



# STATE OFFICE OF REHABILITATION NONLAPSING AND LAPSING BALANCES

SOCIAL SERVICES APPROPRIATIONS SUBCOMMITTEE  
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ISSUE BRIEF

**SUMMARY**

The Utah State Office of Rehabilitation (USOR) has numerous revenue sources. Not all of these sources are necessarily fully spent in any given year. This brief summarizes unused funds at the end of fiscal years resulting either in the funds being: 1) carried forward into the subsequent fiscal year (called *nonlapsing funds*) or 2) returned to the state General or Education funds (called *lapsing funds*). This brief also provides a three year history of unspent funds at year-end within USOR.

**LEGISLATIVE ACTION - OPTIONS FOR CONSIDERATION**

This issue brief is for information only.

**BACKGROUND**

The Utah State Office of Rehabilitation has numerous revenue sources. These sources include State General or Education funds, State restricted funds, federal funds, and collections known as *dedicated credits*. Not all of these sources are necessarily fully spent in any given year. This may result from: 1) timing differences in how expenditures happen, 2) less expenses realized than appropriations provided, or 3) strategic department planning in order to provide itself with excess unobligated funds to use for a reserve or for specific projects. This brief summarizes unused funds at the end of fiscal years resulting either in the funds being: 1) carried forward into the subsequent fiscal year (called *nonlapsing funds*) or 2) returned to the state General or Education funds (called *lapsing funds*).

**HISTORY OF YEAR END NONLAPSING AND LAPSING FUNDS**

Table 1 shows a three year history of year-end nonlapsing and lapsing funds within the Utah State Office of Rehabilitation:

<b>Utah State Office of Rehabilitation Nonlapsing and Lapsing Funds History</b>						
Division	Type	FY 2013	FY 2014	FY 2015	Purpose/Explanation	Non-General Fund Lapsing/Nonlapsing
Utah State Office of Rehabilitation	Closing Nonlapsing (All General/Education Fund)	\$ -	\$ (4,948,184)	\$ 5,026,327	<b>FY2013:</b> None <b>FY2014:</b> Budget Deficit <b>FY2015:</b> The nonlapsing carryforward balance for SFY15 was primarily a result of the Supplemental Appropriation that was granted to USOR in the 2015 General Session. This supplemental appropriation is to be used for paid client services only. A portion of this funding was obligated in SFY15 for which bills had not yet come through as of the close of the fiscal year while the remainder will be fully obligated in SFY16.	N/A
	Lapsing Balance (All General/Education Fund)	\$ -	\$ -	\$ -		N/A
	General/Education					

Table 1