

Budget Brief – DCED Administration

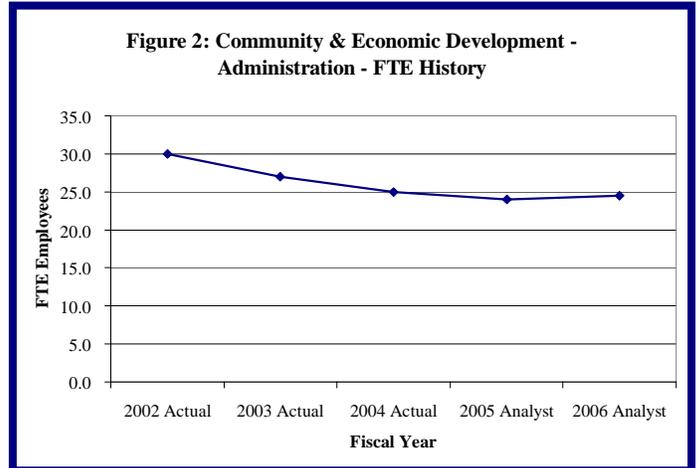
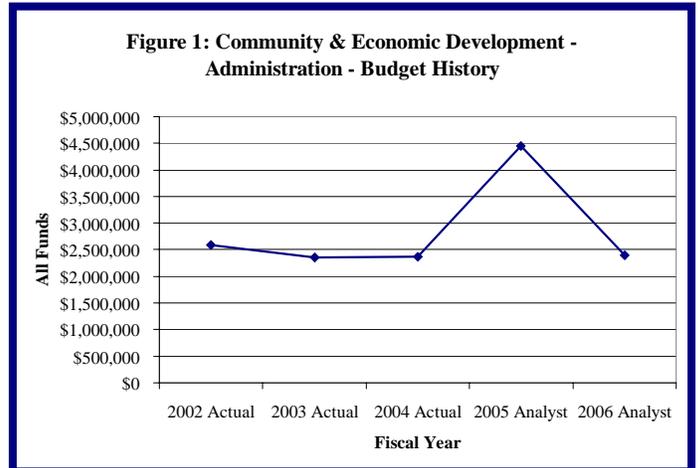
NUMBER EDHR-05-10

SUMMARY

The Department of Community and Economic Development Administration program is responsible for human resources, information technology, finance, legal services, research, planning, auditing, and communications programs department wide.

ISSUES AND RECOMMENDATIONS

The Analyst recommends appropriating \$2,395,200 total funding for the Administration budget.



ACCOUNTABILITY DETAIL

Success for the Administration is reflected in the accomplishments of the various divisions of the department. Because of this no formal measures are presented.

BUDGET DETAIL

Most of the funding in this budget pays for staff support for the office. Other large contributors to budget costs are rent and information technology services.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$2,395,200 from the General Fund.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for Administration be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$2,395,200 for the Administration.
2. Intent language making this appropriation non-lapsing.

BUDGET DETAIL TABLE**Community & Economic Development - Administration**

	FY 2004	FY 2005		FY 2005		FY 2006
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Analyst*
General Fund	2,374,000	2,395,200	0	2,395,200	0	2,395,200
General Fund, One-time	0	2,012,400	0	2,012,400	(2,012,400)	0
Beginning Nonlapsing	37,900	0	38,100	38,100	(38,100)	0
Closing Nonlapsing	(38,100)	0	0	0	0	0
Total	\$2,373,800	\$4,407,600	\$38,100	\$4,445,700	(\$2,050,500)	\$2,395,200
Programs						
Executive Director	456,600	2,485,100	30,000	2,515,100	(2,032,900)	482,200
Information Resources	828,100	844,200	8,100	852,300	(12,600)	839,700
Administrative Services	1,089,100	1,078,300	0	1,078,300	(5,000)	1,073,300
Total	\$2,373,800	\$4,407,600	\$38,100	\$4,445,700	(\$2,050,500)	\$2,395,200
Categories of Expenditure						
Personal Services	1,614,600	1,729,200	7,000	1,736,200	(12,500)	1,723,700
In-State Travel	3,200	7,100	(3,900)	3,200	0	3,200
Out of State Travel	11,900	14,800	(2,900)	11,900	0	11,900
Current Expense	511,600	460,200	(21,900)	438,300	200	438,500
DP Current Expense	232,500	151,300	74,800	226,100	(8,200)	217,900
DP Capital Outlay	0	45,000	(45,000)	0	0	0
Other Charges/Pass Thru	0	2,000,000	30,000	2,030,000	(2,030,000)	0
Total	\$2,373,800	\$4,407,600	\$38,100	\$4,445,700	(\$2,050,500)	\$2,395,200
Other Data						
Total FTE	25.0	24.0	0.0	24.0	0.5	24.5
Vehicles	10	10	0	10	0	10

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief –Incentive Funds

NUMBER EDHR-05-12

SUMMARY

The Incentive Fund program houses many of the programs and funds which are authorized by statute to assist Utah’s economic development community grow Utah’s economy. This includes the Utah Industrial Assistance Fund, Aerospace/Aviation Development Zones, Private Activity Bonds, Custom Fit Training for Targeted Businesses, Utah Fund of Funds and the Community Economic Development Project Fund.

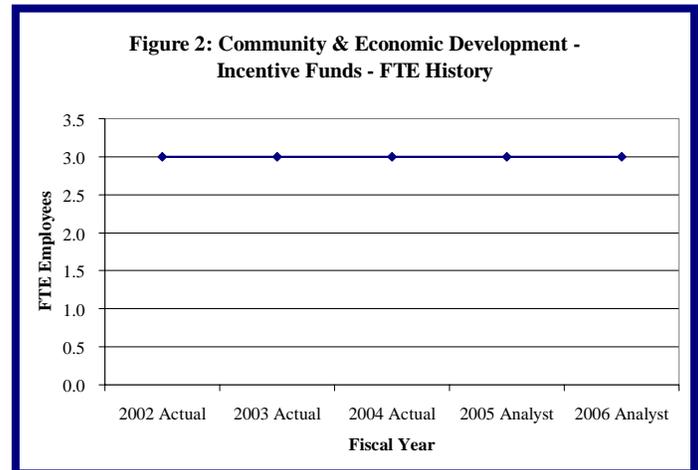
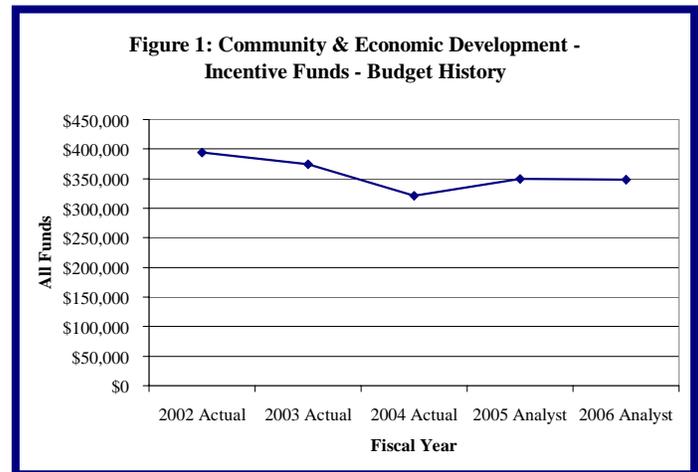
ISSUES AND RECOMMENDATIONS

The Analyst recommends appropriating \$347,800 total funding for the Incentive Fund Programs.

Industrial Assistance Fund: There is a supplemental for the Industrial Assistance Fund replenishment currently set aside from surplus revenues. At this point the set aside has not been allocated to the committee. The Analyst recommends that the committee adopt a recommendation to be sent to the Executive Appropriations Committee that this set aside of \$4,442,800 be appropriated as part of the budget process.

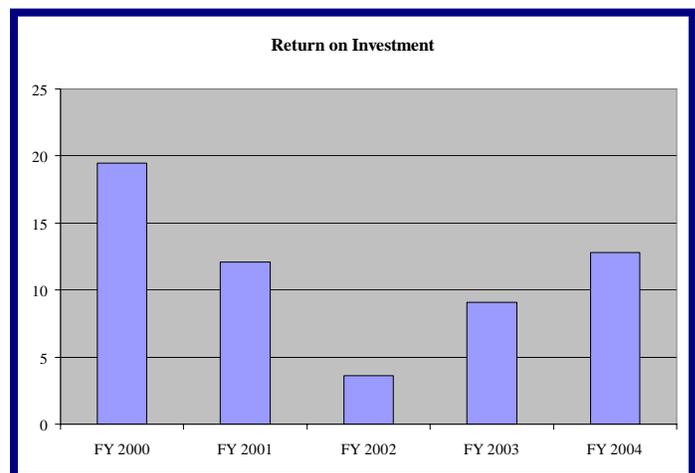
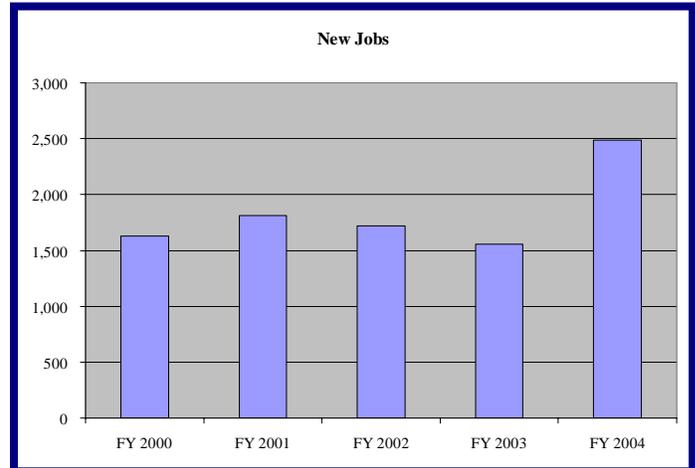
Industrial Assistance Fund Statute Changes: Last year the statute was changed to allow up to 20 percent of the Industrial Assistance Fund to be used for economic opportunities. Among the projects receiving funding under the change were the film industry and the Outdoor Retailers convention.

Aerospace/Aviation Development Zones: This program is the first tax increment financing tool available to state economic development. Currently two companies have applied under the statute and of these one has been offered a contract. The two companies represent the possibility of 700 new jobs in the state.



ACCOUNTABILITY DETAIL

The Industrial Assistance Fund tracks the return on investment generated by their portfolio companies in order to determine the effectiveness of the program. The also track the number of jobs created as a result of the incentive fund commitments.

**BUDGET DETAIL**

Most of the funding in this budget pays for staff support for the office

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$347,800 from the General Fund.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for the Incentive Funds be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$347,800 for the Incentive Funds.
2. Intent language making this appropriation non-lapsing.
3. A recommendation to the Executive Appropriations Committee that they appropriate the Industrial Assistance Fund set aside.

BUDGET DETAIL TABLE

Community & Economic Development - Incentive Funds						
	FY 2004	FY 2005		FY 2005		FY 2006
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Analyst*
Dedicated Credits Revenue	136,500	160,000	0	160,000	0	160,000
GFR - Industrial Assistance	186,600	189,300	0	189,300	(1,500)	187,800
Lapsing Balance	(2,100)	0	0	0	0	0
Total	\$321,000	\$349,300	\$0	\$349,300	(\$1,500)	\$347,800
Programs						
Incentive Funds	321,000	349,300	0	349,300	(1,500)	347,800
Total	\$321,000	\$349,300	\$0	\$349,300	(\$1,500)	\$347,800
Categories of Expenditure						
Personal Services	208,000	197,900	33,300	231,200	(29,300)	201,900
In-State Travel	1,900	4,500	(2,600)	1,900	0	1,900
Out of State Travel	2,700	4,000	(1,300)	2,700	0	2,700
Current Expense	106,500	141,700	(30,100)	111,600	27,800	139,400
DP Current Expense	1,900	1,200	700	1,900	0	1,900
Total	\$321,000	\$349,300	\$0	\$349,300	(\$1,500)	\$347,800
Other Data						
Total FTE	3.0	3.0	0.0	3.0	0.0	3.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief –Business and Economic Development

NUMBER EDHR-05-11

SUMMARY

The purpose of the Division of Business and Economic Development is to facilitate the growth of quality jobs, promote Utah businesses, develop economic prosperity and enhance the quality of life for Utahns. They do this through several programs including international development; business development; film commission; and science and technology.

ISSUES AND RECOMMENDATIONS

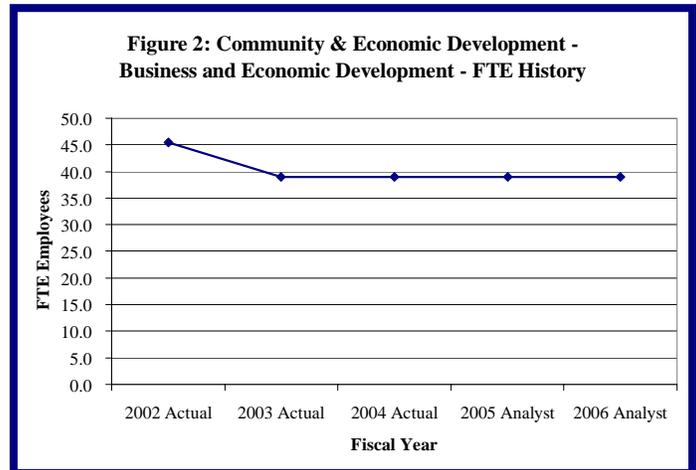
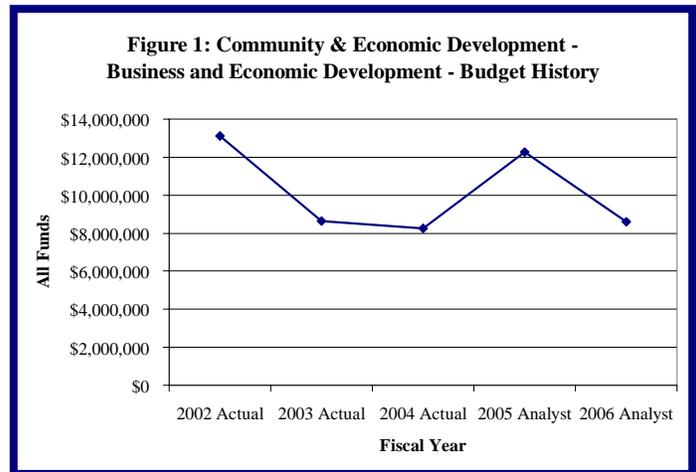
The Analyst recommends appropriating \$8,610,500 total funding for the Division of Business Development.

Incentive Packages: An adequate incentive package is necessary to encourage business expansion and retention in the state. Several of the Division initiatives are geared toward developing these incentives.

Film Industry Incentives: The Film Commission’s priority has become job retention. As a result of changing programming and incentives being offered by other states and countries, the production days in the state have dropped. The Motion Picture Task Force has proposed an incentive package which should mitigate some of the decline.

Centers of Excellence: The Centers of Excellence Program provides funding to Universities within the state to identify marketable technologies, transfer the technologies to Utah businesses and capitalize on the technologies to produce new jobs. The Analyst recommends that the committee consider as a priority additional funding for Centers of Excellence.

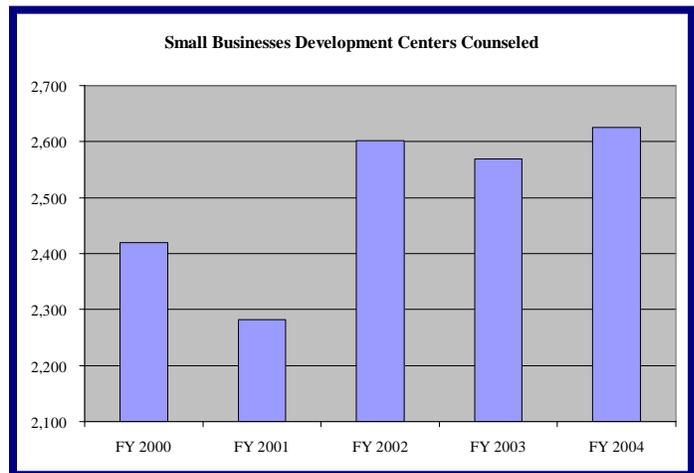
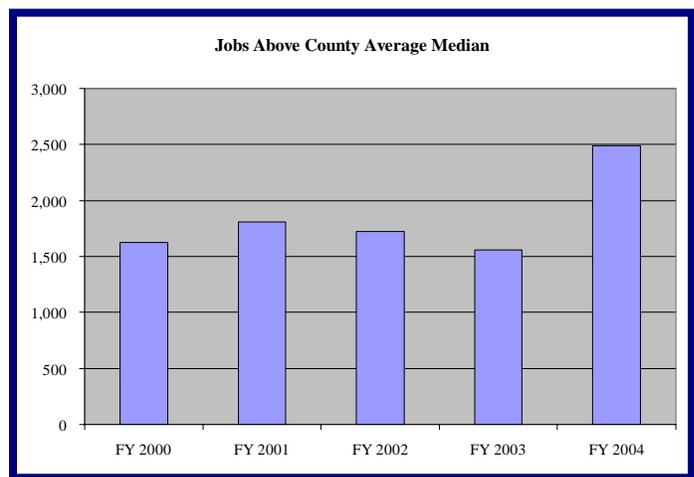
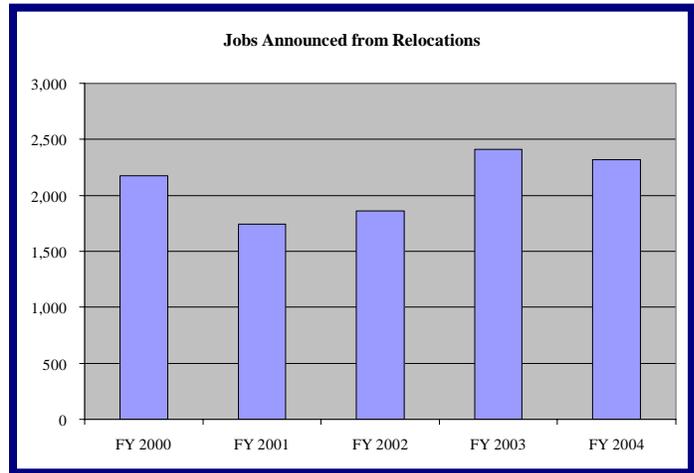
Smart Sites: The Smart Site Program has been considered one of the more innovative economic development tools. The goal is to promote job creation in rural Utah. This program will continue to remain a priority for the Office of Rural Development.



ACCOUNTABILITY DETAIL

The Division is also charged with bringing new business into the state. To gauge success they track the number of jobs announced as a result of business relocations to the state. Also important for success is the number of new jobs created above the county average median for both new and existing businesses.

Business Expansion and Retention is charged with promoting business vitality statewide. Success for the program is measured in part by number of small businesses counseled statewide.



BUDGET DETAIL

The Division of Business Development funding is utilized largely for personal service costs. However, funding is also passed through to several entities. The majority of the current expense costs are committed to contractual obligations and professional services.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$8,610,500.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for the Business Development be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$8,610,500 for Business Development.
2. Intent language making this appropriation non-lapsing.

BUDGET DETAIL TABLE

Community & Economic Development - Business and Economic Development						
	FY 2004	FY 2005		FY 2005		FY 2006
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Analyst*
General Fund	8,002,300	8,120,400	0	8,120,400	0	8,120,400
General Fund, One-time	0	1,225,100	0	1,225,100	(1,225,100)	0
Federal Funds	197,700	400,000	0	400,000	0	400,000
Dedicated Credits Revenue	60,000	90,100	0	90,100	0	90,100
Beginning Nonlapsing	2,417,800	0	2,443,100	2,443,100	(2,443,100)	0
Closing Nonlapsing	(2,443,100)	0	0	0	0	0
Total	\$8,234,700	\$9,835,600	\$2,443,100	\$12,278,700	(\$3,668,200)	\$8,610,500
Programs						
Administration	1,216,300	1,831,600	1,225,900	3,057,500	(1,982,400)	1,075,100
Film Commission	670,800	665,900	50,800	716,700	(58,600)	658,100
International Development	994,600	1,102,600	142,800	1,245,400	(157,200)	1,088,200
Business Development	2,604,500	2,683,000	449,900	3,132,900	(623,600)	2,509,300
Science and Technology	2,748,500	3,552,500	573,700	4,126,200	(846,400)	3,279,800
Total	\$8,234,700	\$9,835,600	\$2,443,100	\$12,278,700	(\$3,668,200)	\$8,610,500
Categories of Expenditure						
Personal Services	2,837,300	2,882,400	263,700	3,146,100	(20,400)	3,125,700
In-State Travel	52,100	47,000	8,500	55,500	(100)	55,400
Out of State Travel	149,300	120,100	54,500	174,600	(64,800)	109,800
Current Expense	1,345,100	1,611,100	1,335,700	2,946,800	(1,815,800)	1,131,000
DP Current Expense	144,900	150,800	413,600	564,400	(452,900)	111,500
DP Capital Outlay	1,200	6,000	(4,800)	1,200	1,257,600	1,258,800
Other Charges/Pass Thru	3,704,800	5,018,200	371,900	5,390,100	(2,571,800)	2,818,300
Total	\$8,234,700	\$9,835,600	\$2,443,100	\$12,278,700	(\$3,668,200)	\$8,610,500
Other Data						
Total FTE	37.0	39.0	0.0	39.0	0.0	39.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief – Travel Development

NUMBER EDHR-05-13

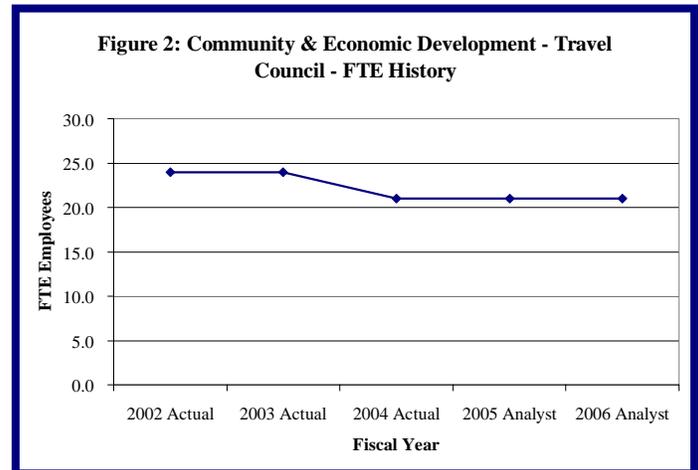
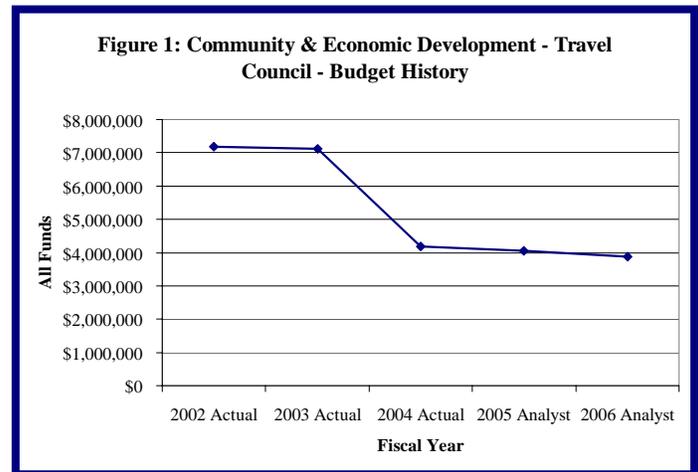
SUMMARY

The Division of Travel Development is Utah’s tourism office. The primary goal of the Division is to improve tourism opportunities statewide. The division focuses on several areas including, marketing and advertising, research and planning, publications, information services, media relations and interagency cooperation. They also contribute funding and resources to the Welcome Centers statewide.

ISSUES AND RECOMMENDATIONS

The Analyst recommends appropriating \$3,883,200 total funding for the Division of Travel Development.

Tourism Spending: Travelers and tourists spend over \$4.6 billion annually in Utah. However, Utah’s market share compared to other competing states has been decreasing over the past several years. As advertising becomes more expensive the target audience for Utah advertising dollars becomes more narrowly focused. Market penetration has been decreasing and will continue to decrease in the future. It has also been difficult for the Division to leverage matching dollars with local governments.

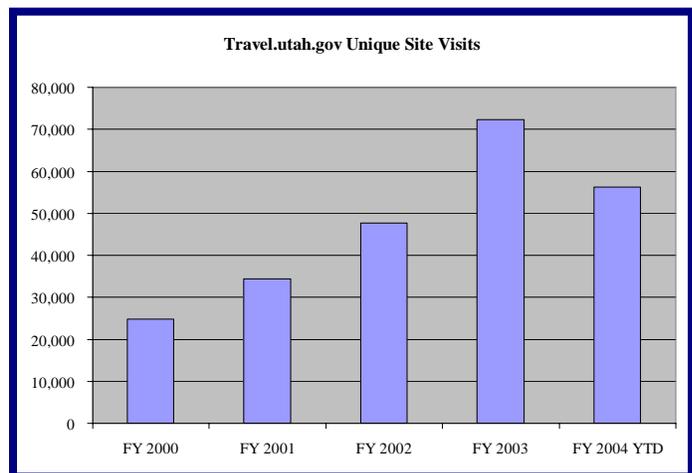
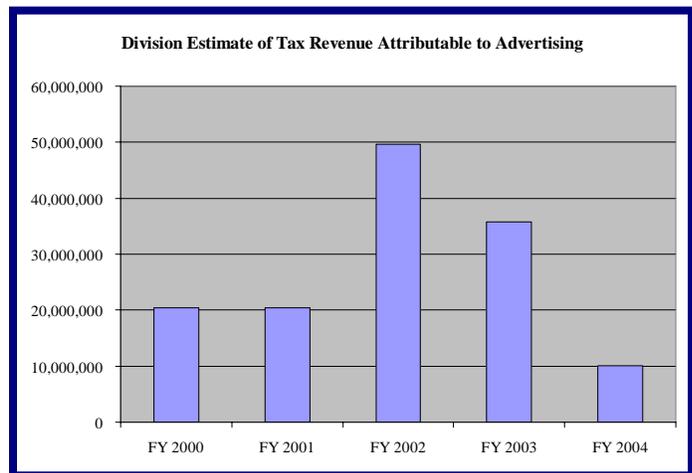
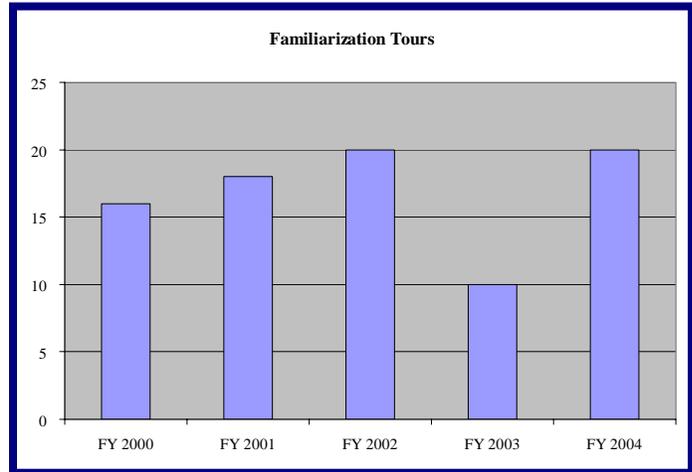


ACCOUNTABILITY DETAIL

The Division personnel craft escorted and self-guided familiarization tours for members of the media and the travel industry. They use these tours to promote Utah as a desirable travel destination. They track the number of tours in a given year to help determine Utah market exposure.

The division uses a baseline measure of return on investment of \$8.64 tax dollars for every dollar spent on advertising. The information from this measure is provided on the table at the right. The increase in FY 2002 was the result of a sizeable injection of revenue to promote Utah post Olympics.

A goal of the Division is to provide industry partners, world-wide media, and the public with specific information such as research, current media, and travel opportunities. To measure the level of interest by these groups, the division tracks the number of unique visits to the travel.utah.gov site annually. They also track the number of call center requests.



BUDGET DETAIL

Travel Development funding is used mainly for staff support and advertising campaigns.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$3,883,200.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for the Travel Development be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$3,883,200 for Travel Development.
2. Intent language making this appropriation non-lapsing.

BUDGET DETAIL TABLE

Community & Economic Development - Travel Council						
Sources of Finance	FY 2004 Actual	FY 2005 Appropriated	Changes	FY 2005 Revised	Changes	FY 2006 Analyst*
General Fund	3,487,200	3,510,500	0	3,510,500	0	3,510,500
General Fund, One-time	0	11,900	0	11,900	(11,900)	0
Transportation Fund	118,000	118,000	0	118,000	0	118,000
Dedicated Credits Revenue	207,900	254,700	0	254,700	0	254,700
GFR - Tourism Marketing Performance	450,000	0	0	0	0	0
Beginning Nonlapsing	90,100	0	157,600	157,600	(157,600)	0
Closing Nonlapsing	(157,600)	0	0	0	0	0
Total	\$4,195,600	\$3,895,100	\$157,600	\$4,052,700	(\$169,500)	\$3,883,200
Programs						
Travel Administration	2,038,500	1,434,200	154,400	1,588,600	(158,300)	1,430,300
Internal Development	1,631,600	1,615,600	1,600	1,617,200	(7,100)	1,610,100
External Development	525,500	845,300	1,600	846,900	(4,100)	842,800
Total	\$4,195,600	\$3,895,100	\$157,600	\$4,052,700	(\$169,500)	\$3,883,200
Categories of Expenditure						
Personal Services	1,153,000	1,418,800	(94,100)	1,324,700	(10,500)	1,314,200
In-State Travel	16,800	12,600	7,400	20,000	(700)	19,300
Out of State Travel	48,500	57,800	12,100	69,900	(2,700)	67,200
Current Expense	2,241,200	2,066,300	265,600	2,331,900	(191,200)	2,140,700
DP Current Expense	17,500	19,800	200	20,000	0	20,000
Other Charges/Pass Thru	718,600	319,800	(33,600)	286,200	35,600	321,800
Total	\$4,195,600	\$3,895,100	\$157,600	\$4,052,700	(\$169,500)	\$3,883,200
Other Data						
Total FTE	22.0	22.0	(1.0)	21.0	0.0	21.0
Vehicles	3	3	0	3	0	3

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief –State History & Historical Society

NUMBER EDHR-05-08

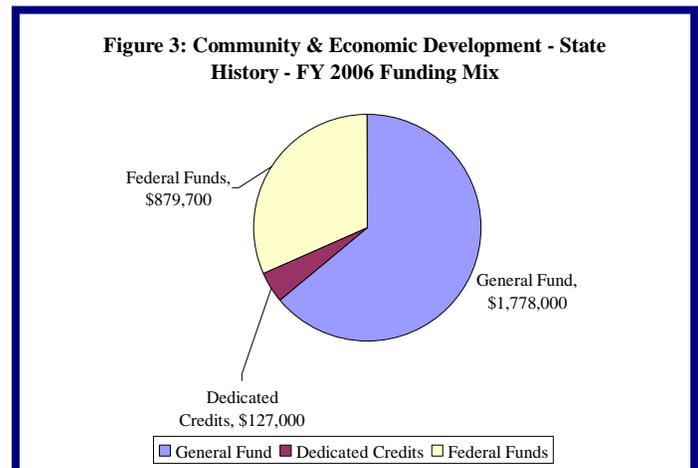
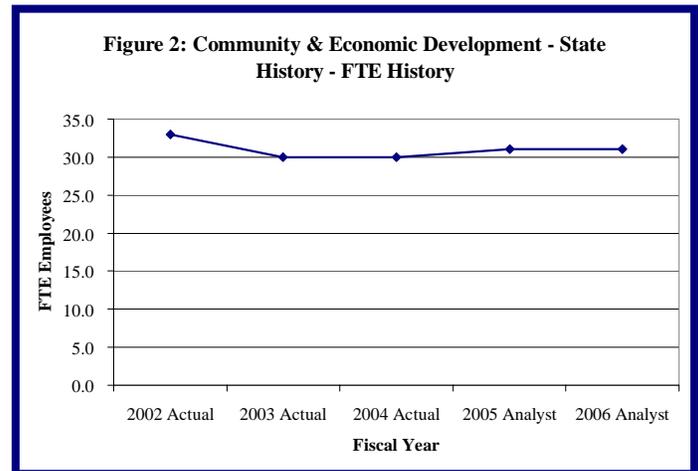
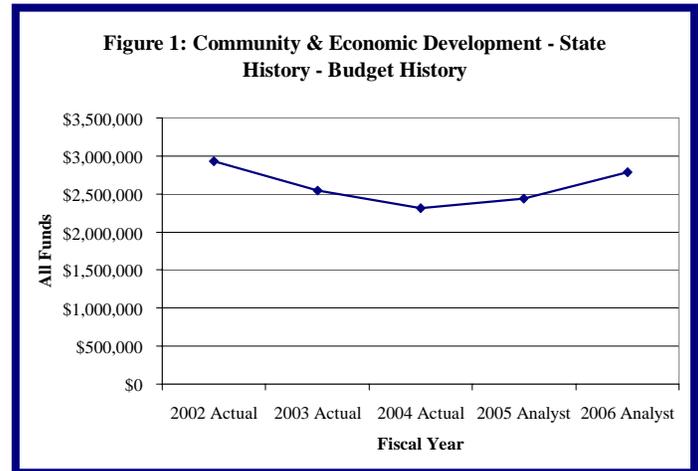
SUMMARY

The Division of State History is responsible for promoting research, study, and activity related to Utah’s history. The Utah Historical Society is the fund raising arm of the Division of State History.

ISSUES AND RECOMMENDATIONS

The Analyst recommends appropriating \$2,784,700 total funding for the Division of State History and \$270,000 for the Utah Historical Society.

The Division uses their funding to create databases related to historic documentation, provide technical assistance and services, publish information which draws attention to Utah’s historic resources, and assist communities in making the most of their historic resources.

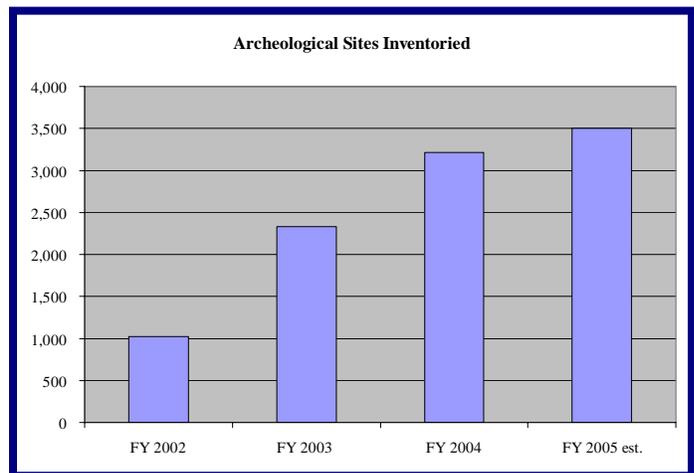
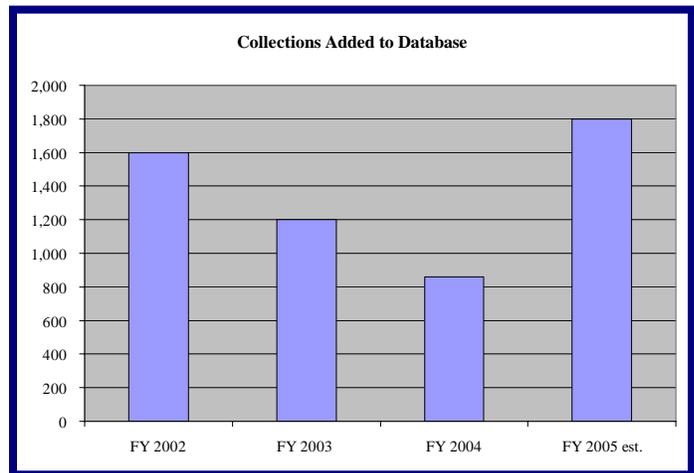
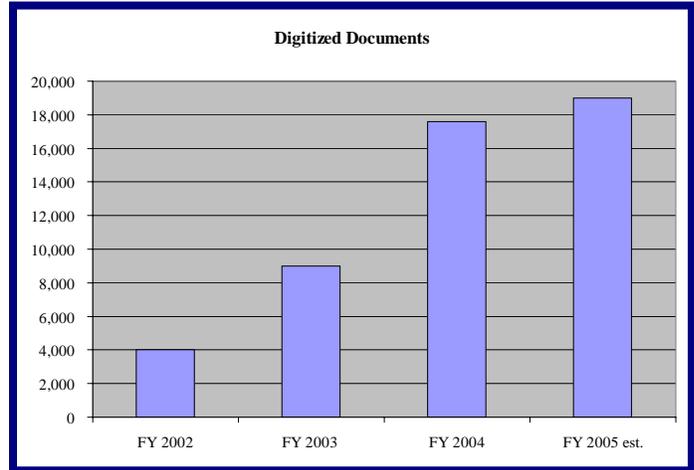


ACCOUNTABILITY DETAIL

The Division facilitates history research by collecting and preserving historic materials and artifacts. They then provide the public access to these materials. To make these documents useful to the public they have taken the opportunity to digitize them. The goal of the Division is to increase their efforts by two percent a year. The number of documents digitized is shown on the table to the rights.

The Division has also worked to improve the availability of collections by adding to their on-line catalogue annually. By increasing the collections the increase the exposure of Utah's to the State's history.

The Federal Government requires the Preservation Office to keep record related to all sites on the National Register of Historic Places. They are also required to maintain archeological records for state lands. As a measure of success the Division keeps track of the archeological sites inventoried each year.



BUDGET DETAIL

Funding for the Division of State History is used to provide personnel support, grants, preservation services, and general history oversight.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation for the Division of State History of \$2,784,700 in total funding and an appropriation of \$270,000 for the Historical Society.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for the Division of State History be non-lapsing.

It is the intent of the Legislature that funding for the Historical Society be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$2,784,700 for the Division of State History.
2. A total appropriation of \$270,000 for the Historical Society
3. Intent language making these appropriations non-lapsing.

BUDGET DETAIL TABLE

Community & Economic Development - Historical Society						
Sources of Finance	FY 2004 Actual	FY 2005 Appropriated	Changes	FY 2005 Revised	Changes	FY 2006 Analyst*
Federal Funds	42,500	225,100	0	225,100	(205,100)	20,000
Dedicated Credits Revenue	114,200	289,700	0	289,700	(39,700)	250,000
Beginning Nonlapsing	193,000	0	175,100	175,100	(175,100)	0
Closing Nonlapsing	(175,100)	0	0	0	0	0
Total	\$174,600	\$514,800	\$175,100	\$689,900	(\$419,900)	\$270,000
Programs						
State Historical Society	174,600	514,800	175,100	689,900	(419,900)	270,000
Total	\$174,600	\$514,800	\$175,100	\$689,900	(\$419,900)	\$270,000
Categories of Expenditure						
Personal Services	25,000	53,800	15,100	68,900	0	68,900
In-State Travel	200	5,000	(3,000)	2,000	(2,000)	0
Out of State Travel	600	10,000	(4,200)	5,800	(5,800)	0
Current Expense	123,500	276,000	170,200	446,200	(274,800)	171,400
DP Current Expense	600	15,000	22,000	37,000	(32,000)	5,000
Other Charges/Pass Thru	24,700	155,000	(25,000)	130,000	(105,300)	24,700
Total	\$174,600	\$514,800	\$175,100	\$689,900	(\$419,900)	\$270,000
Other Data						
Total FTE	1.0	1.0	0.0	1.0	0.0	1.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

BUDGET DETAIL TABLE**Community & Economic Development - State History**

Sources of Finance	FY 2004 Actual	FY 2005 Appropriated	Changes	FY 2005 Revised	Changes	FY 2006 Analyst*
General Fund	1,733,600	1,778,000	0	1,778,000	0	1,778,000
General Fund, One-time	0	15,500	0	15,500	(15,500)	0
Federal Funds	482,500	570,000	0	570,000	309,700	879,700
Dedicated Credits Revenue	13,400	25,000	0	25,000	102,000	127,000
Beginning Nonlapsing	133,800	0	47,200	47,200	(47,200)	0
Closing Nonlapsing	(47,200)	0	0	0	0	0
Total	\$2,316,100	\$2,388,500	\$47,200	\$2,435,700	\$349,000	\$2,784,700
Programs						
Administration	535,800	519,500	59,100	578,600	19,700	598,300
Libraries and Collections	317,200	382,400	50,300	432,700	42,200	474,900
Public History and Education	301,100	349,600	(31,500)	318,100	22,200	340,300
Office of Preservation	1,043,000	1,082,100	(77,900)	1,004,200	312,100	1,316,300
History Projects and Grants	119,000	54,900	47,200	102,100	(47,200)	54,900
Total	\$2,316,100	\$2,388,500	\$47,200	\$2,435,700	\$349,000	\$2,784,700
Categories of Expenditure						
Personal Services	1,639,300	1,793,800	(12,800)	1,781,000	3,100	1,784,100
In-State Travel	11,800	11,500	(400)	11,100	2,000	13,100
Out of State Travel	19,800	15,500	(3,000)	12,500	(3,500)	9,000
Current Expense	366,800	410,800	20,500	431,300	376,600	807,900
DP Current Expense	36,900	45,000	(4,300)	40,700	18,000	58,700
Other Charges/Pass Thru	241,500	111,900	47,200	159,100	(47,200)	111,900
Total	\$2,316,100	\$2,388,500	\$47,200	\$2,435,700	\$349,000	\$2,784,700
Other Data						
Total FTE	30.0	30.0	1.0	31.0	0.0	31.0
Vehicles	3	3	0	3	0	3

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief – Division of Fine Arts

NUMBER EDHR-05-07

SUMMARY

The Division of Fine Arts broadens the availability and increases the appreciation of arts by securing and distributing funds, providing training and development, and providing education programs in arts statewide. Resources are focused in three programs: administration, grants and outreach.

ISSUES AND RECOMMENDATIONS

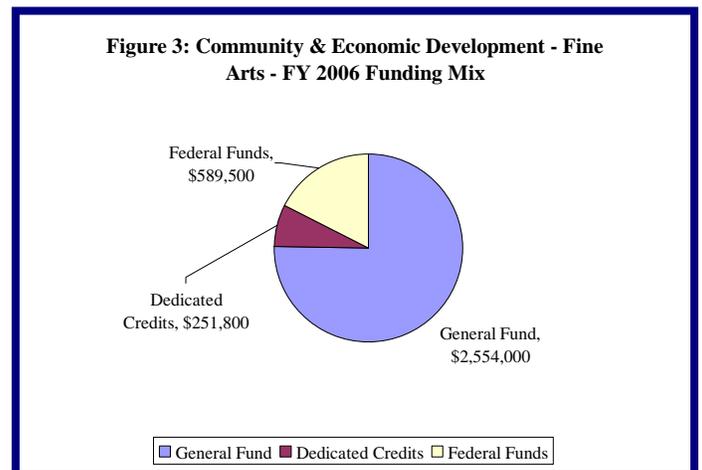
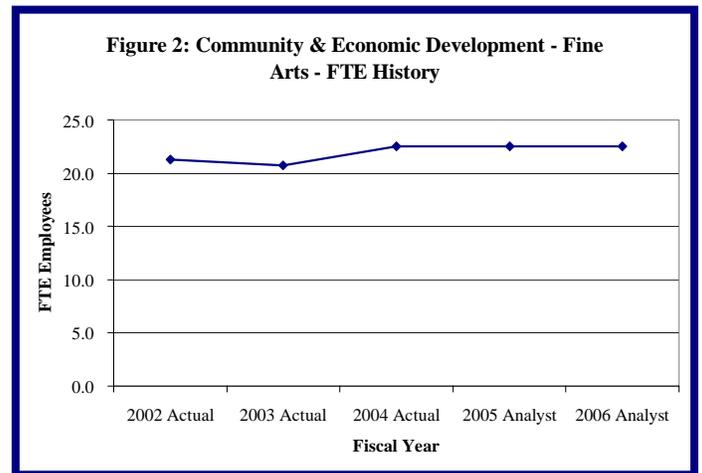
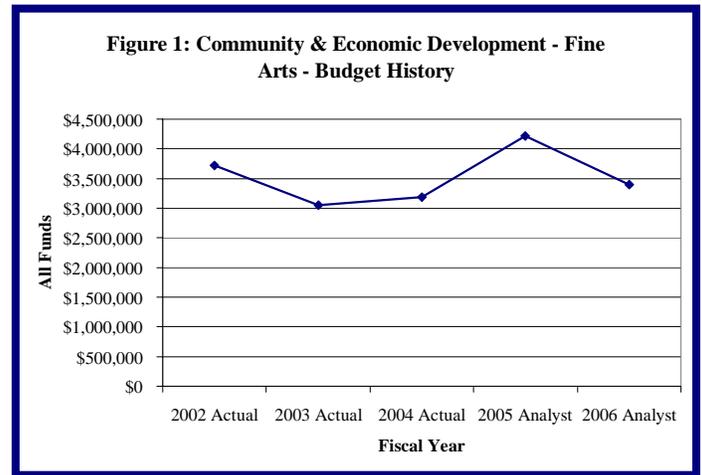
The Analyst recommends appropriating \$3,395,300 total funding for the Division of Fine Arts.

Research Project: The Analyst has included in this recommendation a \$75,000 building block from federal funds to allow the division to conduct a research project to assess the effectiveness of some of the division programs. This will then assist the division in developing performance and accountability measures.

Tours on Tape: A \$25,000 federal fund building block has also been included to allow the division to continue their program of producing tours on tape which highlight the cultural resources in Utah.

Rural Art Opportunities: Many of the programs in the Division of Fine Arts are geared to providing access to underserved populations of the state. The Utah performing arts tour in particular takes artists to the rural portions of the state to provide art opportunities.

Public Art Program: The Division staff works with the staff of the Division of Facilities Construction Management and the Utah Building Board, to place art in newly constructed state buildings. Generally, a portion of the construction costs for buildings is set aside for public art. Utah artists can then compete for art commissions in buildings which have been identified for public art projects.

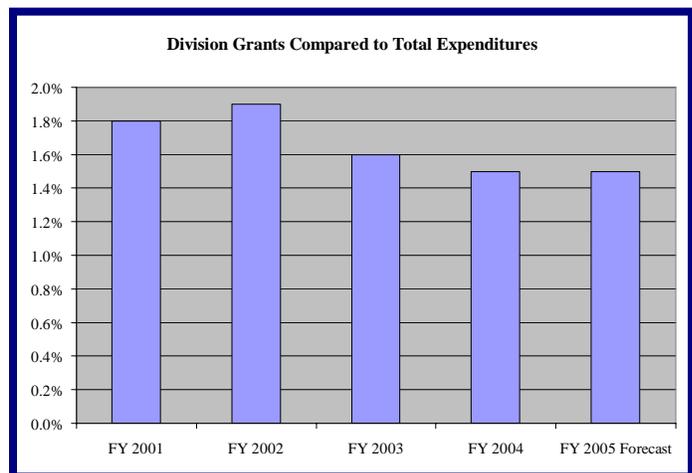
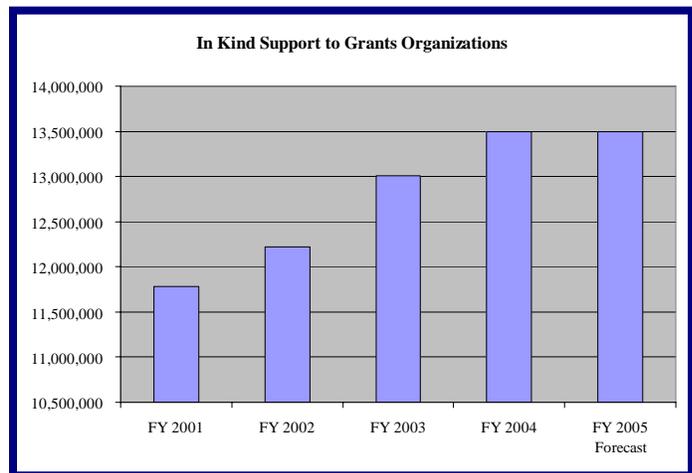
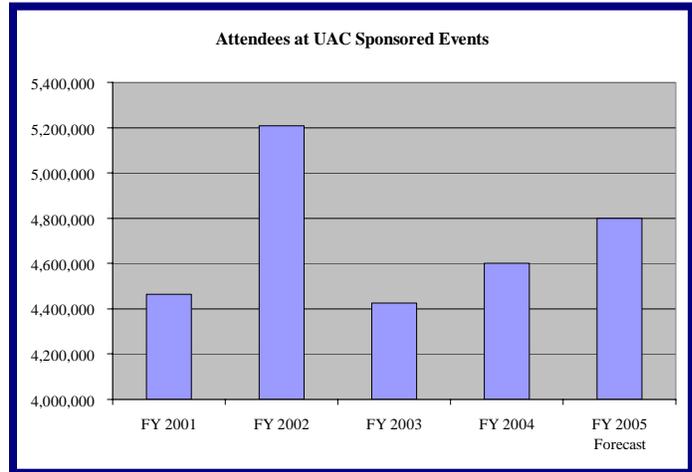


ACCOUNTABILITY DETAIL

The program measures performance by tracking the number of attendees at Division sponsored events. The Division believes that the consistently large numbers demonstrate that they have helped make arts accessible to citizens of the state.

In order to measure the teamwork between the Division and the community the Division tracks the in-kind support provided to grant organizations. As the in-kind support growth every year indicates an enhancement of art opportunities in communities.

Arts organizations are required to meet state dollars at least one-to-one. Approximately 98 percent of the grantees budgets are from other sources. As a measure of success, the Division of Fine Arts tracks the percentage of Division dollars compared to the project expenditures of grantee organizations. Over time state dollars have decreased as percent of total expenditures.



BUDGET DETAIL

Funding for the Division of Fine Arts is used to provide grants and outreach services to arts organizations statewide.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$3,395,300 in total funding.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for the Division of Fine Arts be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$3,395,300 for the Division of Fine Arts.
2. Intent language making this appropriation non-lapsing.

BUDGET DETAIL TABLE

Community & Economic Development - Fine Arts						
Sources of Finance	FY 2004 Actual	FY 2005 Appropriated	Changes	FY 2005 Revised	Changes	FY 2006 Analyst*
General Fund	2,484,800	2,554,000	0	2,554,000	0	2,554,000
General Fund, One-time	0	10,700	0	10,700	(10,700)	0
Federal Funds	489,500	589,500	75,000	664,500	(75,000)	589,500
Dedicated Credits Revenue	93,600	151,800	0	151,800	100,000	251,800
Transfers	610,400	0	0	0	0	0
Beginning Nonlapsing	340,200	0	831,900	831,900	(831,900)	0
Closing Nonlapsing	(831,900)	0	0	0	0	0
Total	\$3,186,600	\$3,306,000	\$906,900	\$4,212,900	(\$817,600)	\$3,395,300
Programs						
Administration	512,100	528,900	0	528,900	0	528,900
Grants to Non-profits	960,200	1,141,700	127,100	1,268,800	(137,800)	1,131,000
Community Arts Outreach	1,714,300	1,635,400	779,800	2,415,200	(679,800)	1,735,400
Total	\$3,186,600	\$3,306,000	\$906,900	\$4,212,900	(\$817,600)	\$3,395,300
Categories of Expenditure						
Personal Services	1,152,700	1,176,900	100,400	1,277,300	75,100	1,352,400
In-State Travel	34,700	53,000	(51,000)	2,000	400	2,400
Out of State Travel	25,600	12,900	(4,100)	8,800	0	8,800
Current Expense	983,600	896,500	745,700	1,642,200	(755,300)	886,900
DP Current Expense	29,800	25,000	(11,200)	13,800	0	13,800
Other Charges/Pass Thru	960,200	1,141,700	127,100	1,268,800	(137,800)	1,131,000
Total	\$3,186,600	\$3,306,000	\$906,900	\$4,212,900	(\$817,600)	\$3,395,300
Other Data						
Total FTE	21.4	22.5	(1.0)	21.5	0.0	21.5
Vehicles	1	1	0	1	0	1
*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.						

Budget Brief – State Library

NUMBER EDHR-05-09

SUMMARY

The mission of the Utah State Library is to develop, advance, and promote library services and access to information.

ISSUES AND RECOMMENDATIONS

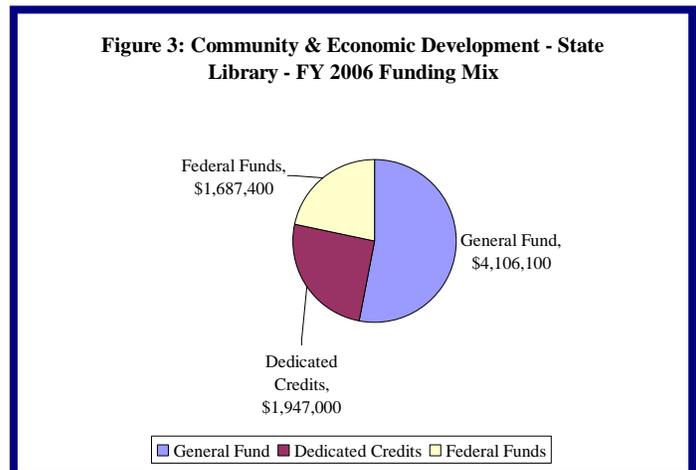
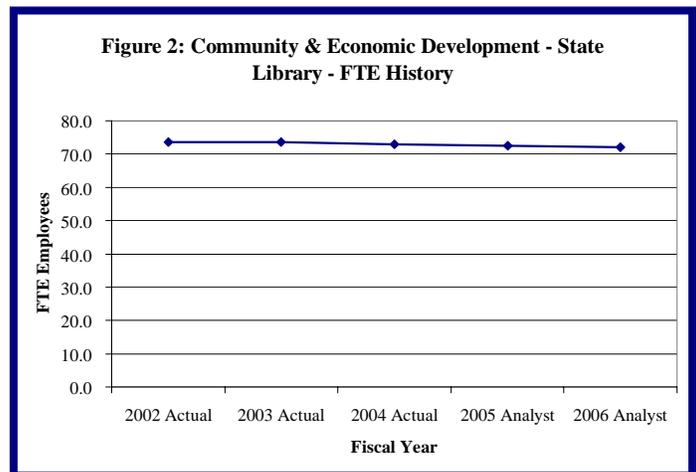
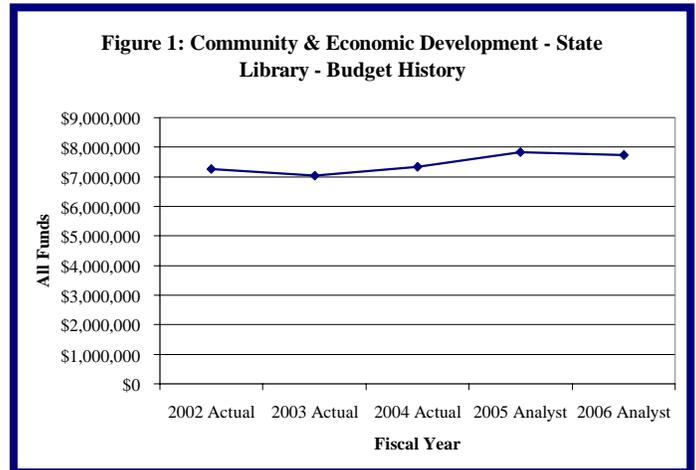
The Analyst recommends appropriating \$7,740,500 total funding for the Division of State Library.

Digital Format: The National Library Service is moving to a digital format for all recorded books. Among the advantages of digital media are smaller storage space, higher storage capacity, and better quality sound. The Division will ultimately have to move towards this new format in order to be in compliance with National Library Service goals.

Children’s Public Library Services: The growing school age population is putting increasing pressure on libraries for children services. As the population continues to grow there will be a demand statewide for specialized services for youth. Many states already have children and youth programs with library specialists who focus on youth services.

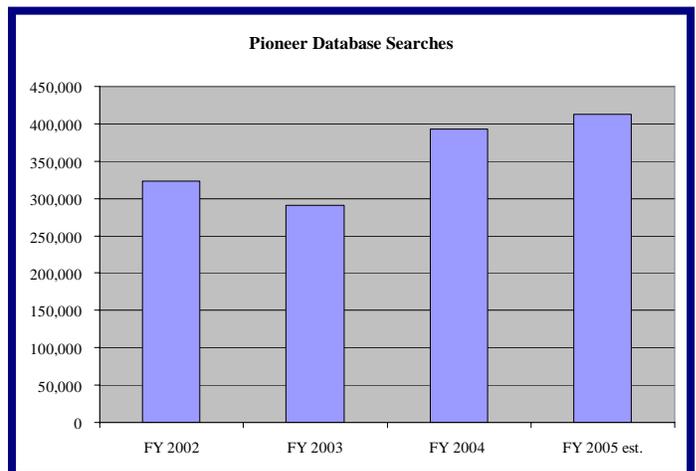
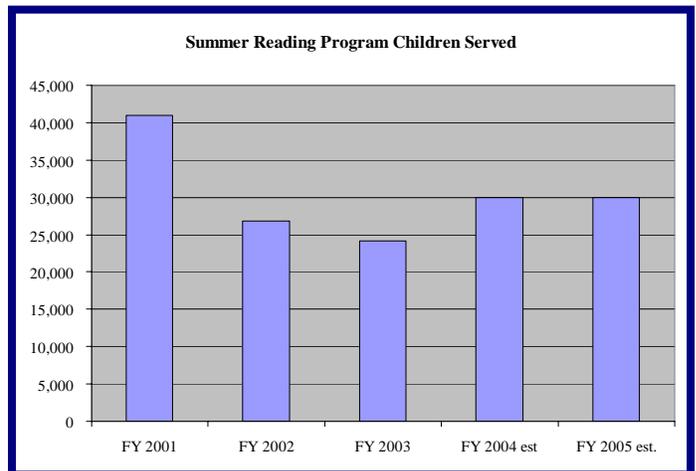
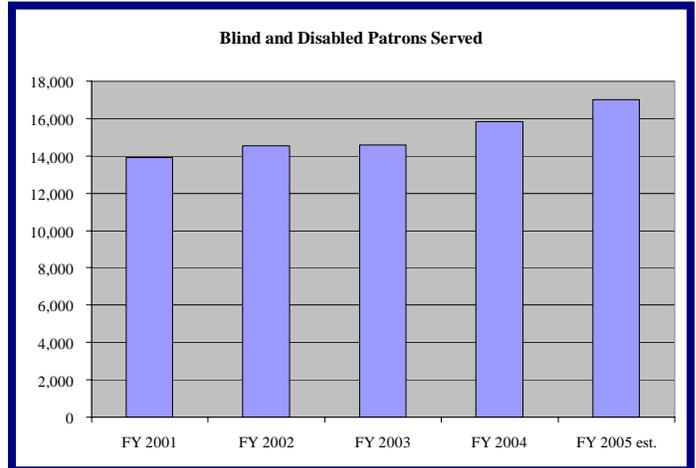
PIONEER Database: The State Library makes online databases and informational resources available to libraries statewide. As costs for these databases increase there will be additional pressure put on the current system. This service has been particularly useful to rural communities.

Library Development Grants: Library development grants are generally used to enhance library services statewide. The grants can be used for a variety of purposes including staff development, targeted collections, software and hardware purchases, planning and collection development. These grants have decreased over time. Under the new strategic focus of the Division there will be pressure to increase grant support to provide assistance statewide.



ACCOUNTABILITY DETAIL

The Division of State Library has been involved in the Development of a strategic plan which details their goals and strategies from 2005 to 2009. The results from this new plan will be available beginning next year. The Analyst has presented some of the old measures to give the committee a feel for the things the Division has historically used to gauge performance. Measures provided include the number of blind and disabled patrons served, the books circulated to blind and disabled patrons, participants in the summer reading program, and PIONEER database searches information.



BUDGET DETAIL

Funding for the Division of State Library is used mainly for personnel support, the bond payment on the library building, and pass through to eligible entities.

Budget Recommendation

The Analyst recommends a FY 2006 appropriation of \$7,740,500.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for the Division of State Library be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$7,740,500 for the Division of State Libraries.
2. Intent language making this appropriation non-lapsing.
3. Adopt fees as identified by the Division

BUDGET DETAIL TABLE

Community & Economic Development - State Library						
	FY 2004	FY 2005		FY 2005		FY 2006
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Analyst*
General Fund	4,002,100	4,106,100	0	4,106,100	0	4,106,100
General Fund, One-time	0	33,500	0	33,500	(33,500)	0
Federal Funds	1,434,400	1,590,000	92,300	1,682,300	5,100	1,687,400
Dedicated Credits Revenue	1,900,400	1,988,600	5,100	1,993,700	(46,700)	1,947,000
Transfers	0	0	0	0	0	0
Beginning Nonlapsing	22,700	0	10,400	10,400	(10,400)	0
Closing Nonlapsing	(10,400)	0	0	0	0	0
Total	\$7,349,200	\$7,718,200	\$107,800	\$7,826,000	(\$85,500)	\$7,740,500
Programs						
Administration	1,456,300	1,491,800	86,900	1,578,700	24,600	1,603,300
Blind and Physically Handicapped	1,419,100	1,526,400	(62,200)	1,464,200	(14,200)	1,450,000
Library Development	3,265,100	3,401,500	121,200	3,522,700	(96,800)	3,425,900
Information Services	1,208,700	1,298,500	(38,100)	1,260,400	900	1,261,300
Total	\$7,349,200	\$7,718,200	\$107,800	\$7,826,000	(\$85,500)	\$7,740,500
Categories of Expenditure						
Personal Services	3,565,600	3,931,700	(10,900)	3,920,800	(66,800)	3,854,000
In-State Travel	47,100	49,500	(1,100)	48,400	100	48,500
Out of State Travel	19,300	20,600	11,100	31,700	900	32,600
Current Expense	2,297,900	2,277,500	208,900	2,486,400	(25,000)	2,461,400
DP Current Expense	146,200	131,400	(16,600)	114,800	3,400	118,200
DP Capital Outlay	84,900	33,800	(33,800)	0	0	0
Capital Outlay	0	97,800	(97,800)	0	0	0
Other Charges/Pass Thru	1,094,000	1,175,900	(46,500)	1,129,400	0	1,129,400
Operating Transfers	94,200	0	94,500	94,500	1,900	96,400
Total	\$7,349,200	\$7,718,200	\$107,800	\$7,826,000	(\$85,500)	\$7,740,500
Other Data						
Total FTE	73.0	72.4	0.2	72.6	(0.6)	72.0
Vehicles	22	22	0	22	0	22

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief – Indian Affairs

NUMBER EDHR-05-06

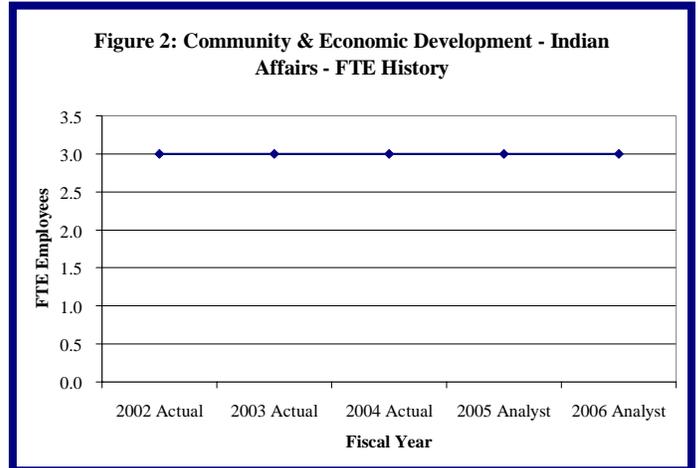
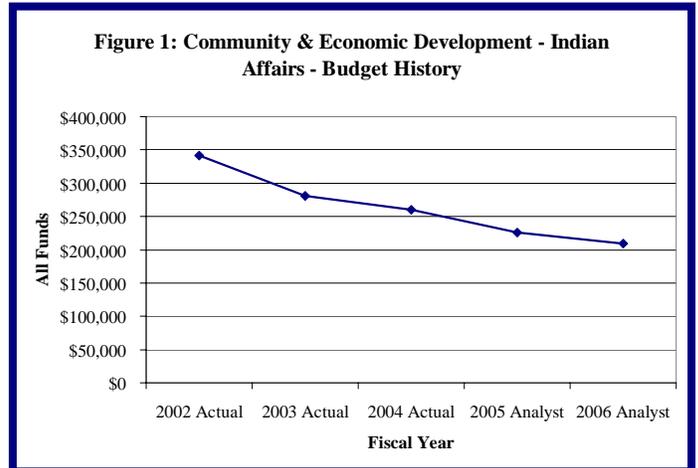
SUMMARY

The Division of Indian Affairs was established in statute in 1953. They are charged with being the Indian Affairs authority for the State as well as serving as a liaison between Tribes, the Governor, federal, state, and local agencies. The division monitors legislation which impacts tribes and also works with the Native American Remains Review Committee to determine the disposition of human remains found on state or school trust lands.

ISSUES AND RECOMMENDATIONS

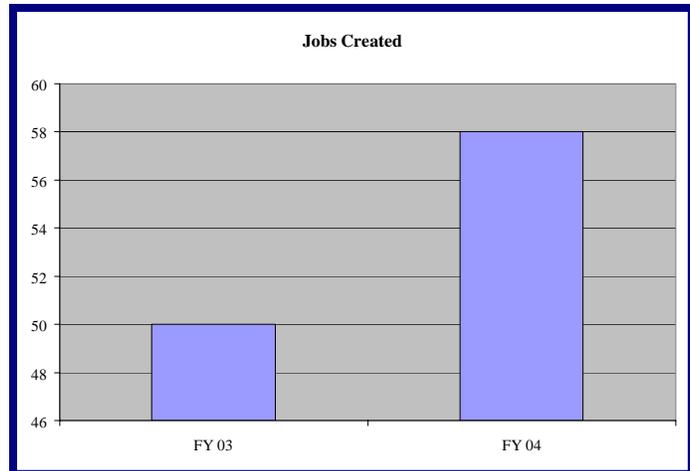
The Analyst recommends appropriating \$209,000 total funding for the Division of Indian Affairs.

The Analyst recommends that the Division adopt performance measures in FY 2006 which more effectively measure workload.



ACCOUNTABILITY DETAIL

The program measures performance by tracking the number of jobs created for tribal members. They also consider the number of presentations given by the Director as a measure of effectiveness. At present the Division has only provided two years of data.

**BUDGET DETAIL**

Funding for the Division of Indian Affairs is used to address the needs of the American Indian population living in Utah.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$209,000 in total funding.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for the Division of Indian Affairs be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$209,000 for the Division of Indian Affairs.
2. Intent language making this appropriation non-lapsing.

BUDGET DETAIL TABLE

Community & Economic Development - Indian Affairs						
Sources of Finance	FY 2004	FY 2005		FY 2005		FY 2006
	Actual	Appropriated	Changes	Revised	Changes	Analyst*
General Fund	205,200	209,000	0	209,000	0	209,000
General Fund, One-time	0	1,500	0	1,500	(1,500)	0
Federal Funds	24,100	0	1,400	1,400	(1,400)	0
Dedicated Credits Revenue	12,600	0	0	0	0	0
Transfers	25,000	0	0	0	0	0
Beginning Nonlapsing	7,200	0	13,500	13,500	(13,500)	0
Closing Nonlapsing	(13,500)	0	0	0	0	0
Total	\$260,600	\$210,500	\$14,900	\$225,400	(\$16,400)	\$209,000
Programs						
Indian Affairs	260,600	210,500	14,900	225,400	(16,400)	209,000
Total	\$260,600	\$210,500	\$14,900	\$225,400	(\$16,400)	\$209,000
Categories of Expenditure						
Personal Services	172,200	186,300	(11,000)	175,300	(1,500)	173,800
In-State Travel	5,100	5,800	(700)	5,100	0	5,100
Out of State Travel	4,000	4,300	(300)	4,000	0	4,000
Current Expense	77,200	11,400	13,500	24,900	(500)	24,400
DP Current Expense	1,700	2,700	(1,000)	1,700	0	1,700
Other Charges/Pass Thru	400	0	14,400	14,400	(14,400)	0
Total	\$260,600	\$210,500	\$14,900	\$225,400	(\$16,400)	\$209,000
Other Data						
Total FTE	3.0	3.0	0.0	3.0	0.0	3.0

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief – Housing and Community Development

NUMBER EDHR-05-03

SUMMARY

The Division of Housing and Community Development provides planning and infrastructure assistance to local governments. The Division also assists in funding affordable housing and addressing homelessness throughout the state.

The State Community Services Office provides services to communities which help people to become more self sufficient. The programs administered by the Office include the Community Services Block Grant, the Community Food and Nutrition Program, the Emergency Shelter Grant, Critical Needs Housing, the Pamela Atkinson Trust Fund, and the Emergency Food Network

Housing resources provided by the Division include the Olene Walker Housing Trust Fund, the Special Needs Housing Program, and Housing Opportunities for People with Aids. The Community Development Block grant is administered by the Division and provides HUD funding to small cities and counties for infrastructure development. The Division also administers the HEAT and Weatherization programs which offers utility assistance or non-cash grants for home energy improvements.

Mineral Lease programs which are administered by Housing and Community Development include the Permanent Community Impact Fund, the Navajo Revitalization Fund, the Uintah Basin Revitalization Fund and the Rural Development Fund. These programs are used to develop infrastructure in mineral lease impacted areas.

The Division also administers the Ethnic Offices. These offices work closely with state agencies regarding their responsiveness to the Pacific Islander, Hispanic, Black and Asian Communities. The Division also provides assistance to the Martin Luther King Commission.

Other programs found in the budget include Museum Services, Pioneer Communities, and the Commission on Volunteers.

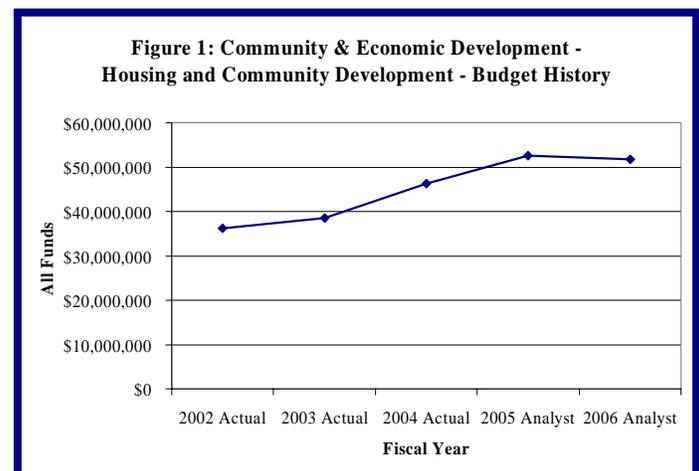
ISSUES AND RECOMMENDATIONS

The Analyst recommends adopting a budget for Housing and Community Development of \$37,730,900.

Weatherization Building Block and Supplemental: The Analyst recommends increasing the Weatherization dedicated credit revenues by \$550,000 in FY 2005 and FY 2006 in order to fully utilize available dedicated credit revenues.

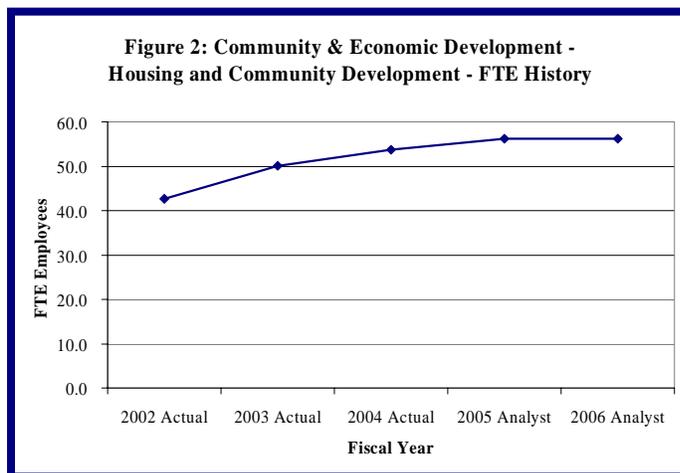
Black Affairs Building Block and Supplemental: The Analyst recommends authorizing the Office of Black Affairs to spend up to \$25,000 in dedicated credit revenues for a “Young Achiever” scholarship program in FY 2005 and FY 2006.

Pacific Islander Affairs Supplemental: The Analyst recommends that the Office of Pacific Islander Affairs be authorized to spend \$84,100 in dedicated credit revenues during FY 2005 to fund the final year of a cancer awareness grant.



Museum Services Supplemental: The Analyst recommends that the Office of Museum Services be authorized to spend \$33,700 in dedicated credit revenues on marketing tools to help Utah museums. Funding would be expended in FY 2005.

Emergency Food Network: The Analyst recommends that the Legislature consider prioritizing \$130,000 for the Emergency Food Network.



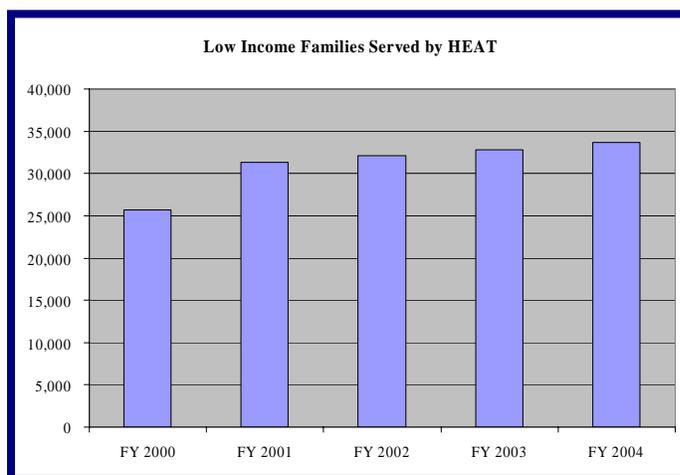
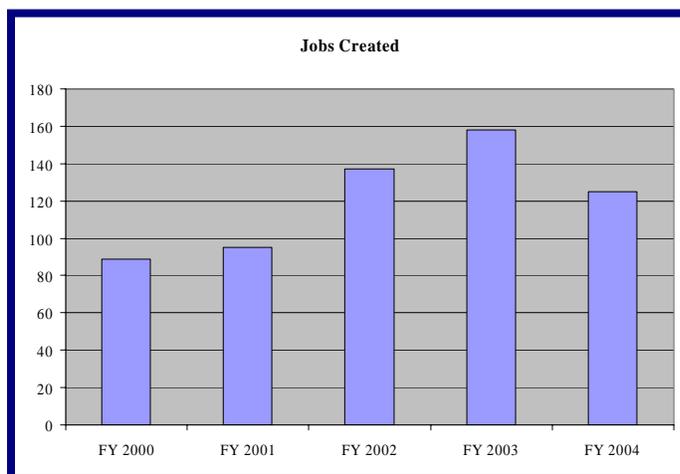
ACCOUNTABILITY DETAIL

Housing and Community Development measures the success of the Community Development Block Grant by tracking the dollars granted, the people served and the jobs created by the projects approved. Funding is utilized to develop infrastructure which benefits citizens of Utah and low to moderate income individuals.

The Home Energy Assistance Program provides basic utility assistance to low income families. This in turn should enhance quality of life for low income households. Program success is measured through the number of persons served.

The State Community Services Office has implemented the federally required “Results Oriented Management and Accountability System.” Results are currently available for FY 2004. The Office intends to use the performance results to maximize their usefulness statewide. A particular focus for the program will be accurate data collection which can be used to assess the changing needs of the people served. As data is developed the results will be presented to the Legislature.

The Homeless Coordinating Committee has also been in the development of a plan to end chronic homelessness which they have just adopted. The plan involves a philosophical change related to service provision for the homeless population. The ultimate goal is to end chronic homelessness by 2014. As progress is made, results will be presented to the Legislature.



BUDGET DETAIL

Funding for Housing and Community Development is used for a variety of purposes including housing and homeless services, infrastructure development assistance, ethnic affairs assistance, community services, and volunteer services. Most of the funding for the Division comes from federal funds.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$37,730,900 in total funding. Recommended funding from the General Fund is \$3,614,300.

Supplemental funding totaling \$692,800 from dedicated credit revenues is also recommended.

Intent Language

The Analyst recommends the following intent:

It is the intent of the Legislature that funding for Housing and Community Development be non-lapsing.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$37,730,900 for Housing and Community Development.
2. Intent language making this appropriation non-lapsing.

BUDGET DETAIL TABLE**Community & Economic Development - Housing and Community Development**

Sources of Finance	FY 2004 Actual	FY 2005 Appropriated	Changes	FY 2005 Revised	Changes	FY 2006 Analyst*
General Fund	3,733,100	4,089,300	0	4,089,300	(475,000)	3,614,300
General Fund, One-time	2,000,000	245,500	0	245,500	(245,500)	0
Federal Funds	32,749,900	45,134,800	42,100	45,176,900	363,900	45,540,800
Dedicated Credits Revenue	948,500	858,000	608,700	1,466,700	(41,700)	1,425,000
General Fund Restricted	550,000	0	650,000	650,000	(300,000)	350,000
GFR - Homeless Trust	0	650,000	(650,000)	0	0	0
Permanent Community Impact	2,262,200	791,900	0	791,900	44,100	836,000
Transfers	3,606,000	0	0	0	0	0
Beginning Nonlapsing	673,000	0	179,300	179,300	(179,300)	0
Closing Nonlapsing	(179,300)	0	0	0	0	0
Lapsing Balance	(23,000)	0	0	0	0	0
Total	\$46,320,400	\$51,769,500	\$830,100	\$52,599,600	(\$833,500)	\$51,766,100
Programs						
Community Development Administration	850,600	479,200	15,700	494,900	15,200	510,100
Pioneer Communities	162,900	215,600	87,600	303,200	(88,100)	215,100
Museum Services	295,800	395,300	37,800	433,100	(138,700)	294,400
Martin Luther King Commission	61,000	77,200	0	77,200	(7,500)	69,700
Asian Affairs	139,000	134,700	25,600	160,300	(26,500)	133,800
Black Affairs	141,700	132,200	32,800	165,000	(8,700)	156,300
Hispanic Affairs	166,600	211,600	5,700	217,300	(7,000)	210,300
Pacific Islander Affairs	151,500	135,400	0	135,400	83,200	218,600
Community Assistance	12,839,700	8,754,000	0	8,754,000	456,700	9,210,700
Housing Development	1,741,200	11,649,700	24,000	11,673,700	(432,000)	11,241,700
Special Housing	320,300	385,000	0	385,000	(40,000)	345,000
Homeless Committee	2,918,200	3,104,600	0	3,104,600	(274,700)	2,829,900
HEAT	15,335,900	13,964,700	0	13,964,700	70,500	14,035,200
Weatherization Assistance	6,209,100	6,086,700	592,100	6,678,800	(358,900)	6,319,900
Community Services	3,342,000	3,772,600	0	3,772,600	0	3,772,600
Commission on Volunteers	1,466,600	2,059,200	0	2,059,200	(38,200)	2,021,000
Emergency Food Network	178,300	211,800	8,800	220,600	(38,800)	181,800
Total	\$46,320,400	\$51,769,500	\$830,100	\$52,599,600	(\$833,500)	\$51,766,100
Categories of Expenditure						
Personal Services	3,063,400	3,628,000	(456,200)	3,171,800	93,400	3,265,200
In-State Travel	74,800	115,600	10,200	125,800	2,000	127,800
Out of State Travel	61,400	89,600	20,200	109,800	9,800	119,600
Current Expense	817,600	795,800	385,900	1,181,700	4,100	1,185,800
DP Current Expense	64,800	254,800	(3,300)	251,500	(200)	251,300
DP Capital Outlay	404,100	10,000	25,000	35,000	(25,000)	10,000
Capital Outlay	0	254,200	(249,200)	5,000	(5,000)	0
Other Charges/Pass Thru	41,834,300	46,621,500	1,097,500	47,719,000	(912,600)	46,806,400
Total	\$46,320,400	\$51,769,500	\$830,100	\$52,599,600	(\$833,500)	\$51,766,100
Other Data						
Total FTE	53.7	56.1	0.1	56.2	(0.1)	56.2

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief – Community Development Capital

NUMBER EDHR-05-04

SUMMARY

The Community Development Capital budget provides grants and/or loans to subdivisions of the State which are impacted directly or indirectly by mineral resource development on federal lands. The Permanent Community Impact Fund receives 32.5 percent of the mineral lease payments from the federal government. This funding is prioritized by the Community Impact Board which is administered in the Community Development line item. Additionally, a portion of the federal mineral lease flows directly to special service districts through the mineral lease distribution formula.

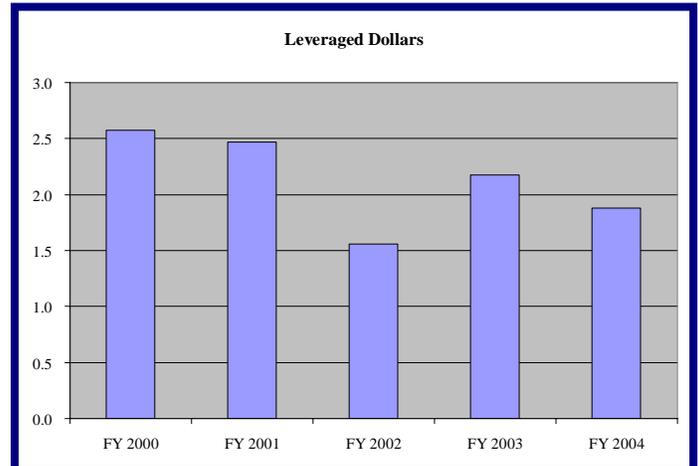
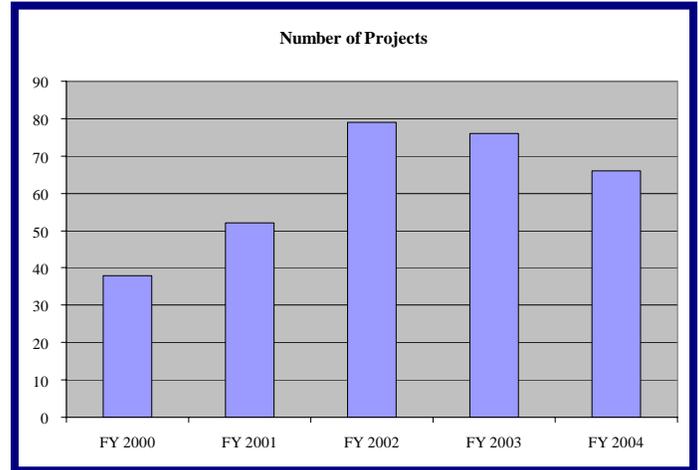
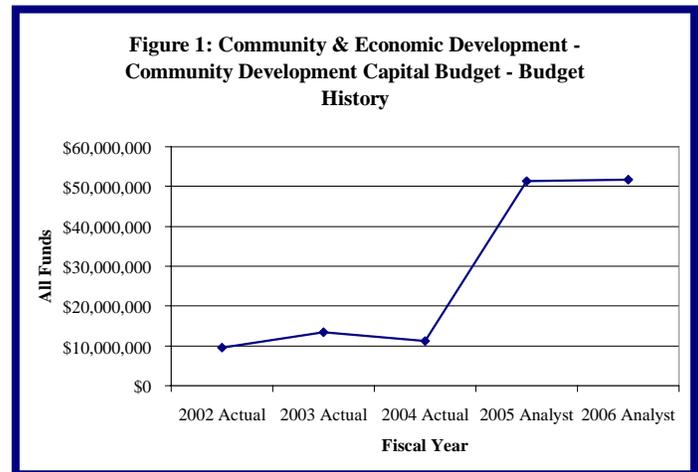
ISSUES AND RECOMMENDATIONS

The Analyst recommends appropriating \$51,800,000 total funding for the Community Development Capital Program. The Special Service Districts are allocated \$2,500,000 of the total with the Permanent Community Impact Fund receiving \$49,300,000. The program however, is authorized to spend the distribution that actually comes in.

Community Development also administers other funds resulting from mineral lease development issues including the Uintah Basin Revitalization Fund, the Navajo Revitalization Fund, the Rural Development Fund, and the Rural Electronics Commerce Communications System Fund.

ACCOUNTABILITY DETAIL

The program measures the performance by tracking the number of projects approved and the grants or loans issued by the fund. The grants and loans are then compared to the total project costs in order to determine the funding leveraged.



BUDGET DETAIL

Funding for Community Development Capital is from federal mineral lease revenue. The total funding amount is determined by a statutory formula found in UCA 59-21.

Budget Recommendation

The Analyst recommends a total FY 2006 appropriation of \$51,800,000 in total funding.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$51,800,000 for the Community Development Capital budget.

BUDGET DETAIL TABLE**Community & Economic Development - Community Development Capital Budget**

	FY 2004	FY 2005		FY 2005		FY 2006
Sources of Finance	Actual	Appropriated	Changes	Revised	Changes	Analyst*
Federal Mineral Lease	3,173,700	1,698,200	401,800	2,100,000	400,000	2,500,000
Permanent Community Impact	34,840,900	17,138,000	32,162,000	49,300,000	0	49,300,000
Lapsing Balance	(26,788,900)	0	0	0	0	0
Total	\$11,225,700	\$18,836,200	\$32,563,800	\$51,400,000	\$400,000	\$51,800,000
Programs						
Permanent Community Impact Board	8,052,000	17,138,000	32,162,000	49,300,000	0	49,300,000
Special Service Districts	3,173,700	1,698,200	401,800	2,100,000	400,000	2,500,000
Total	\$11,225,700	\$18,836,200	\$32,563,800	\$51,400,000	\$400,000	\$51,800,000
Categories of Expenditure						
Other Charges/Pass Thru	11,225,700	18,836,200	32,563,800	51,400,000	400,000	51,800,000
Total	\$11,225,700	\$18,836,200	\$32,563,800	\$51,400,000	\$400,000	\$51,800,000

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

Budget Brief – Zoos

NUMBER EDHR-05-05

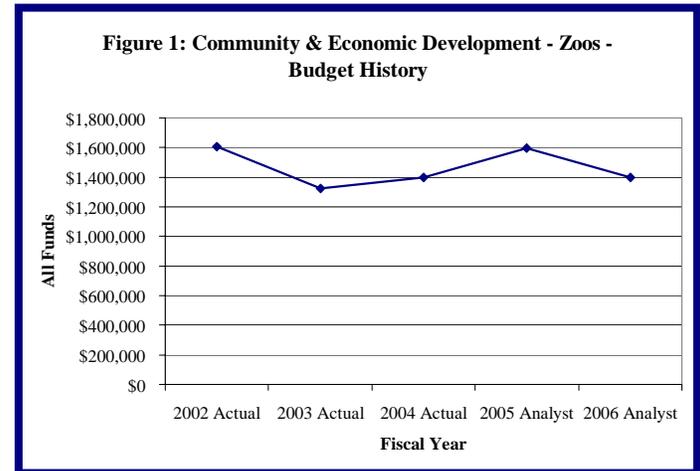
SUMMARY

Community Development administers the contracts covering appropriations to the Zoos. Currently Willow Park Zoo and Hogle Zoo receive funding from the State.

ISSUES AND RECOMMENDATIONS

The Analyst recommends appropriating a base budget of \$1,398,700 from the General Fund for the Zoos in FY 2006.

Planning Funding: The Hogle Zoo received a \$200,000 one-time appropriation of \$200,000 in FY 2005 to assist in planning efforts related to the consolidation of the Hogle Zoo and This is the Place State Park. The Analyst recommends that the Legislature hear a report on the progress of this consolidation.



ACCOUNTABILITY DETAIL

The Zoos have not been required to submit performance measures to the Legislature.

BUDGET DETAIL

The Analyst recommends appropriating \$1,398,700 from the General Fund for the Zoos to be distributed to both Willow Park and Hogle Zoo.

LEGISLATIVE ACTION

This section is a summary of what actions might be taken if the Legislature wishes to adopt the recommendations of this brief. The Analyst recommends the Legislature consider adopting:

1. A total appropriation of \$1,398,700 for the Zoos.

BUDGET DETAIL TABLE**Community & Economic Development - Zoos**

Sources of Finance	FY 2004 Actual	FY 2005 Appropriated	Changes	FY 2005 Revised	Changes	FY 2006 Analyst*
General Fund	1,398,700	1,398,700	0	1,398,700	0	1,398,700
General Fund, One-time	0	200,000	0	200,000	(200,000)	0
Total	\$1,398,700	\$1,598,700	\$0	\$1,598,700	(\$200,000)	\$1,398,700
Programs						
Zoos	1,398,700	1,598,700	0	1,598,700	(200,000)	1,398,700
Total	\$1,398,700	\$1,598,700	\$0	\$1,598,700	(\$200,000)	\$1,398,700
Other Charges/Pass Thru	1,398,700	1,598,700	0	1,598,700	(200,000)	1,398,700
Total	\$1,398,700	\$1,598,700	\$0	\$1,598,700	(\$200,000)	\$1,398,700

Other Data

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.