

Compendium of Budget Information for the 2014 General Session

Social Services Appropriations Subcommittee

Agency: Workforce Services

Line Item: Community Development Capital Budget

Function

The programs in the Community Development Capital Budget mitigate the impacts of non-metallic mineral extraction and help fund special service districts. Funding sources for the program are mineral lease royalties returned to the State by the federal government.

Utah is energy rich in coal, hydroelectric, geothermal, natural gas, uranium and crude oil. The energy industry not only includes production of energy fuels, but the conversion of these resources into other forms of energy such as petroleum and electricity. This energy is used in Utah, shipped to other surrounding states, or exported to overseas markets.

In order to help mitigate local impacts of major energy and mineral development on federal lands, the federal government returns half of the royalty revenues collected back to the State of origin. The royalties collected are called mineral lease funds. Because of the prevalence of federal lands in Utah, these impacts are extensive.

Utah puts the revenue into two General Fund restricted accounts. The Mineral Lease Account is general royalty revenue returned to the State. The Mineral Lease Bonus Account originally came from the Department of Interior oil shale prototype leases known as U-a and U-b, located in eastern Utah. Currently, Bonus Revenue includes revenue from lease renewal fees and leases obtained from new mineral development.

Statutory Authority

Statutory authority for the Permanent Community Impact Board is provided in UCA 35a-8-304. Statute requires that funds be used for the alleviation of social, economic, and public finance impacts resulting from the development of natural resources in Utah.

Performance

Project Type	FY 2011		FY 2012		FY 2013	
	#	Grant & Loan	#	Grant & Loan	#	Grant & Loan
Transportation	8	\$ 13,762,700	19	\$ 57,256,200	13	\$ 34,189,500
Water Projects	13	\$ 24,090,400	23	\$ 40,201,700	18	\$ 23,659,500
Sewer Projects	7	\$ 5,692,600	8	\$ 22,208,400	4	\$ 4,332,000
Health & Public Safety	17	\$ 12,968,400	12	\$ 6,611,500	6	\$ 1,397,300
General Buildings	10	\$ 4,337,400	12	\$ 7,166,400	13	\$ 36,337,100
Combined Projects	2	\$ 7,320,000	5	\$ 3,934,000	1	\$ 2,872,000
Recreation Projects	7	\$ 9,875,000	5	\$ 2,816,500	4	\$ 1,471,600
Design/Plan/Study	14	\$ 824,400	13	\$ 1,825,500	11	\$ 715,500
Equipment Purchase	3	\$ 1,051,000	1	\$ 45,000	1	\$ 225,000
Irrigation	2	\$ 1,697,000	0	\$ -	0	\$ -
Communications	0	\$ -	0	\$ -	0	\$ -
Funding Provided	83	\$ 81,618,900	98	\$ 142,065,200	71	\$ 105,199,500
Total Projects Cost		\$ 142,455,800		\$ 173,871,600		\$ 134,426,400
% Total Project Funded		57%		82%		78%

Total State Mineral Lease Revenue and Community Impact Board Allocations by County						
County	FY 2011	% of Total	FY 2012	% of Total	FY 2013	% of Total
Beaver	\$ -	0.0%	\$ 800,000	0.6%	\$ 747,000	0.7%
Box Elder	\$ -	0.0%	\$ -	0.0%	\$ 4,115,000	3.9%
Cache	\$ 5,700,000	7.0%	\$ 62,300	0.0%	\$ 32,500	0.0%
Carbon	\$ 13,255,000	16.2%	\$ 25,914,600	18.2%	\$ 18,862,900	17.9%
Daggett	\$ 638,000	0.8%	\$ 735,800	0.5%	\$ -	0.0%
Davis	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%
Duchesne	\$ 9,289,300	11.4%	\$ 18,340,800	12.9%	\$ 20,945,000	19.9%
Emery	\$ 5,090,000	6.2%	\$ 3,590,500	2.5%	\$ 3,979,000	3.8%
Garfield	\$ 2,480,500	3.0%	\$ 1,437,000	1.0%	\$ 242,000	0.2%
Grand	\$ 1,180,000	1.4%	\$ 323,000	0.2%	\$ 1,548,500	1.5%
Iron	\$ 3,621,800	4.4%	\$ 3,235,500	2.3%	\$ 2,145,000	2.0%
Juab	\$ 3,257,200	4.0%	\$ 611,000	0.4%	\$ 3,585,000	3.4%
Kane	\$ 47,000	0.1%	\$ 12,395,400	8.7%	\$ 2,960,000	2.8%
Millard	\$ 125,000	0.2%	\$ 867,000	0.6%	\$ 897,000	0.9%
Morgan	\$ 701,000	0.9%	\$ 300,000	0.2%	\$ -	0.0%
Piute	\$ -	0.0%	\$ 560,000	0.4%	\$ 253,700	0.2%
Rich	\$ -	0.0%	\$ 9,000	0.0%	\$ 40,000	0.0%
Salt Lake	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%
San Juan	\$ 4,150,500	5.1%	\$ 7,699,500	5.4%	\$ 2,286,600	2.2%
Sanpete	\$ 2,271,000	2.8%	\$ 6,797,800	4.8%	\$ 1,863,500	1.8%
Sevier	\$ 8,262,200	10.1%	\$ 18,452,000	13.0%	\$ 107,100	0.1%
Summit	\$ -	0.0%	\$ -	0.0%	\$ 375,000	0.4%
Tooele	\$ -	0.0%	\$ 2,500,000	1.8%	\$ -	0.0%
Uintah	\$ 13,622,500	16.7%	\$ 27,249,000	19.2%	\$ 38,793,700	36.9%
Utah	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%
Wasatch	\$ -	0.0%	\$ 540,000	0.4%	\$ -	0.0%
Washington	\$ 6,777,000	8.3%	\$ 6,778,000	4.8%	\$ 917,000	0.9%
Wayne	\$ 581,900	0.7%	\$ 2,180,000	1.5%	\$ -	0.0%
Weber	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%
Unallocated	\$ -	0.0%	\$ -	0.0%	\$ -	0.0%
Regional*	\$ 569,000	0.7%	\$ 687,000	0.5%	\$ 504,000	0.5%
Total	\$ 81,618,900	100%	\$142,065,200	100%	\$105,199,500	100%

*The "Regional" classification includes Association of Governments, Higher Education Projects and Regional Projects.

Funding Detail

The majority of the funds go out as loans, which do not show up in the expenditure detail below. These loans show up as receivables on other financial statements. For analysis of current budget requests and discussion of issues related to this budget click [here](#).

Sources of Finance	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
GFR - Land Exchange Distribution Account	\$0	\$0	\$0	\$0	\$0	\$0
Permanent Community Impact	\$43,367,700	\$129,126,000	\$0	\$129,126,000	(\$12,716,000)	\$116,410,000
Total	\$43,367,700	\$129,126,000	\$0	\$129,126,000	(\$12,716,000)	\$116,410,000

Programs	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
Community Impact Board	\$43,367,700	\$129,126,000	\$0	\$129,126,000	(\$12,716,000)	\$116,410,000
Total	\$43,367,700	\$129,126,000	\$0	\$129,126,000	(\$12,716,000)	\$116,410,000

Categories of Expenditure	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
Other Charges/Pass Thru	\$0	\$0	\$129,126,000	\$129,126,000	(\$12,716,000)	\$116,410,000
Transfers	\$43,367,700	\$129,126,000	(\$129,126,000)	\$0	\$0	\$0
Total	\$43,367,700	\$129,126,000	\$0	\$129,126,000	(\$12,716,000)	\$116,410,000

COBI contains unaudited data as presented to the Legislature by state agencies at the time of publication. For audited financial data see the State of Utah's Comprehensive Annual Financial Reports.