

# Compendium of Budget Information for the 2014 General Session

## Business, Economic Development, and Labor Appropriations Subcommittee

**Agency: USTAR**

### ***Function***

In March 2006, the Utah State Legislature created the Utah Science Technology and Research (USTAR) economic development initiative. The Initiative has three major components:

- recruiting and hiring top-notch research teams;
- construction of research buildings at the University of Utah and Utah State University; and
- operation of a technology outreach program at five locations throughout Utah.

The USTAR research teams are expected to bring new funding to the state through federal and commercial contracts and grants. Ultimately, USTAR should generate more technology-based start-up firms and higher-paying job opportunities in Utah through the commercialization of USTAR technologies.

### ***Statutory Authority***

UCA 63M-2 provides statutory authority for the USTAR Governing Authority. Chapter 2 establishes the Governing Authority and an advisory board, defines the scope of the USTAR initiative, and specifies how revenues created by USTAR teams and technologies are to be distributed.

UCA 63B-15-101 and UCA 63B-19-101 authorized the issuance and sale of general obligation bonds for the construction of the USTAR BioInnovations Center at Utah State University and the James L. Sorenson Molecular Biotechnology building at the University of Utah.

### ***Funding Detail***

General Fund money is the major source of funds for USTAR. In the 2009 General Session, \$33,000,000 in American Recovery and Reinvestment Act (ARRA) funding was allocated to USTAR with S.B 240, "Utah Science Technology and Research Initiative Amendments". This funding covered expenditures for FY 2010 and stretched through to FY 2013.

During the 2009 General Session, the Legislature approved USTAR's request to impose fees on certain companies receiving grant writing services through the USTAR Technology Outreach program's Small Business Innovation Research (SBIR) assistance center. These fees represent the dedicated credits revenue.

Expenditures are largely personnel related within the USTAR Administration and Technology Outreach and the Pass-through to the University of Utah and Utah State University for research teams.

**Table 1: Operating and Capital Budget Including Expendable Funds and Accounts**

Sources of Finance	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
General Fund	\$16,990,300	\$22,014,000	\$0	\$22,014,000	\$18,800	\$22,032,800
General Fund, One-time	\$3,000,000	\$0	\$2,000	\$2,000	\$2,000	\$4,000
Federal Funds	\$42,200	\$0	\$160,000	\$160,000	(\$160,000)	\$0
American Recovery and Reinvestment Act	\$0	\$0	\$0	\$0	\$0	\$0
Dedicated Credits Revenue	\$93,300	\$5,200	\$5,800	\$11,000	\$0	\$11,000
Beginning Nonlapsing	\$10,923,700	\$0	\$602,600	\$602,600	(\$416,100)	\$186,500
Closing Nonlapsing	(\$602,600)	\$0	(\$186,500)	(\$186,500)	\$55,700	(\$130,800)
<b>Total</b>	<b>\$30,446,900</b>	<b>\$22,019,200</b>	<b>\$583,900</b>	<b>\$22,603,100</b>	<b>(\$499,600)</b>	<b>\$22,103,500</b>

Line Items	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
USTAR	\$30,446,900	\$3,500,300	\$527,900	\$4,028,200	(\$4,028,200)	\$0
USTAR Research Teams	\$0	\$18,518,900	\$56,000	\$18,574,900	(\$18,574,900)	\$0
UU Research Teams	\$0	\$0	\$0	\$0	\$11,111,300	\$11,111,300
USU Research Teams	\$0	\$0	\$0	\$0	\$7,407,600	\$7,407,600
Technology Outreach and Innovation	\$0	\$0	\$0	\$0	\$2,870,500	\$2,870,500
USTAR Administration	\$0	\$0	\$0	\$0	\$714,100	\$714,100
<b>Total</b>	<b>\$30,446,900</b>	<b>\$22,019,200</b>	<b>\$583,900</b>	<b>\$22,603,100</b>	<b>(\$499,600)</b>	<b>\$22,103,500</b>

Categories of Expenditure	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
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Personnel Services	\$1,082,700	\$1,156,000	\$9,400	\$1,165,400	\$9,362,800	\$10,528,200
In-state Travel	\$11,100	\$14,100	(\$2,700)	\$11,400	\$219,600	\$231,000
Out-of-state Travel	\$11,800	\$27,000	(\$20,700)	\$6,300	\$100	\$6,400
Current Expense	\$1,314,100	\$1,865,500	(\$899,000)	\$966,500	\$6,934,700	\$7,901,200
DP Current Expense	\$40,300	\$67,700	(\$25,600)	\$42,100	\$1,100	\$43,200
Capital Outlay	\$0	\$0	\$0	\$0	\$3,393,500	\$3,393,500
Other Charges/Pass Thru	\$27,986,900	\$18,888,900	\$1,522,500	\$20,411,400	(\$20,411,400)	\$0
<b>Total</b>	<b>\$30,446,900</b>	<b>\$22,019,200</b>	<b>\$583,900</b>	<b>\$22,603,100</b>	<b>(\$499,600)</b>	<b>\$22,103,500</b>

Other Indicators	2013 Actual	2014 Approp	2014 Change	2014 Revised	2015 Change	2015 Approp
Budgeted FTE	21	15	(3)	12	2	14
Actual FTE	13	0	0	0	0	0

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.