

# GOVERNOR'S OFFICE OF PLANNING AND BUDGET

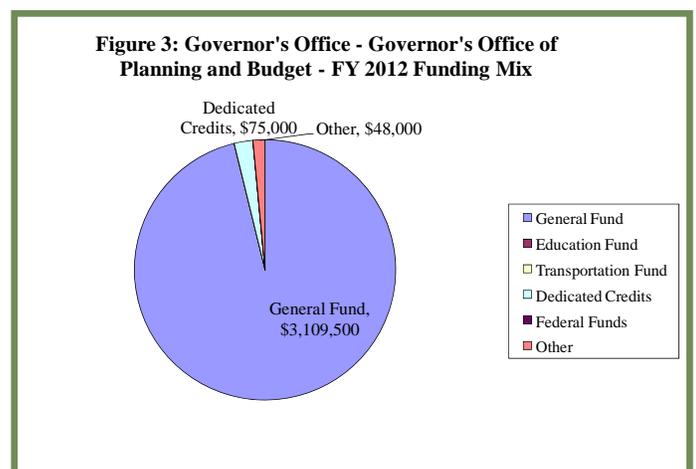
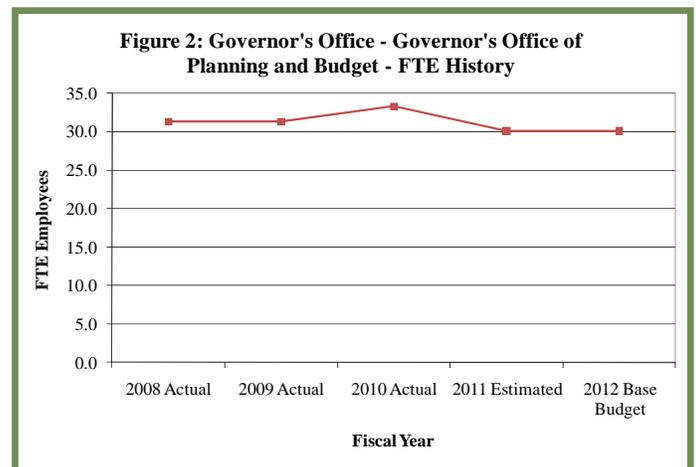
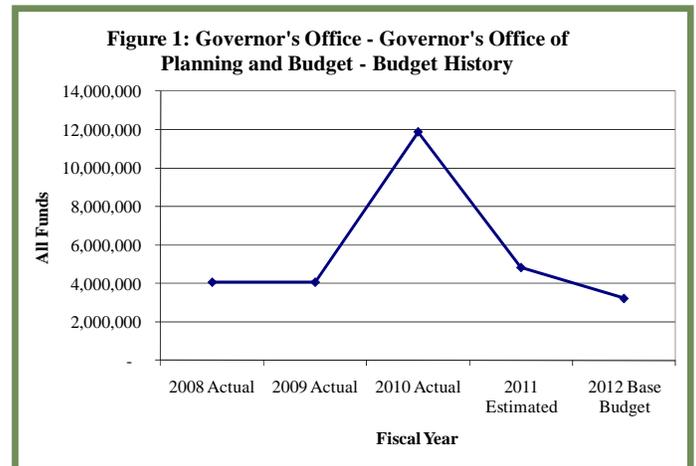
EXECUTIVE OFFICES & CRIMINAL JUSTICE APPROPRIATIONS SUBCOMMITTEE  
STAFF: STEVEN ALLRED

BUDGET BRIEF

## SUMMARY

The Governor's Office of Planning and Budget (GOPB) provides leadership for the initiatives of the Governor and meets customer information, budgeting, planning, strategy, and issue coordination needs. It meets these needs by providing data, analyses, and recommendations. The line item consists of the following programs:

1. Administration – provides accounting, technical, and clerical support to GOPB.
2. Planning and Budget Analysis – is responsible for development and presentation of the Governor's policy, planning, and budget recommendations. The program develops the annual Governor's Budget recommendation.
3. Demographic and Economic Analysis – manages, analyzes, and disseminates economic, demographic, and fiscal data for executive branch policy makers, as well as provides economic and demographic forecasts for the state.
4. Information Technology – accounts for GOPB's information technology costs. The program is now operated under contract with the Department of Technology Services.
5. State and Local Planning – facilitates coordination among all levels of government. Also provides technical assistance to local governments as requested for developing and implementing land use plans.
6. General State Fiscal Stabilization Program – created during the 2009 General Session to appropriate discretionary federal American Recovery and Reinvestment Act money to the Governor's Office.



**ISSUES AND RECOMMENDATIONS**

***Federal Stimulus (ARRA) Appropriation***

The Legislature has maintained tight control on appropriations from federal American Recovery and Reinvestment Act (ARRA) funds. Every agency that received an ARRA appropriation also received intent language requiring that any ARRA funds spent above the appropriated amount would reduce the agency's General Fund appropriation by the same amount.

The Governor received approximately \$87 million in discretionary ARRA funds. In cooperation with the Legislature, all but approximately \$17.5 million was appropriated to other agencies. Recent uses of the funds include housing starts, New Century scholarships, and human services. Last year, GOPB received an appropriation of \$1,000,000 for FY 2011, with the expectation that all remaining funds would be spent during FY 2010 and FY 2011. However, there are sufficient remaining funds that GOPB has requested a supplemental appropriation of \$11,800,000 in FY 2011 and \$3,200,000 in FY 2012. See Issue Brief entitled, "Elected Offices – Federal Funds" for more detail.

The Analyst recommends the Legislature appropriate \$11,800,000 in FY 2011 and \$3,200,000 in FY 2012 from ARRA funds to GOPB.

***Intent Language***

The Analyst recommends the following intent language to make GOPB's FY 2011 unexpended appropriations nonlapsing at the end of FY 2011:

*Under section 63J-1-603 of the Utah Code, the Legislature intends that appropriations provided for the Governor's Office of Planning and Budget in Item 3 of Chapter 2 Laws of Utah 2010 not lapse at the close of Fiscal Year 2011.*

**BUDGET DETAIL TABLE**

The following table shows the budget history for this line item. To eliminate the structural imbalance and as directed by the Executive Appropriations Committee, the "FY 2012 Base Budget" column includes 93% of FY 2011 ongoing General and Education Fund appropriations across-the-board. Targeted budget changes, reflecting policymaker direction, will likely replace the pro-rata reductions shown here.

Governor's Office - Governor's Office of Planning and Budget						
Sources of Finance	FY 2010	FY 2011		FY 2011		FY 2012*
	Actual	Appropriated	Changes	Revised	Changes	Base Budget
General Fund	3,146,600	3,343,500	0	3,343,500	(234,000)	3,109,500
General Fund, One-time	458,200	140,000	0	140,000	(140,000)	0
American Recovery and Reinvestment A	8,000,000	1,000,000	0	1,000,000	(1,000,000)	0
Dedicated Credits Revenue	79,600	75,000	0	75,000	0	75,000
Transfers - Other Agencies	0	41,000	(41,000)	0	0	0
Transfers - Within Agency	48,000	0	48,000	48,000	0	48,000
Beginning Nonlapsing	1,425,400	224,600	1,056,900	1,281,500	(234,100)	1,047,400
Closing Nonlapsing	(1,281,500)	0	(1,047,400)	(1,047,400)	0	(1,047,400)
<b>Total</b>	<b>\$11,876,300</b>	<b>\$4,824,100</b>	<b>\$16,500</b>	<b>\$4,840,600</b>	<b>(\$1,608,100)</b>	<b>\$3,232,500</b>
<b>Programs</b>						
Administration	1,304,500	1,030,400	97,900	1,128,300	(296,700)	831,600
Demographic and Economic Analysis	674,700	624,700	94,600	719,300	(45,100)	674,200
General State Fiscal Stabilization Progra	8,000,000	1,000,000	0	1,000,000	(1,000,000)	0
Information Technology	140,700	281,100	(125,000)	156,100	(10,900)	145,200
Planning and Budget Analysis	1,223,600	1,166,000	144,000	1,310,000	(91,700)	1,218,300
State and Local Planning	532,800	721,900	(195,000)	526,900	(163,700)	363,200
<b>Total</b>	<b>\$11,876,300</b>	<b>\$4,824,100</b>	<b>\$16,500</b>	<b>\$4,840,600</b>	<b>(\$1,608,100)</b>	<b>\$3,232,500</b>
<b>Categories of Expenditure</b>						
Personnel Services	2,639,800	2,845,800	(94,300)	2,751,500	(200,500)	2,551,000
In-state Travel	8,600	17,000	(6,900)	10,100	0	10,100
Out-of-state Travel	18,500	35,900	(7,900)	28,000	0	28,000
Current Expense	378,800	142,400	249,400	391,800	(30,300)	361,500
DP Current Expense	690,600	514,600	4,600	519,200	(237,300)	281,900
Other Charges/Pass Thru	8,140,000	1,268,400	(128,400)	1,140,000	(1,140,000)	0
<b>Total</b>	<b>\$11,876,300</b>	<b>\$4,824,100</b>	<b>\$16,500</b>	<b>\$4,840,600</b>	<b>(\$1,608,100)</b>	<b>\$3,232,500</b>
<b>Other Data</b>						
Budgeted FTE	33.3	29.1	1.0	30.1	0.0	30.1
Actual FTE	27.8	0.0	0.0	0.0	0.0	0.0
Vehicles	2.0	2.0	0.0	2.0	0.0	2.0

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

Notwithstanding the numbers in the table, the subcommittee's list included a General Fund reduction of \$116,300, which equates to 3.5% of the FY11 ongoing General Fund in this line item, and 2.4% of all funds.

### **SUMMARY OF RECOMMENDATIONS**

The Analyst recommends the Legislature:

1. Adopt the base budget shown in the budget detail table, pending targeted budget changes.
2. Approve the federal stimulus funds (ARRA) appropriation recommended on page 2.
3. Approve the intent language on page 2.