

Office of the
Legislative Fiscal Analyst

FY 2005 Budget Recommendations

Joint Appropriations Subcommittee for
Natural Resources

Utah Department of Natural Resources
Building Operation and Maintenance

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1.0 Summary: Building Operation and Maintenance

The Department of Natural Resources building at 1594 West North Temple was completed in FY 1996. Prior to FY 1996 the divisions were housed in four different locations. The new Natural Resources building was financed through a revenue bond, with bond payments roughly equal to the old rent payments. Approximately \$980,000 of this program's funding goes for bond payments.

	Analyst FY 2005 Base	Analyst FY 2005 Changes	Analyst FY 2005 Total
Financing			
General Fund	1,660,700		1,660,700
Total	<u>\$1,660,700</u>	\$0	<u>\$1,660,700</u>
Programs			
Building Operations	1,660,700		1,660,700
Total	<u>\$1,660,700</u>	\$0	<u>\$1,660,700</u>

3.0 Programs: Building Operation and Maintenance

3.1 Building Operation and Maintenance

Recommendation The Analyst recommends a budget of **\$1,660,700**. The bond payment portion of this budget is fixed. The remainder goes for maintenance, utilities, etc.

	2003	2004	2005	Est/Analyst
	Actual	Estimated*	Analyst	Difference
Financing				
General Fund	1,660,700	1,660,700	1,660,700	
Lapsing Balance	(100)			
Total	<u>\$1,660,600</u>	<u>\$1,660,700</u>	<u>\$1,660,700</u>	<u>\$0</u>
Expenditures				
Current Expense	1,660,600	1,660,700	1,660,700	
Total	<u>\$1,660,600</u>	<u>\$1,660,700</u>	<u>\$1,660,700</u>	<u>\$0</u>

*Non-state funds as estimated by agency

Purpose This program pays rent and maintenance of the building and grounds for the Department of Natural Resources building.

Intent Language The Analyst recommends **discontinuing** the following intent language:

It is the intent of the Legislature to allow the Department of Natural Resources the option of transferring any lapsing unrestricted balances from appropriations in any other FY 2003 line item in the department to the FY 2005 Building Operations line item.

The department did not find it necessary to use the option granted by this intent language. The language was inserted in the 2003 General Session to allow the department to transfer funds to cover any shortfalls in funding for DFCM’s rates. However, allowing funds to be transferred between line items conflicted with the Budgetary Procedures Act. Now that funding has been transferred to this line item through the appropriations process, the Analyst does not believe it prudent to keep the intent language.

Previous Budget Action Report Recent reductions in General Funds did not reduce the rates charged by DFCM. Rather, rates increased and agencies were required to pay them. At the department’s request the 2003 Legislature transferred \$107,900 in General Funds from other Natural Resources line items to this line item. This was an ongoing budget action that impacted FY 2003 forward.

4.0 Additional Information: Building Operation and Maintenance

4.1 Funding History

	2001	2002	2003	2004	2005
	Actual	Actual	Actual	Estimated*	Analyst
Financing					
General Fund	1,608,500	1,583,400	1,660,700	1,660,700	1,660,700
General Fund, One-time		34,400			
Lapsing Balance			(100)		
Total	<u>\$1,608,500</u>	<u>\$1,617,800</u>	<u>\$1,660,600</u>	<u>\$1,660,700</u>	<u>\$1,660,700</u>
Programs					
Building Operations	1,608,500	1,617,800	1,660,600	1,660,700	1,660,700
Total	<u>\$1,608,500</u>	<u>\$1,617,800</u>	<u>\$1,660,600</u>	<u>\$1,660,700</u>	<u>\$1,660,700</u>
Expenditures					
Current Expense	1,608,500	1,617,800	1,660,600	1,660,700	1,660,700
Total	<u>\$1,608,500</u>	<u>\$1,617,800</u>	<u>\$1,660,600</u>	<u>\$1,660,700</u>	<u>\$1,660,700</u>

*Non-state funds as estimated by agency.

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