	(483,600)	(544,300)
Industrial Commission	294,000	(8,800)	(3.0%)	(11,700)	(14,600)
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State Appellate Public Defender	4,349,300	(130,300)	(3.0%)	(174,000)	(217,500)
Division of Veterans Services	1,807,100	(54,200)	(3.0%)	(72,300)	(90,400)
Office of the State Public Defender	44,744,900	(1,341,100)	(3.0%)	(1,809,300)	(2,256,700)
Office of Administrative Hearings	1,627,000	(48,800)	(3.0%)	(65,100)	(81,400)
Health & Social Services Ombudsman	465,100	(14,000)	(3.0%)	(18,700)	(23,400)
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General Government					
Department of Administration	2,943,700	(89,600)	(3.0%)	(119,200)	(148,600)
Attorney General	32,299,000	0	0.0%	(1,306,600)	(1,629,600)
State Controller	24,324,400	(729,700)	(3.0%)	(972,900)	(1,216,100)
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Military Division	9,544,600	(285,900)	(3.0%)	(381,300)	(476,700)
Office of Species Conservation	1,826,000	(54,800)	(3.0%)	(73,000)	(91,300)
STEM Action Center	3,347,100	0	0.0%	0	0
Wolf Depredation Control Board	392,000	(11,800)	(3.0%)	(15,700)	(19,600)
<i>Legislative Branch</i>					
Legislative Services Office	9,262,800	(277,900)	(3.0%)	(370,500)	(463,100)
Office of Performance Evaluations	1,129,600	(33,900)	(3.0%)	(45,200)	(56,500)
Lieutenant Governor	346,000	(9,400)	(2.7%)	(12,800)	(16,300)
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Board of Tax Appeals	680,700	(20,400)	(3.0%)	(27,200)	(34,000)
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State Treasurer	1,711,700	0	0.0%	(68,500)	(85,600)