Changes to FY 2014 Budget (Appropriated vs. Authorized)

Agency = Tax Commission

Expenditures by Program, All Sources of Finance

Thresholds:	
Increases	5%
Decreases	0%

Tax Administration

	2009	2010	2011	2012	2013	2014 Est	Trend	2014 Approp	Diff	Pct
Administration Division	$12,941,800	$8,433,800	$6,513,100	$8,124,900	$9,292,100	$12,481,200		$12,722,600	($241,400)	-2%
Auditing Division	$10,541,100	$9,948,700	$10,343,900	$10,203,900	$10,328,800	$10,827,300		$10,951,400	($124,100)	-1%
Multi-State Tax Compact	$233,400	$233,300	$241,200	$244,400	$245,000	$247,200		$247,200	$0	0%
Technology Management	$9,515,600	$8,873,700	$8,661,000	$8,382,000	$9,127,200	$9,796,300		$8,990,500	$805,800	9%
Tax Processing Division	$8,102,200	$7,492,600	$7,397,300	$6,728,900	$6,538,800	$7,044,900		$7,580,900	($536,000)	-7%
Seasonal Employees	$445,300	$208,500	$173,400	$127,600	$89,400	$150,000		$150,000	$0	0%
Tax Payer Services	$9,975,600	$9,811,100	$10,028,000	$9,497,900	$9,784,200	$10,295,000		$10,368,800	($73,800)	-1%
Property Tax Division	$4,625,900	$4,281,800	$4,377,000	$4,403,600	$4,436,100	$4,804,800		$4,804,800	$0	0%
Motor Vehicles	$18,615,800	$18,735,600	$19,193,600	$18,835,800	$18,993,500	$20,895,700		$19,596,600	$1,299,100	7%
Motor Vehicle Enforcement Division	$3,022,200	$2,896,500	$2,856,300	$3,164,200	$3,417,100	$3,570,700		$3,537,300	$33,400	1%
Grand Total	**$78,018,900**	**$70,915,600**	**$69,784,800**	**$69,713,200**	**$72,252,200**	**$80,113,100**		**$78,950,100**	**$1,163,000**	**1%**

Changes to FY 2014 Budget (Appropriated vs. Authorized)

Funding by Source of Finance

Tax Administration

Thresholds:

Increases	5%
Decreases	0%

	2009	2010	2011	2012	2013	2014 Est	Trend	2014 Approp	Diff	Pct
General Fund	$23,578,800	$24,452,000	$24,049,200	$23,688,800	$24,302,500	$25,212,300		$25,212,300	$0	0%
General Fund, One-time	($5,164,500)	($896,000)	$0	$18,500	$900	$0		$0	$0	n/a
Education Fund	$0	$0	$19,343,000	$18,751,800	$19,219,600	$19,884,400		$19,884,400	$0	0%
Uniform School Fund	$19,545,700	$19,806,200	$0	$0	$0	$0		$0	$0	n/a
Uniform School Fund, One-time	$925,000	($797,000)	$0	$0	$0	$0		$0	$0	n/a
Federal Funds	$797,000	$490,200	$520,900	$505,400	$484,600	$537,100		$534,300	$2,800	1%
Transportation Fund	$5,857,400	$5,857,400	$5,857,400	$5,857,400	$5,857,400	$5,857,400		$5,857,400	$0	0%
Dedicated Credits Revenue	$11,925,100	$12,625,100	$13,788,500	$8,459,100	$9,091,400	$9,004,200		$8,729,200	$275,000	3%
GFR - Tobacco Settlement	$76,800	$76,800	$76,800	$18,500	$18,500	$18,500		$18,500	$0	0%
GFR - Electronic Payment Fee Restric	$0	$0	$0	$6,886,300	$5,759,700	$5,759,700		$5,759,700	$0	0%
GFR - Sales and Use Tax Admin Fees	$14,670,900	$9,106,000	$2,477,100	$0	$0	$0		$0	$0	n/a
GFR - Tax Commission Administrative	$0	$0	$6,113,800	$8,945,500	$9,156,200	$9,492,300		$9,492,300	$0	0%
Uninsured Motorist I.D.	$133,800	$133,800	$133,800	$133,800	$133,800	$133,800		$133,800	$0	0%
Transfers	$105,800	$110,400	$128,700	$122,900	$128,500	$0		$0	$0	n/a
Transfers - Fed Pass-thru	$0	$0	$0	$0	$0	$136,800		$136,800	$0	0%
Transfers - Commission on Criminal a	$0	$0	$0	$2,100	$0	$0		$0	$0	n/a
Beginning Nonlapsing	$11,737,400	$5,578,300	$5,035,300	$6,662,300	$8,220,300	$10,121,200		$5,647,300	$4,473,900	79%
Closing Nonlapsing	($5,578,500)	($5,035,200)	($6,662,300)	($8,220,300)	($10,121,200)	($6,044,600)		($1,329,300)	($4,715,300)	355%
Lapsing Balance	($591,800)	($592,400)	($1,077,400)	($2,118,900)	$0	$0		($1,126,600)	$1,126,600	-100%
Grand Total	**$78,018,900**	**$70,915,600**	**$69,784,800**	**$69,713,200**	**$72,252,200**	**$80,113,100**		**$78,950,100**	**$1,163,000**	**1%**

Changes to FY 2014 Budget (Appropriated vs. Authorized)

Expenditures by Object Category, All Sources of Finance

Thresholds:	
Increases	5%
Decreases	0%

Tax Administration

	2009	2010	2011	2012	2013	2014 Est	Trend	2014 Approp	Diff	Pct
Personnel Services	$47,456,300	$45,239,100	$45,295,300	$44,664,600	$46,291,500	$49,624,800		$49,655,400	($30,600)	0%
In-state Travel	$181,800	$156,200	$167,200	$170,800	$185,600	$248,400		$298,600	($50,200)	-17%
Out-of-state Travel	$390,600	$293,500	$330,000	$356,400	$356,500	$392,700		$392,700	$0	0%
Current Expense	$13,254,200	$13,509,600	$13,582,100	$13,553,100	$13,571,000	$15,070,400		$14,005,700	$1,064,700	8%
DP Current Expense	$16,520,900	$9,316,000	$9,128,900	$8,881,700	$9,639,400	$11,091,700		$11,013,800	$77,900	1%
DP Capital Outlay	$118,400	$2,401,200	$1,251,900	$2,073,400	$2,208,200	$3,685,100		$3,568,900	$116,200	3%
Capital Outlay	($1,100)	$0	$29,400	$13,200	$0	$0		$15,000	($15,000)	-100%
Other Charges/Pass Thru	$97,800	$0	$0	$0	$0	$0		$0	$0	n/a
Transfers	$0	$0	$0	$0	$0	$0		$0	$0	n/a
Grand Total	**$78,018,900**	**$70,915,600**	**$69,784,800**	**$69,713,200**	**$72,252,200**	**$80,113,100**		**$78,950,100**	**$1,163,000**	**1%**

Personnel and Vacancies Analysis - 2014 General Session

Agency = Tax Commission

Vacancies

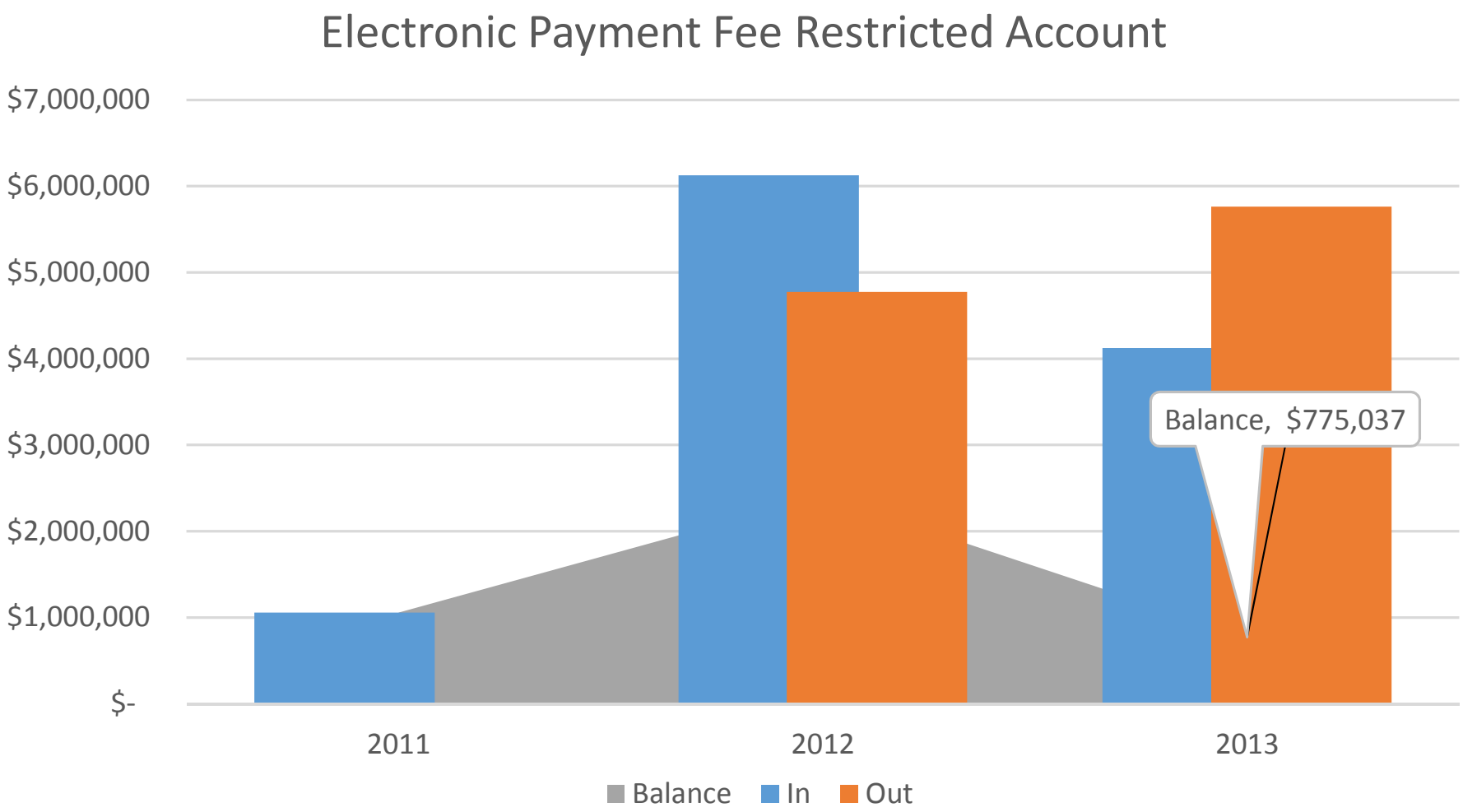
	Budgeted Vacancy	Total from Budget Detail	Pct	Year-to-date Total	Year-to-date Annualized	Diff from Budget Detail	Pct Diff
Hours	61,596	1,544,076	4.0%	774,448	1,548,895	(4,819)	-0.3%
FTE	29.5	739.5	4.0%	744.7	744.7	(5.2)	-0.7%
Cost	$ 1,528,000	$ 49,100,000	3.1%	$ 24,600,000	$ 49,200,000	$ (100,000)	-0.2%

Personnel Services Costs by Year

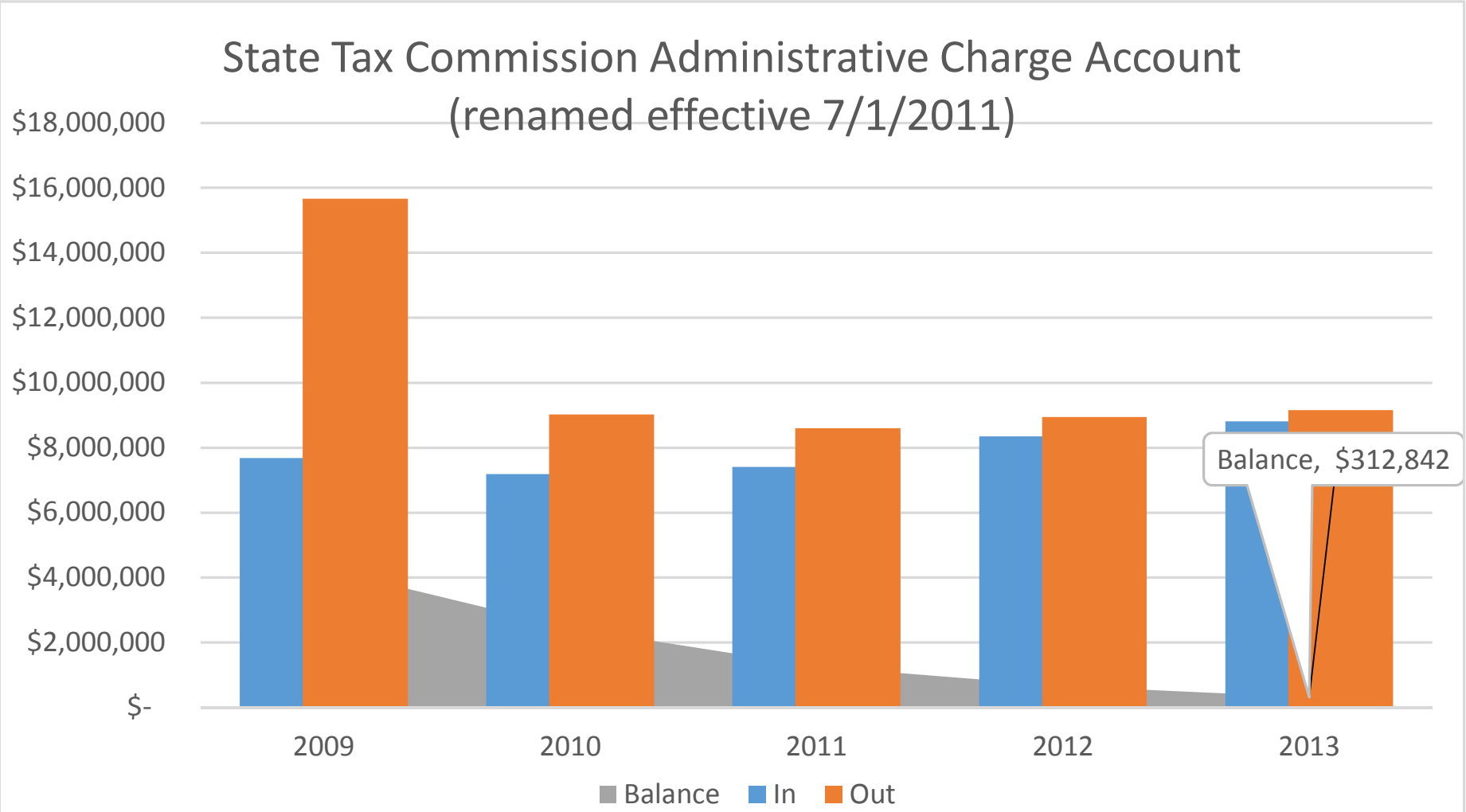
	FY 2013	FY 2014	FY 2015
Budgeted	$ 47,511,900	$ 49,624,800	$ 49,499,700
Actual	$ 46,291,500		
Difference	$ 1,220,400		
	2.6%		

Certain Costs Included in Actual Experience

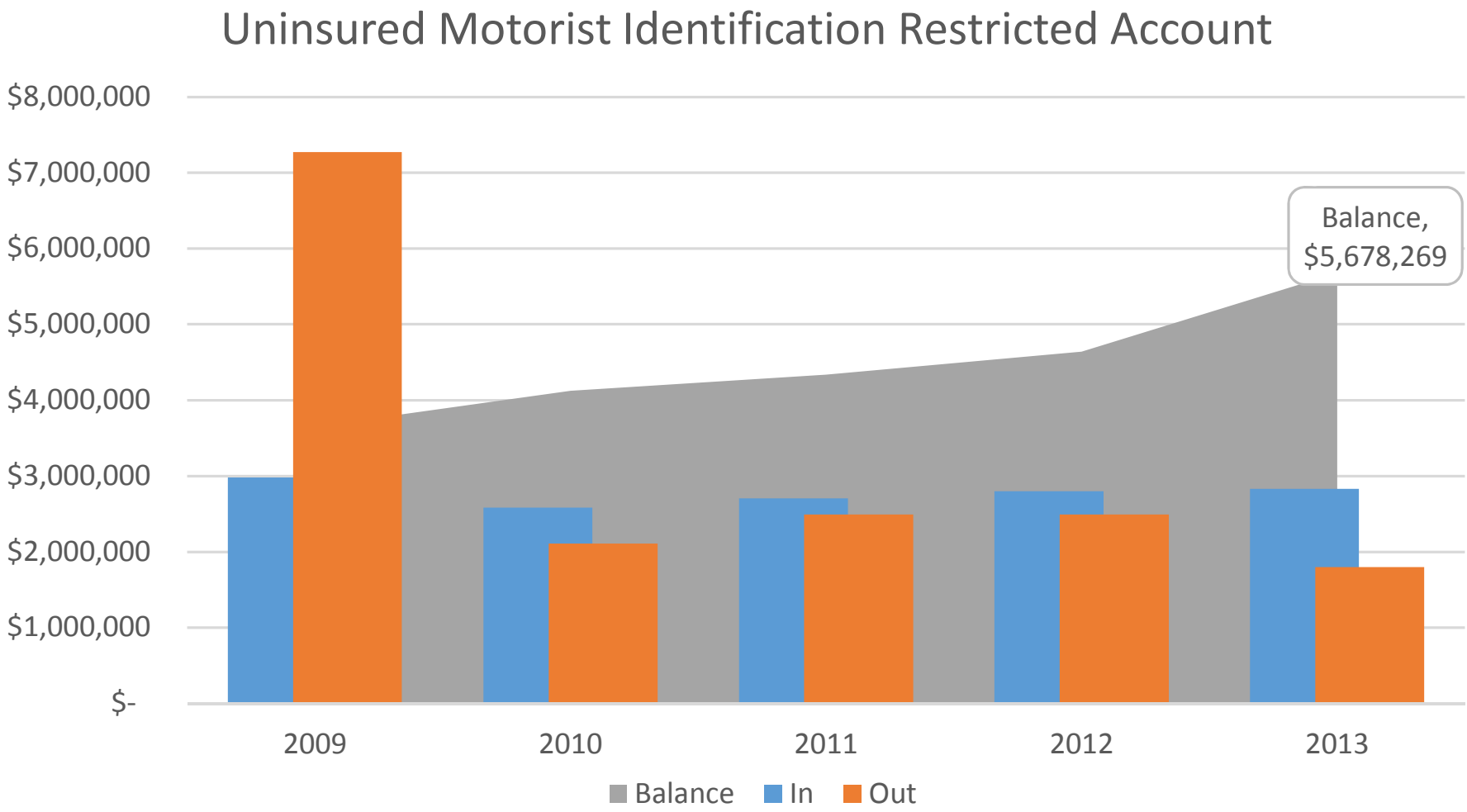
Costs	FY 2013 Dollar	FY 2013 Pct of Budget	FY 2014 YTD Dollars	FY 2014 YTD Pct of Budget
Overtime	$ 51,389.56	0.1%	$ 95,265.89	0.2%
Incentive Awards	$ 600.00	0.0%	$ 300.00	0.0%
Service Awards	$ 200.00	0.0%	$ 600.00	0.0%



Note: FY 2014 appropriation from fund = $5,759,700



Note: FY 2014 appropriation from fund = $9,492,300



Note: FY 2014 appropriation from fund = $2,493,900

Supplemental Federal Funds Request Summary for State FY 2014

July 1, 2013 through June 30, 2014

	Grant Title	CFDA Number	ARRA mark "X"	Federal Annual Award	Annual Match Requirement								% Pass-Through	New Perman-ent Staff	Notes/In Kind Source/Fed Requirements
					Matching State Funds							Local/Other			
					General Fund	Dedicated Credits	Restricted Funds	Other Funds	In Kind	Maint. Of Effort	Total State Match				
	TAX COMMISSION														
1	Cooperative Agreement	15.427		$21,800	$0	$0	$0	$0	$0	$0	$0	$0	0%	0.00	Ongoing Audit Service Contract.
	Division/Program Totals			$21,800	$0	$0	$0	$0	$0	$0	$0	$0	0%	0.00	
	TAX COMMISSION TOTALS														
	State FY 2014			$21,800	$0	$0	$0	$0	$0	$0	$0	$0	0%	0.00	

Federal Funds Request Summary for State FY 2015

July 1, 2014 through June 30, 2015

	Grant Title	CFDA Number	ARRA mark "X"	Full Grant Award Amount	Annual Match Requirement								% Pass-Through	New Perman-ent Staff	Notes/In Kind Source/Fed Requirements
					Matching State Funds							Local/Other			
					General Fund	Dedicated Credits	Restricted Funds	Other Funds	In Kind	Maint. Of Effort	Total State Match				
	TAX COMMISSION														
1	Cooperative Agreement	15.427		$517,100	$0	$0	$0	$0	$0	$0	$0	$0	0%	0.00	Ongoing Audit Service Contract.
2	Odometer Fraud Enforcement	20.614		$20,000	$0	$0	$0	$0	$0	$0	$0	$0	0%	0.00	Odometer Fraud Grant - 2 year - expires 9/30/2012
	Division/Program Totals			$537,100	$0	$0	$0	$0	$0	$0	$0	$0	0%	0.00	
	TAX COMMISSION TOTALS State FY 2015			$537,100	$0	$0	$0	$0	$0	$0	$0	$0	0%	0.00	

Fund 2230 Sexually Explicit Business & Escort Service Fund

Agency(s): Tax Commission, Finance *Analyst: Gary Syphus*

Purpose and Uses

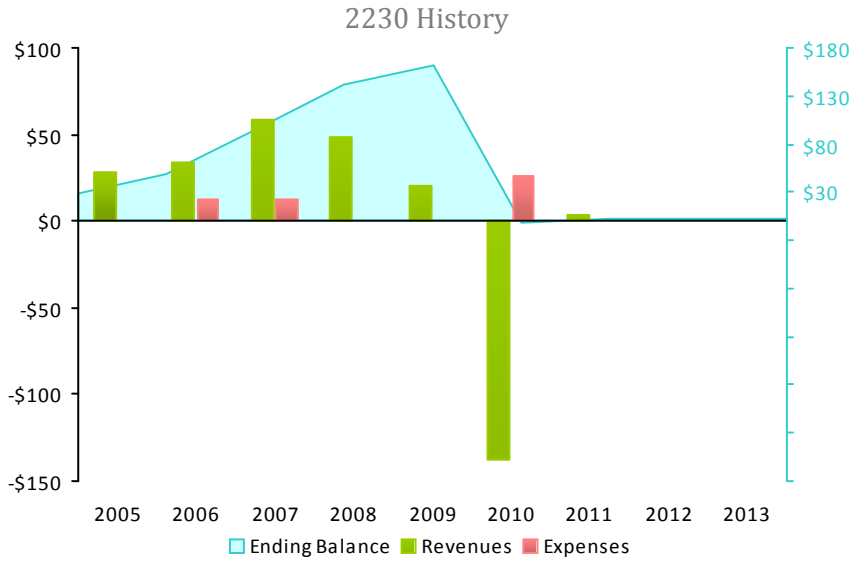
This fund provides treatment services to nonworking indigent adults who have been convicted of a sexual offense and to investigate and prosecute individuals who use the internet to commit crimes against children. Fund revenue is limited to tax on applicable businesses found in UCA 59-27-105.

Accountability

Fund revenue is limited to tax on applicable businesses found in UCA 59-27-105. Statute states that the funds are to be used for certain indigent adults, adult and juvenile offenders. General taxation reporting and controls apply to this fund.

Recommendation

The Analyst recommends that Finance and/or the Tax Commission ensure that this tax is being enforced and collected as provided in statute as revenue has dwindled to $0 in recent years. This fund is an expendable special revenue fund. The Fiscal Analyst recommends the Legislature review this fund annually and include it in an appropriations act.



**Revenues and Expenses include Net Transfers; Dollar figures in thousands*

Graph Notes

For the past three years there has not been a lot of activity in this fund. Revenue and expenditures for each year have been from $0-50 over this time period. A lawsuit that the State lost in FY 2010 reduced the number of businesses subject to the sexually-explicit business and escort service Tax. Annual revenues dropped from pre-lawsuit levels of about $40,000 to $10 in FY 2012.

Fund 8235 Special Fuel Bond

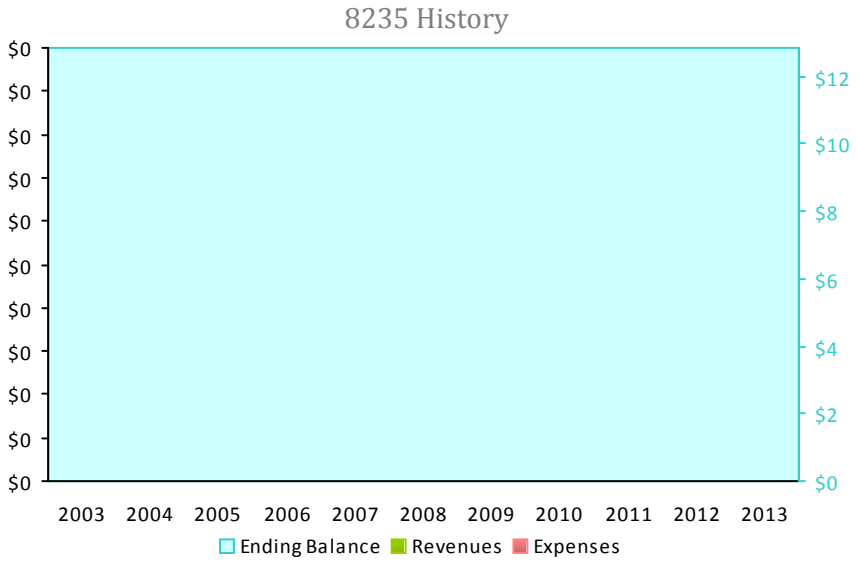
Agency(s): Tax Commission *Analyst: Florian Hernandez*

Purpose and Uses

The purpose of the fund was to post cash bonds to ensure proper payment of fuel taxes.

Recommendation

The Division of Finance recommends that the Tax Commission try to identify the proper recipient of the $12,800 fund balance. If the Tax Commission cannot find the proper recipient, then it should turn the balance over to Unclaimed Property. The Analyst believes the account could then be closed. The Division of Finance and Tax Commission do not object.



**Revenues and Expenses include Net Transfers; Dollar figures in thousands*

Graph Notes

The fund has not had any financial activity since 1990. The balance of $12,800 is in cash.

Fund 8231 Local Sales Tax for Sports Facilities Diversion

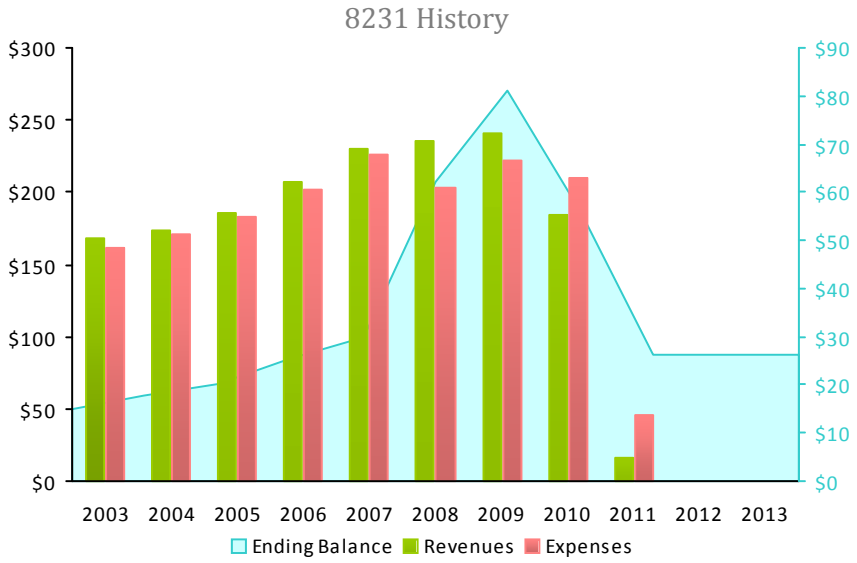
Agency(s): Tax Commission, State Treasurer *Analyst: Florian Hernandez*

Purpose and Uses

The purpose of this fund was to allow local governments to divert 1/64% sales tax previously going to the Olympics Special Revenue Fund to be used toward payment of debt service or lease costs on sports or recreational facilities owned or operated by the local governments. (This provision was optional and only applied to local governments not required to deposit the 1/64% sales tax into the Airport to University of Utah Light Rail Restricted Account.)

Recommendation

The Analyst recommends closing this account and eliminating the associated statute in UCA 59-12-204(7). The Tax Commission and the Division of Finance does not object. The Analyst further recommends that the balance be returned to the appropriate entities who contributed the money.



**Revenues and Expenses include Net Transfers; Dollar figures in thousands*

Graph Notes

Financial activity ended in FY 2011 when the bonds were paid off. FY 2011 activity was related to the sales tax diversion and the distribution of revenues. The current fund balance of $26,200 is in cash.

Fund 8228 Interstate Fuel Tax Agreement-Cash Bonds

Agency(s): Tax Commission *Analyst: Florian Hernandez*

Purpose and Uses

The purpose of the fund was to post cash bonds to ensure proper payment of Inter-state Fuel Tax Agreement taxes.

Recommendation

The Analyst recommends closing this fund. The Division of Finance recommends that the Tax Commission try to identify the proper recipient of the $300 balance, which has been in the fund since FY 1991. If the Tax Commission cannot find the proper recipient, then it should turn the $300 over to Unclaimed Property. The Tax Commission and Division of Finance do not object.

No Financial History Available

Transaction Information

The fund has had no financial activity since FY 1991. The balance of $300 is in cash.

Fund 8221 Ad Valorem Tax Withholding

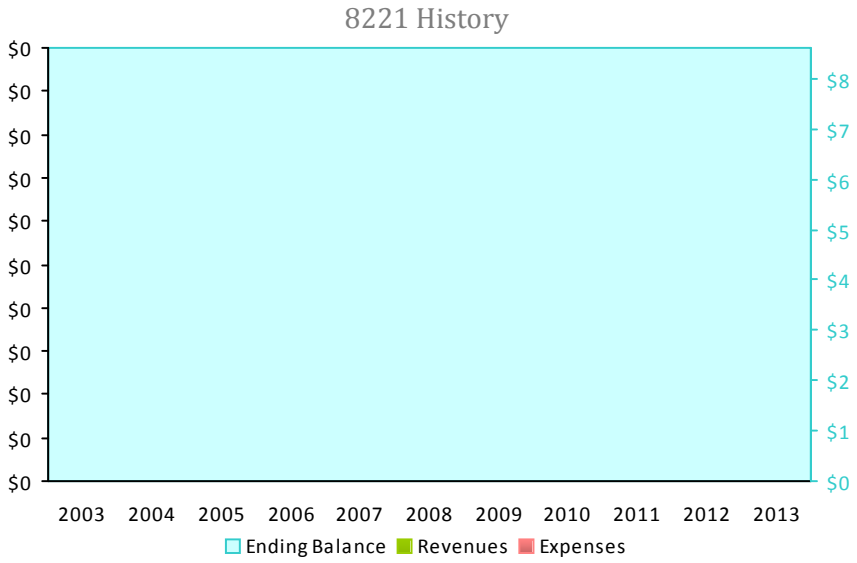
Agency(s): Tax Commission *Analyst: Florian Hernandez*

Purpose and Uses

The fund holds withholding payments for income tax purposes for uranium and vanadium mining companies. As of FY 1998, the fund was also to process centralized property tax for vehicle fleets owned by Utah Power and Light, US West, and Mountain Fuel.

Recommendation

The Division of Finance recommends that the Tax Commission try to identify the proper recipient of the fund balance. If the Tax Commission cannot find the proper recipient, then it should turn the balance over to Unclaimed Property. The Analyst believes the account could then be closed. The Division of Finance and the Tax Commission do not object.



**Revenues and Expenses include Net Transfers; Dollar figures in thousands*

Graph Notes

The fund has not had any financial activity since FY 2002. Future activity is not expected. The balance of $8,600 has remained the same since FY 2000, and is in cash. The balance is likely from companies who pre-paid taxes and never requested a refund or did not file the proper tax returns to determine which government entity should receive the money.

Fund 8220 Ad Valorem Tax Cash Bond

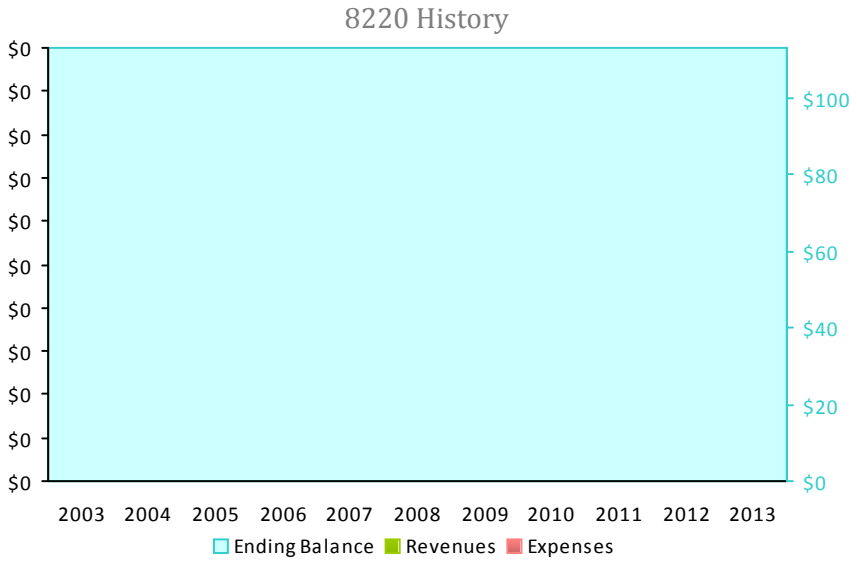
Agency(s): Tax Commission *Analyst: Florian Hernandez*

Purpose and Uses

The fund is used when cash bonds are posted to ensure proper payment of ad valorem property taxes.

Recommendation

The Division of Finance recommends that the Tax Commission try to identify the proper recipient of the fund balance. If the Tax Commission cannot find the proper recipient, then it should turn the balance over to Unclaimed Property. The Analyst believes the account could then be closed. The Division of Finance concurs and The Tax Commission do not object.



**Revenues and Expenses include Net Transfers; Dollar figures in thousands*

Graph Notes

The fund has not had any financial activity since FY 1993. The balance of $113,000 is cash. The balance is likely from companies who posted a cash bond and never requested a refund.