



QUALIFIED EMERGENCY FOOD AGENCIES FUND

SOCIAL SERVICES APPROPRIATIONS SUBCOMMITTEE
STAFF: RUSSELL FRANSEN

ISSUE BRIEF

SUMMARY

As part of the reorganization of appropriations acts, the Analyst recommends that the committee vote to include the Qualified Emergency Food Agencies Fund. The Executive Appropriations Committee approved this reorganization of the appropriations acts on November 13, 2012. Based on current law, the Qualified Emergency Food Agencies Fund receives its revenue automatically and can spend all revenues without additional Legislative action. The fund ended FY 2012 with a balance of \$34,300. Expenditures from the fund have ranged from \$894,500 in FY 2011 to \$921,400 in FY 2012 in the last three years.

LEGISLATIVE ACTION

- As part of the reorganization of appropriations acts, the Analyst recommends that the committee vote to include the Qualified Emergency Food Agencies Fund.

DISCUSSION AND ANALYSIS

Why Are we Proposing This Change?

On November 13 the Executive Appropriations Committee approved reorganization of appropriations acts so that they will more clearly identify different types of transactions. Under the reorganization, operating and capital appropriations – typically thought of as “the budget” – will be presented in separate subsections from items that approve business-like activities, review fiduciary funds, or simply move money from one account to another. The reorganization will not only more clearly communicate the legislature’s intent to state agencies and the Division of Finance, it will also allow readers to more easily compare appropriations acts to other budget documents like the Governor’s recommendations and Comprehensive Annual Financial Report.

The reorganization also allows legislative staff to present more and better information about certain types of financial activity. Because transactions are now presented and summarized by type, all activity in self-spending “restricted special revenue” funds and enterprise funds can be shown without risk of double-counting. This year, staff is expanding and improving reporting on funds and accounts previously included in appropriations acts, and will over time add other funds not previously shown.

What is the Qualified Emergency Food Agencies Fund?

One such fund is the Qualified Emergency Food Agencies Fund. This Fund receives a total of \$915,000 revenue each year from the following sources:

1. \$533,750 annually from the sales and use tax as per UCA [59-12-103](#)
2. A portion determined by a commission of sales taxes charged by local municipalities as per UCA [59-12-204](#)
3. A portion determined by a commission of sales taxes charged by counties as per UCA [59-12-1102](#)

Total expenditures from the fund have ranged from \$894,500 in FY 2011 to \$921,400 in FY 2012 in the last three years. UCA [35A-8-1009](#) directs that emergency food agencies serving low income individuals can receive up to 12 cents for every pound of food donated to them.