

B & C ROADS

INFRASTRUCTURE AND GOVERNMENT SERVICES APPROPRIATIONS SUBCOMMITTEE
STAFF: MARK BLEAZARD AND GARY RICKS

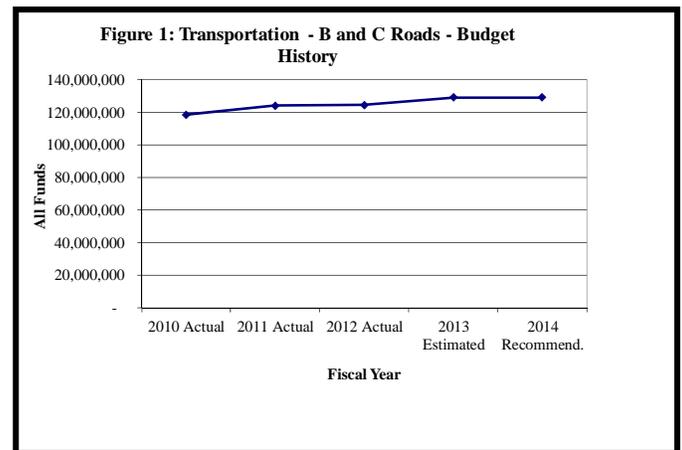
BUDGET BRIEF

SUMMARY

B and C Roads consist of all public roads which are not State or federal roads. They are financed from the Class B and C Roads Account. These funds may be spent for maintenance or construction on any of the B and C Roads. Programs for the Class B and C Road Systems are prepared and developed by cities and counties.

Title 72-2-107 appropriates 30% of the revenue collected in the Transportation Fund to the B & C Road Account. The funds in the Class B and C Road Account are distributed to cities and counties based on the following formula: 50% based on the percentage that the population of the county or municipality bears to the total population of the State and 50% based on the percentage that the B and C Road weighted mileage of the county or municipality bears to the total B and C Road total weighted mileage (UCA 72-2-108).

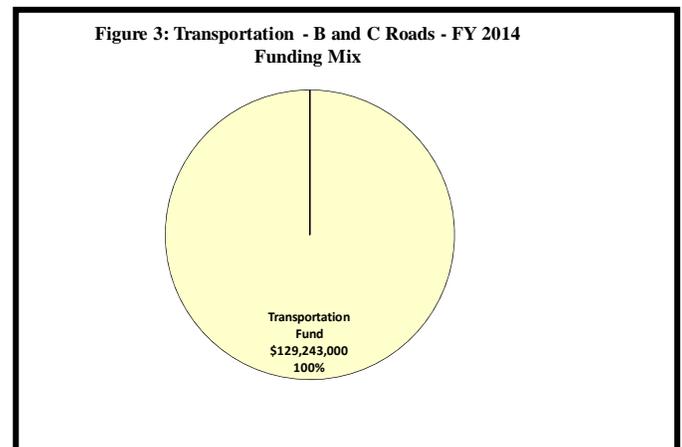
Future increases to the B and C disbursements can be expected to tie directly to increased fuel sales or another increase in the fuel tax.



ISSUES AND RECOMMENDATIONS

The Analyst recommends a FY 2014 base budget appropriation of \$129,243,000 to B & C Roads.

House Bill 383 was enacted during the 2007 General Session of the Legislature that affected the appropriation to the B & C Roads. Provisions of the bill eliminated the 1/16 cent Sales Tax that was being appropriated to the B & C Roads. An offset to the sales tax appropriation was replaced by an increase from 25% to 30% of revenue collected in the Transportation Fund. The Base Budget Bill includes a base budget for FY 2014 for the B & C Roads line item in the amount of \$129,243,000. New revenue estimates and final expenditures from other Transportation Fund appropriations will likely necessitate adjusting this final appropriation to B & C Roads.



BUDGET DETAIL

The base budget bill for the B & C Roads Program for FY 2014 is \$129,243,000 is from the Transportation Fund. The following table also shows the FY 2012 distribution of \$124,577,900 to the B & C Roads Program allocations to cities and counties.

| Transportation - B and C Roads | | | | | | |
|----------------------------------|----------------------|-------------------------|------------|----------------------|------------|-------------------------|
| Sources of Finance | FY 2012 Actual | FY 2013 Appropriated | Changes | FY 2013 Revised | Changes | FY 2014* Recommended |
| Transportation Fund | 124,577,900 | 129,243,000 | 0 | 129,243,000 | 0 | 129,243,000 |
| Total | \$124,577,900 | \$129,243,000 | \$0 | \$129,243,000 | \$0 | \$129,243,000 |
| Programs | | | | | | |
| B and C Roads | 124,577,900 | 129,243,000 | 0 | 129,243,000 | 0 | 129,243,000 |
| Total | \$124,577,900 | \$129,243,000 | \$0 | \$129,243,000 | \$0 | \$129,243,000 |
| Categories of Expenditure | | | | | | |
| Trust & Agency Disbursements | 124,577,900 | 129,243,000 | 0 | 129,243,000 | 0 | 129,243,000 |
| Total | \$124,577,900 | \$129,243,000 | \$0 | \$129,243,000 | \$0 | \$129,243,000 |

LEGISLATIVE ACTION

The Analyst recommends the Legislature:

1. Adopt the FY 2014 base budget of \$129,243,000 as shown in the budget detail table