
SIGNIFICANT FACTORS DRIVING AGENCY BUDGET REQUESTS
FY 2007 – FY 2008

A REPORT TO THE
EXECUTIVE APPROPRIATIONS COMMITTEE

OFFICE OF THE LEGISLATIVE FISCAL ANALYST
JOHN E. MASSEY, DIRECTOR
NOVEMBER 14, 2006

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INTRODUCTION

This report focuses on factors driving agency requests for funding. It includes short descriptions of such factors as well as information on budget increase requests related to those factors. Agencies and institutions, through the Governor's Office of Planning and Budget (GOPB), have provided the Office of the Legislative Fiscal Analyst (LFA) building block requests to be considered in the 2006 Legislative General Session and the LFA has included some of those requests herein. It is important to note that this document **does not reflect the recommendations of the LFA or GOPB.**

The Office of the Legislative Fiscal Analyst has categorized these factors and budget requests into mandates, historically funded items, and other items for consideration. Items were deemed mandatory if they are required by Utah's Constitution, state statute, or federal statute. Citations to statute or the Constitution are included for such mandatory items. Requests were determined historically funded if they had received funding increases in each of the previous two fiscal years. However, the level of funding may have changed from one year to the next. In some cases, no specific amount is shown with a request since final requests and calculations have not been made. Any funding amounts should be considered preliminary.

This report does not include every request submitted by agencies. Individual subcommittees of the Legislature will have opportunities to evaluate and prioritize all of the requests.

Executive Offices & Criminal Justice

Mandated:

**1. Jail Reimbursement
Inflation Growth**

Description:

The Department of Corrections made this request based upon County bed day data projecting a total of 431,747 bed days billed for jail reimbursement offenders in fiscal year 2008. The growth rate between FY 07 and FY 08 is forecasted at 16,606 bed days for a FY08 increase cost of \$491,900 calculated at 70% of the current core rate as required by UCA 64-13c-303. The remaining \$2,692,300 based on past growth has been requested to prevent future shortfalls in jail reimbursements.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$3,184,200	
Total	\$0	\$3,184,200	0.0

Historically Funded:

**2. Attorney General
Litigation--David C.
Case**

Description:

The David C. Settlement requires the Division of Child and Family Services (DCFS) to fund an independent monitor to ensure that progress is being made toward satisfying the court settlement. Federal law also authorizes the prevailing plaintiff's attorneys to continue to bill and receive compensation for their services in this litigation from the State. This request covers the most recent unpaid billing from the plaintiff's attorneys.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time	\$200,000		
Total	\$200,000	\$0	0.0

**3. Attorney General
Litigation--HB 213
Sick Leave Defense,
Outside Attorneys**

Description:

The Utah Public Employees Association (UPEA) challenged the constitutionality of HB 213, which was passed by the 2005 Legislature and revised the sick leave credit policy for state employees retiring after 2005. This amount pays for the final billing by outside attorneys for the State's successful defense of the case.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time	\$29,900		
Total	\$29,900	\$0	0.0

**4. Attorney General
Litigation--Pelt v.
State of Utah Navajo
Trust Case Ongoing
Defense**

Description:

This is a class action litigated in the U.S. District Court involving the State since 1992. Members of the Navajo Nation living in Utah are suing the State for breach of duties as management trustee of some \$61 million in oil and gas royalty trust funds and in distributing about \$41 million to the Utah Navajo Development Council (UNDC). Until August 18, 2006, the cost of defense was borne by Utah Risk Management Fund. The Governor believes Risk Management should no longer pay for this cost from its budget. A supplemental of \$310,400 pays for two attorneys, a paralegal and support equipment in the Attorney General's Office in FY 2007 to meet the District Court's directive to increase efforts in discovery and accounting to preserve testimony and evidence from aging individuals involved in the case. An additional supplemental of \$300,000 pays for an outside accounting firm in FY 2007 to organize and explain hundreds of boxes of UNDC records of how \$41 million was spent by the Utah Navajos. Ongoing funds of \$292,600 pay the ongoing expense of two attorneys and a paralegal in the Attorney General's Office for FY 2008 forward.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$292,600	1.0
General Fund, One-time	\$610,400		
Total	\$610,400	\$292,600	1.0

**5. Central Utah
Correctional Facility
Ongoing Funding--
288 Bed Pod For
Increasing Prison
Population**

Description:

Funding for the new 288 bed pod at the Gunnison facility provided only 9 months of funding. This request is for the remaining 3 months of ongoing funding required to operate the pod.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$613,900	
Total	\$0	\$613,900	0.0

**6. Central Utah
Correctional
Facility--192 Bed
Pod for Increasing
Prison Population**

Description:

The Building Board and the Legislature approved a 192 Bed Pod at the CUCF during the 2006 General Session. The funding request will fund 8 months of staffing expenses and 4 months of current expenses.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$4,110,300	66.0
Total	\$0	\$4,110,300	66.0

**7. Lease Increases--
Adult Probation &
Parole**

Description:

Lease inflation requires additional funding in Brigham City (\$19,500), Ogden (\$4,200), Tooele (\$70,000), and St. George (\$124,900).

Financing:	FY 2007	FY 2008	FTE
General Fund		\$218,600	
Total	\$0	\$218,600	0.0

Executive Appropriations Committee

2006 Interim

**8. Lease Increases--
Attorney General**

Description:

The lease on the Murray Facility where several divisions of the Attorney General are located will expire in June 2007. DFCM has indicated that the Attorney General will need an increase of \$20,000 to renew this lease.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$20,000	
Total	\$0	\$20,000	0.0

**9. Lease Increases--
Courts**

Description:

The Courts are requesting a shift from restricted funds to General Fund dollars. The Matheson restricted account will only generate enough income to fund the Matheson and West Jordan facilities. In addition to the funds transfer, the Courts has requested \$131,900 for utility cost increases, \$112,400 for O & M security increases, and \$274,600 for contract increases at Spanish Fork and Sanpete County.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$778,900	
Dedicated Credits Revenue		\$40,000	
GFR - State Court Complex		(\$300,000)	
Total	\$0	\$518,900	0.0

**10. Replacement of
Federal Funding
Reductions to the
Attorney General
Child Protection
Program (DCFS)**

Description:

The Child Protection Program of the Attorney General's Office provides legal support for the Division of Child and Family Services (DCFS) to protect children from abuse and neglect. The Federal funding (Administrative IV E funds) to DCFS and the Attorney General's Office which covers part of these costs has been reduced. A supplemental of \$875,000 will replace the Federal Funds lost in FY 2007 and an ongoing appropriation of \$875,000 beginning FY 2008 forward will replace future Federal Funds lost.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$875,000	
General Fund, One-time	\$875,000		
Total	\$875,000	\$875,000	0.0

Other Items:

**11. 3rd District
Commissioner for
Domestic Issues**

Description:

Nonlapsing funds and grants funded the cost for the 3rd District Court Commissioner last year to assist with the domestic caseload. If the Legislature allows the Courts to use HB 213 savings to fund this building block, the Courts will withdraw this request.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$144,400	1.5
Total	\$0	\$144,400	1.5

**12. 3rd District Juvenile
Court Judge to
Manage Caseload
Growth**

Description:

Based on the Courts' Judicial Weighted Workload Instrument, the Court Administrator has requested a 3rd District Juvenile Court Judge. The 3rd District Juvenile Judges are at 130% of the standard juvenile judge workload. Additional population growth has also increased referrals. The request includes one judge and two deputy clerks.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$260,200	3.0
Total	\$0	\$260,200	3.0

13. Additional District Court Law Clerks to Assist Judges in Managing Caseload Growth	<p>Description: Due to the increasing caseloads and the complexity of court cases, the Courts are requesting 7 additional law clerks. The law clerks will provide quality legal research to assist the Judges in their decisions. The new clerks will reduce the current ratio of law clerks to judges from 1:3.2 to 1:2.6.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$570,600</td> <td style="text-align: right;">7.0</td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$570,600</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">7.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$570,600	7.0	Total	\$0	\$570,600	7.0
	FY 2007	FY 2008	FTE										
General Fund		\$570,600	7.0										
Total	\$0	\$570,600	7.0										
14. Board of Pardons Case Analyst and Pro Tempore Board Member to Manage Caseload Growth	<p>Description: In the last ten years, the Board of Pardons and Parole caseload has increased 32.4 percent. The Board also requests \$20,000 for a Pro Tempore Board member to fill absences and recusals of full-time members on an ad hoc basis.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$95,000</td> <td style="text-align: right;">1.0</td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$95,000</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">1.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$95,000	1.0	Total	\$0	\$95,000	1.0
	FY 2007	FY 2008	FTE										
General Fund		\$95,000	1.0										
Total	\$0	\$95,000	1.0										
15. Core Rate Increase Based on Inflation and Law Changes-- Jail Contracting and Jail Reimbursement	<p>Description: Due to the passage of SB 50 in the 2006 General Session, the Core Rate Committee included capital infrastructure depreciation costs as a part of their Core Rate recommendation for FY 2008. The Committee recommended a core rate of \$49.15 or an increase of \$6.83 per bed day of which \$3.43 consists of capital depreciation costs and the remaining \$3.40 for inflation-based increases. The FY 2008 Core Rate recommendation represents a 16 percent increase to the current Core Rate of \$42.32. The proposed core rate increase would yield a Jail Reimbursement rate of \$34.41 from the current \$29.62 per bed day. The Core Rate would be \$45.72 if only inflationary increases were approved by the Legislature. Jail Contracting would increase \$3,574,900 and Jail Reimbursement would increase \$2,064,200.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$5,639,100</td> <td></td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$5,639,100</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$5,639,100		Total	\$0	\$5,639,100	0.0
	FY 2007	FY 2008	FTE										
General Fund		\$5,639,100											
Total	\$0	\$5,639,100	0.0										
16. Courts' Data Processing Equipment Modernization Schedule	<p>Description: This Court request is part of a 10-year schedule for computer, printer and laptop replacement. The Courts ask the Legislature to fund their DP requests annually on a one-time funding basis.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund, One-time</td> <td></td> <td style="text-align: right;">\$240,000</td> <td></td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$240,000</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund, One-time		\$240,000		Total	\$0	\$240,000	0.0
	FY 2007	FY 2008	FTE										
General Fund, One-time		\$240,000											
Total	\$0	\$240,000	0.0										
17. Division of Juvenile Justice Services (DJJS) Caseload Growth	<p>Description: FY 2007 residential placements are forecasted to increase approximately 12,800 client stays over FY 2006. In addition, at-risk youth populations are expected to increase 4.3% from FY07 to FY08, which will continue to impact resources available to offending youth. This request will increase services paid to private providers to handle increased caseloads.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$534,000</td> <td></td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$534,000</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$534,000		Total	\$0	\$534,000	0.0
	FY 2007	FY 2008	FTE										
General Fund		\$534,000											
Total	\$0	\$534,000	0.0										

18. DJJS Dixie Area Detention Unit Opening to Manage Secure Detention Demand	<p>Description: Current overcrowding at the Dixie Area Detention Unit prompts this request. The 16-bed addition to the facility has already been constructed. The building block will fund operation and staff costs needed to open the 16 additional beds to better handle the increased demand caused by population growth in Southern Utah.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$642,400</td> <td style="text-align: right;">12.0</td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$642,400</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">12.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$642,400	12.0	Total	\$0	\$642,400	12.0				
	FY 2007	FY 2008	FTE														
General Fund		\$642,400	12.0														
Total	\$0	\$642,400	12.0														
19. DJJS Targeted Case Management--Loss of Federal Funds	<p>Description: The Division for Juvenile Justice Services requests a straight replacement of Title XIX Targeted Case Management funding eliminated last year by the Federal government. Case management funds are used to manage client services such as supervision, mental health treatment, substance abuse treatment, sex offender treatment, anger management and various other treatment programs designed to prevent youth from requiring secure confinement. Currently, case management services in FY 2007 are being funded by one-time GF dollars. This funding request coincides with other Department of Human Services' building block requests to replace lost federal funding.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$1,666,200</td> <td></td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$1,666,200</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$1,666,200		Total	\$0	\$1,666,200	0.0				
	FY 2007	FY 2008	FTE														
General Fund		\$1,666,200															
Total	\$0	\$1,666,200	0.0														
20. Guardian ad Litem Staffing Request to Manage Caseloads	<p>Description: GAL request for additional staff to better manage caseload. The Legislative Auditor reported that caseloads appear to be outpacing GAL resources, however, the Auditor also questioned the GAL's internal caseload data.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$1,567,600</td> <td style="text-align: right;">22.5</td> </tr> <tr> <td>General Fund, One-time</td> <td></td> <td style="text-align: right;">\$133,100</td> <td></td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$1,700,700</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">22.5</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$1,567,600	22.5	General Fund, One-time		\$133,100		Total	\$0	\$1,700,700	22.5
	FY 2007	FY 2008	FTE														
General Fund		\$1,567,600	22.5														
General Fund, One-time		\$133,100															
Total	\$0	\$1,700,700	22.5														
21. Judicial Branch Imaging Software Licensing Costs	<p>Description: The Administrative Office of the Courts has implemented the Content Management System in the 2nd, 3rd, and 6th judicial districts. This building block will expand the content management program and speed up implementation of e-filing statewide.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund, One-time</td> <td></td> <td style="text-align: right;">\$110,000</td> <td></td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$110,000</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund, One-time		\$110,000		Total	\$0	\$110,000	0.0				
	FY 2007	FY 2008	FTE														
General Fund, One-time		\$110,000															
Total	\$0	\$110,000	0.0														
22. Jury, Witness, Interpreter Account Fund Deficit	<p>Description: The JWS fund is one of the few accounts statewide that allows deficit spending. The Board of Examiners recommended that the Legislature fund the FY 2006 JWS deficit of \$82,800. The estimated deficit for FY 2007 is \$150,000. The Courts are requesting both the deficit total of \$232,800 and an additional ongoing GF appropriation of \$150,000.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$150,000</td> <td></td> </tr> <tr> <td>General Fund, One-time</td> <td style="text-align: right;">\$232,800</td> <td></td> <td></td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$232,800</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$150,000</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$150,000		General Fund, One-time	\$232,800			Total	\$232,800	\$150,000	0.0
	FY 2007	FY 2008	FTE														
General Fund		\$150,000															
General Fund, One-time	\$232,800																
Total	\$232,800	\$150,000	0.0														

**23. Juvenile Justice
Services Funding
Shift from Victim
Restitution Account
to GF**

Description:

Victim Restitution Account (VRA) Restricted funds were used as a primary funding source for Division of Juvenile Justice Services restitution programs. Appropriations out of the VRA has resulted in a zero fund balance available for FY07. To prevent service interruption, DJJS is requesting a \$500,000 supplemental in addition to the \$1,320,200 ongoing funding request.

Financing:

General Fund

General Fund, One-time

Total

FY 2007

FY 2008

FTE

\$1,320,200

\$500,000

\$500,000

\$1,320,200

0.0

Executive Offices & Criminal Justice

Total Impact by Fund (General Fund/School Funds Only):

Financing

General Fund

General Fund, One-time

Total

FY 2007

FY 2008

FTE

\$22,683,200

114.0

\$2,448,100

\$483,100

\$2,448,100

\$23,166,300

114.0

Capital Facilities & Administrative Services

Mandated:

24. Capital Improvement Funding

Description:

Utah statute (63A-5-104) does not allow the Legislature to fund any capital developments until the Legislature has appropriated 1.1% of the replacement cost of existing state facilities to capital improvements. Capital improvements are defined as improvements on existing facilities/infrastructure costing less than \$1.5 million or new construction costing less than \$250,000.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$5,069,300	
Education Fund		\$5,069,300	
Total	<u>\$0</u>	<u>\$10,138,600</u>	<u>0.0</u>

Other Items:

25. Electronic Record Growth

Description:

The Division of Archives and DTS need to cooperate on a method to retain a growing number of electronic records that are public and sometimes historically significant. Included are e-mail retention, web-capturing, retention of some databases, helping agencies meet appropriate retention schedules, and development/support of an E-Archives as electronic records of permanent value come into custody of the division. Estimates include \$70,000 for a consultant contract + \$30,000 for hardware, software, and storage space.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$100,000	
Total	<u>\$0</u>	<u>\$100,000</u>	<u>0.0</u>

26. Faltering eRules Software

Description:

eRules, the Division of Administrative Rules' web-enabled filing software, needs a significant upgrade. In January 2006 DTS notified the division that problems being experienced were due to the age of the software (inaugurated 9/1/01). DTS indicated that critical components of the software, e.g. MS BizTalk v. 1 would no longer be supported by Microsoft. Since January 2006 efforts to fix minor bugs have been unsuccessful.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time	\$71,500		
Total	<u>\$71,500</u>	<u>\$0</u>	<u>0.0</u>

27. Internal Service Fund Rate Adjustments

Description:

Each year rates charged by internal service funds (ISF) in the Department of Administrative Services increase or decrease. These ISFs include building maintenance, risk management, fleet operations, and general services such as state mail. FY 2008 increases will occur in building maintenance (due to utility increases and the Capitol re-opening) and property insurance. Decreases will occur in fuel network transaction fees, state mail distribution, and liability insurance. Total impact is estimated at \$2.3 million: \$1.7 million General Funds, \$140,000 school funds, and the balance from dedicated credits, restricted funds, and federal funds.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$1,700,000	
Uniform School Fund		\$140,000	
Total	<u>\$0</u>	<u>\$1,840,000</u>	<u>0.0</u>

28. Open Space Preservation

Description:

The base budget in the LeRay McAllister open space preservation program is \$482,600. Typically the Legislature makes an additional annual appropriation of one-time funds to the program. Actual total appropriations were \$2,750,000 in FY00; \$2,750,000 in FY01; \$2,037,200 in FY02; \$482,600 in FY03; \$782,600 in FY04; \$3,482,600 in FY05; \$332,600 in FY06; and \$1,482,600 in FY07. The average annual amount is \$1,762,500.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$1,300,000	
Total	\$0	\$1,300,000	0.0

29. Public Access to Digitized Records

Description:

In FY 2006 the Legislature gave one-time funds for hardware/software for the division's digitization program. Archives is requesting ongoing funds to support and maintain the program: \$15,000 for maintenance contracts and \$40,000 for storage costs. Archives has digitized 500,000 (600 GB) images of significant historical records. Without funding, the division says it will offer only a fraction of those images online.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$55,000	
Total	\$0	\$55,000	0.0

30. Re-Opening of Capitol - Public Information Officer

Description:

The Capitol Preservation Board wants the Capitol Complex to be helpful and educational to all who visit the grounds and buildings. Funds would be used to move the current Public Information Officer from the Capitol restoration budget to ongoing state funds. PIO duties will be expanded to include administration of visitor services program (including the volunteer docent program) and to supervise the new gift shop manager and employees.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$99,500	
Total	\$0	\$99,500	0.0

31. Re-Opening of Capitol - Special Events

Description:

Several events have been planned for the Capitol re-opening. These include a public open house that will run for two weeks and will provide a behind-the-scenes view of private offices and chambers. A dedication ceremony on January 4, 2008 (Statehood Day) is planned. Other public events will be held throughout the first year. Funds will be used as follows: \$6,000 for state employee and construction workers preview; \$120,000 for a People's Open House; \$120,000 for Dedication Ceremony; \$10,000 for various Capitol Hill public events throughout the year, including a Cherry Blossom event in the spring, and three other quarterly public events for patrons during the year.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$256,000	
Total	\$0	\$256,000	0.0

32. Re-Opening of Capitol - Visitor Services Development

Description:

The newly restored Capitol Building will include a gift store that is approximately four times larger than the previous gift shop. The CPB has hired a consultant to guide the process of making the gift store and visitor's center more appealing and professionally run than before. Nine employees are being requested, equating to 5.5 FTE, with two receiving benefits (total of \$211,400). The consultant states the program should be self-sustaining within five years. Aside from the gift store, \$10,000 will be spent on docent training materials, \$20,000 on printed materials for visitors, and \$100,000 on education materials for schools.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$341,400	5.5
Total	\$0	\$341,400	5.5

33. Re-Opening of Capitol - Wireless Communications

Description:

The 2006 Legislature appropriated \$590,000 of the \$1,340,000 distributed antenna system for the Capitol. The system will allow for the use of cellular phones from all participating providers (who will need to install their own devices at their own expense), free public WI-FI service on the 802.11 b/g frequency, and the 800 megahertz system for public safety. It is unlikely these services will be accessible in the Capitol without this system.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$750,000	
Total	\$0	\$750,000	0.0

34. Safety and Security

Description:

Technology and communications have become paramount to law enforcement. In order to maintain and improve public safety in the face of increasingly complex threats, the Department of Public Safety and the Department of Technology Services have made the following requests: \$462,000 ongoing for improved data services, \$650,000 ongoing for voice radio interoperability, \$1.2 million ongoing for computer replacements, \$408,000 one-time for system redundancy, and \$3 million one-time for database interfaces.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$2,375,300	
General Fund, One-time		\$3,408,000	
Total	\$0	\$5,783,300	0.0

35. State Building Energy Efficiency Opportunities

Description:

The 2006 Legislature passed H.B. 80 which directs DFCM to administer the State Buildings Energy Efficiency Program. The 2006 Governor's Energy Efficiency Policy sets new goals for state buildings. The primary goal is to increase energy efficiency by 20 percent by year 2015. The division has audited 150 of the state's more than 2,000 buildings and identified many opportunities in 1) recommissioning/optimizing buildings, or 2) Lighting upgrades, all with projected payback periods under five years. While many opportunities exist, funding has yet to be provided for these energy savings projects. The division requests \$1.5 million as a practical amount it can manage per year.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$1,500,000	
Total	\$0	\$1,500,000	0.0

**36. Tax Technology
Obsolescence****Description:**

In order to assure taxpayer compliance, improve customer service, and accomodate increasingly complex tax laws, the State Tax Commission is replacing its older tax processing systems. Last year, the Legislature appropriated \$7,000,000 from the General Fund for the first phase of Tax System Modernization. For the next General Session, Tax and the Department of Technology Services request \$5 million one-time from the General Fund for phase two of the system.

Financing:

General Fund, One-time

Total

FY 2007

FY 2008

FTE

\$5,000,000

\$0

\$5,000,000

0.0

Capital Facilities & Administrative Services**Total Impact by Fund (General Fund/School Funds Only):****Financing**

General Fund

General Fund, One-time

Uniform School Fund

Education Fund

Total**FY 2007****FY 2008****FTE**

\$11,140,500

5.5

\$71,500

\$10,814,000

\$140,000

\$5,069,300

\$71,500

\$27,163,800

5.5

Commerce & Workforce Services

Mandated:

37. Maintenance of Effort Federal Mandate - DWS - TANF	Description: When TANF was reauthorized, the feds indexed against a new year, effectively changing the state funded Maintenance of Effort requirement. For the last nine years, Utah met its work participation rate goal and earned a 75% MOE instead of the 80% standard. Under reauthorization, Utah is unlikely to earn the 75% rate and will be moved to the 80% standard.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$1,659,300	
	General Fund, One-time	\$1,659,300		
	Total	\$1,659,300	\$1,659,300	0.0

Historically Funded:

38. Replace One-time with Ongoing Funding - DWS General Assistance	Description: General Assistance, an ongoing program, has been funded with a mix of one-time and ongoing funds. This is the amount needed above the base to fully fund General Assistance.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$7,000,000	
	Total	\$0	\$7,000,000	0.0

Other Items:

39. Workload Increase - Anti-discrimination - Wage Claim Specialist	Description: The Wage Claim unit workload has increased by 43% over the last 10 years without any increase in FTE. This funding would be used to hire a Wage Claim Specialist.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$55,800	1.0
	Total	\$0	\$55,800	1.0

40. eREP Contract Cost Over-run	Description: The primary eREP developer (Curam) has fallen six months behind schedule, requiring DWS to keep 25 programmers employed that much longer. This large program was started without any contingency funds in the budget. Failure to finish the Medicaid module will mean that the state will have to maintain two systems, PACMIS and eREP at an annual additional cost of \$3,000,000. Also, all the original problems of PACMIS will remain.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund, One-time	\$3,244,000		
	Federal Funds	\$3,219,000		
	Total	\$6,463,000	\$0	0.0

41. Fully fund General Assistance	Description: Last session this program was intentionally underfunded in the hope that caseloads would drop. The original estimate was more accurate.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund, One-time	\$2,000,000		
	Total	\$2,000,000	\$0	0.0

42. Improve Service - Insurance Department Economist	<p>Description: This would provide an economist to the Insurance Department who would specialize in health care insurance and health care industry data. As the Governor and the Legislature study the health care industry there are requests for information that are difficult to fullfill because there is no one on staff to do economic analysis of available insurance or health care data.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$104,200</td> <td style="text-align: right;">1.0</td> </tr> <tr style="border-top: 1px solid black;"> <td style="text-align: center;">Total</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$104,200</td> <td style="text-align: right;">1.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$104,200	1.0	Total	\$0	\$104,200	1.0				
	FY 2007	FY 2008	FTE														
General Fund		\$104,200	1.0														
Total	\$0	\$104,200	1.0														
43. Improve Service - Labor Commission - Shift from Manual to Electronic Reporting of Workers' Comp to	<p>Description: This is the amount needed to implement the International Association of Industrial Accidents Boards and Commission's standard of electronic data interchange. The division receives 70,000 pages from 200 workers' compensation insurance carriers annually. This would be used to pay for an Information Analyst FTE to convert to a digital system.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$96,300</td> <td style="text-align: right;">1.0</td> </tr> <tr style="border-top: 1px solid black;"> <td style="text-align: center;">Total</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$96,300</td> <td style="text-align: right;">1.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$96,300	1.0	Total	\$0	\$96,300	1.0				
	FY 2007	FY 2008	FTE														
General Fund		\$96,300	1.0														
Total	\$0	\$96,300	1.0														
44. Increase Federal Drawdown - Workforce Services - Child Care	<p>Description: New federal mandates contained in reauthorization of TANF require a higher work participation rate which will in turn require more Child Care spending as more TANF clients go to work. The vast majority of these clients are single parents. The Child Care match rate is 2.48 to 1. This will bring in an additional \$3,373,300.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$1,133,900</td> <td></td> </tr> <tr> <td>Federal Funds</td> <td></td> <td style="text-align: right;">\$11,257,100</td> <td></td> </tr> <tr style="border-top: 1px solid black;"> <td style="text-align: center;">Total</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$12,391,000</td> <td style="text-align: right;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$1,133,900		Federal Funds		\$11,257,100		Total	\$0	\$12,391,000	0.0
	FY 2007	FY 2008	FTE														
General Fund		\$1,133,900															
Federal Funds		\$11,257,100															
Total	\$0	\$12,391,000	0.0														
45. Increase in Lab Expenses for Federally Mandated Activities - UOSH	<p>Description: The federal government has moved from providing laboratory services at no cost to the states to the implementation of a fee schedule. This has not been funded by the federal government or by the state. The agency has moved some of the tests to a certified local lab at substantial savings but some of the tests cannot be done locally. The federal Occupational Safety and Health Act of 1970, section 18, paragraph c 4-5 requires that UOSH have legal authority and qualified personnel necessary for enforcement, and devote adequate funds for administration and enforcement.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$80,000</td> <td></td> </tr> <tr style="border-top: 1px solid black;"> <td style="text-align: center;">Total</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$80,000</td> <td style="text-align: right;">0.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$80,000		Total	\$0	\$80,000	0.0				
	FY 2007	FY 2008	FTE														
General Fund		\$80,000															
Total	\$0	\$80,000	0.0														
46. Replace Lost Federal Funds to Anit-discrimination	<p>Description: The agency asks that state funds replace lost federal funds to avoid a reduction in Fair Housing services. These funds would be used to hire back one FTE and reinstitute a part-time contract position that have been lost to federal fund reductions.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;"></td> <td style="text-align: right;">FY 2007</td> <td style="text-align: right;">FY 2008</td> <td style="text-align: right;">FTE</td> </tr> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$100,000</td> <td style="text-align: right;">1.0</td> </tr> <tr style="border-top: 1px solid black;"> <td style="text-align: center;">Total</td> <td style="text-align: right;">\$0</td> <td style="text-align: right;">\$100,000</td> <td style="text-align: right;">1.0</td> </tr> </table>		FY 2007	FY 2008	FTE	General Fund		\$100,000	1.0	Total	\$0	\$100,000	1.0				
	FY 2007	FY 2008	FTE														
General Fund		\$100,000	1.0														
Total	\$0	\$100,000	1.0														

Executive Appropriations Committee

2006 Interim

47. Replace One-time with Ongoing Funding - WFS Child Care

Description:

Child Care has had one-time funding for ongoing expenses. This request is to replace the one-time with ongoing funding.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$2,700,000	
\$0	\$2,700,000	0.0

48. Workload - Comprehensive Health Insurance Pool

Description:

This is the amount estimated by the actuary that will bring the pool up the board recommended six month reserve.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$2,676,600	
\$0	\$2,676,600	0.0

49. Workload Increase - Insurance Property/Casualty Analyst

Description:

Between FY02 to FY05 property/casualty product filings have increased 176%. The are currently coping with the increase by examining a smaller percentage of filings.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$68,700	1.0
\$0	\$68,700	1.0

50. Workload Increases - Insurance Financial Examiners

Description:

Workload increases are currently handled by outside contractors. Costs are billed and the revenue goes to the General Fund. This would reduce costs to the consumer and increase revenue to the General Fund.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$243,400	3.0
\$0	\$243,400	3.0

Commerce & Workforce Services

Total Impact by Fund (General Fund/School Funds Only):

Financing

General Fund

General Fund, One-time

Total

FY 2007	FY 2008	FTE
	\$15,918,200	8.0
\$6,903,300		
\$6,903,300	\$15,918,200	8.0

Economic Development and Revenue

Mandated:

51. Industrial Assistance Fund Set Aside

Description:

The Division of Finance sets aside from surplus every year the amount necessary to replenish the Industrial Assistance Fund. Funding is provided to companies who have fulfilled their contractual obligations related to job creation and average wages.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time	\$1,408,600		
Total	<u>\$1,408,600</u>	<u>\$0</u>	<u>0.0</u>

Historically Funded:

52. 10 Year Plan to End Chronic Homelessness

Description:

The Division of Housing and Community Development has been working with various service providers to come up with a plan to end chronic homelessness. By freeing up the space utilized by those who are chronically homeless, they will be able to serve many individuals who may only have a short-term need.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$750,000	
Total	<u>\$0</u>	<u>\$750,000</u>	<u>0.0</u>

53. Olene Walker Housing Loan Fund Increased Housing Units

Description:

The State has traditionally added to the Olene Walker Housing Loan program in order to create new housing units or replace expiring units. Funding will be used to leverage outside resources to create additional units. Last year's appropriation allowed the agency to leverage funding to create 1,500 units.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$750,000	
Total	<u>\$0</u>	<u>\$750,000</u>	<u>0.0</u>

Other Items:

54. Economic Development Tax Increment Financing Commitment

Description:

The Governor's Office of Economic Development Board authorizes incremental rebates of taxes to companies who choose to relocate in the state. Based on these commitments the Legislature is asked to provide funding. This request is to fund the boards commitments for FY 2008.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$1,719,000	
Total	<u>\$0</u>	<u>\$1,719,000</u>	<u>0.0</u>

55. Tax Commission Motor Vehicle Office Lease Increases

Description:

Lease costs are increasing for the South Jordan and Davis County Motor Vehicle offices. The building lease of the South Jordan Motor Vehicle office expires this year and the additional cost of leasing a larger building to accommodate the population the office serves is \$217,000. Construction and material costs for the Davis County office are higher than anticipated, translating into an increase in the office's lease of \$79,600.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$296,600	
Total	<u>\$0</u>	<u>\$296,600</u>	<u>0.0</u>

**56. Tax Commission
Postage Rate
Increase - FY07
Supplemental**

Description:

The U.S. Postal Service increased postage rates 5.4 percent in January, 2006. The Tax Commission estimates that the annual cost of this increase is about \$95,000.

Financing:

	FY 2007	FY 2008	FTE
General Fund, One-time	\$63,300		
Uniform School Fund, One-time	\$31,700		
Total	\$95,000	\$0	0.0

**57. Tax Commission
Postage Rate
Increase - Ongoing**

Description:

The U.S. Postal Service increased postage rates 5.4 percent in January, 2006 and is proposing an additional 7.7 percent increase that would begin in May, 2007. The Tax Commission estimates that the combined annual cost of these increases is about \$237,500.

Financing:

	FY 2007	FY 2008	FTE
General Fund		\$158,300	
Uniform School Fund		\$79,200	
Total	\$0	\$237,500	0.0

**58. Tourism Marketing
Performance Fund -
Statutory
Replacement**

Description:

The Tourism Marketing Performance Fund bill passed in the 2005 General Session and allocated \$18 million to be used over a two year period. The bill requires the agency to ask for General Fund at a reduced rate until their earmarked revenue makes the program self funding. They are also asking that earmarked revenues in the restricted account be appropriated.

Financing:

	FY 2007	FY 2008	FTE
General Fund		\$7,000,000	
GFR - Tourism Marketing Performance		\$6,000,000	
Total	\$0	\$13,000,000	0.0

Economic Development and Revenue

Total Impact by Fund (General Fund/School Funds Only):

Financing	FY 2007	FY 2008	FTE
General Fund		\$8,954,900	
General Fund, One-time	\$1,471,900	\$1,719,000	
Uniform School Fund		\$79,200	
Uniform School Fund, One-time	\$31,700		
Total	\$1,503,600	\$10,753,100	

Health & Human Services - Department of Health

Mandated:

59. Medicaid Mandatory Caseload Growth	Description: The overall Medicaid caseload is dropping. The caseloads within mandatory programs are actually shifting from less expensive children to more expensive aged and disabled categories. Funding is mandated to serve these populations.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$4,800,000	
	Federal Funds		\$11,130,200	
	GFR - Nursing Care Facilities Account		\$519,200	
	Total	\$0	\$16,449,400	0.0

60. Medicaid Mandatory Inflation	Description: Federal program requirements mandate the funding of inflation factors related to specific existing mandated program activities. Not funding the inflation factors would result in the loss of Federal funds and authority to operate the entire program. Funding of the mandatory inflation factors enables a program to continue at the same level of service - it does not increase the program or add FTE.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$15,642,800	
	Federal Funds		\$35,945,400	
	GFR - Nursing Care Facilities Account		\$3,164,000	
	Total	\$0	\$54,752,200	0.0

61. Medicaid Mandatory Utilization Growth	Description: Federal law mandates funding increases in Medicaid utilization growth in the Medicaid core services.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$6,449,600	
	Federal Funds		\$14,455,200	
	GFR - Nursing Care Facilities Account		\$697,700	
	Total	\$0	\$21,602,500	0.0

Historically Funded:

62. Program Caseload Growth	Description: State demographics contribute to the caseload growth of various Health Department programs. Specific program caseload growth results in a greater work load for the offices. This includes the Office of the Medical Examiner, the Early Intervention Program serving children 0-3 years of age and those in medically underserved areas impacted by Primary Care Grants.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$3,507,000	2.5
	Total	\$0	\$3,507,000	2.5

Other Items:

63. Obsolete Systems - Management and Upgrades

Description:

Several projects are currently underway and some require final one-time funding to complete implementation. These projects will upgrade information management systems and convert them from systems originally designed to manage paper based processes. This could contribute to more efficient and effective program operations, as well as better disaster or pandemic management. Funding is also matched by the federal government to upgrade most of these State systems.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time	\$850,000	\$3,958,200	
Federal Funds		\$19,958,200	
Total	<u>\$850,000</u>	<u>\$23,916,400</u>	<u>0.0</u>

64. Optional Medical Inflation

Description:

Medical inflation is often more than twice regular inflation rates. Energy costs intensify the financial pressure. The Department has indicated that additional funding would be required to maintain programs at current service levels. Provider rates are related to client access to services for many programs.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$3,868,600	
Federal Funds		\$7,696,300	
Total	<u>\$0</u>	<u>\$11,564,900</u>	<u>0.0</u>

65. Prevention of Increasing Public Health Risks

Description:

Funding of prevention and promotion activities could reduce future funding requirements due to prevention of more expensive treatments that may be necessary at a later date. Funding of the Birth Defect Network, stockpiling of anti-bioterrorism agents, immunizations and STD Control Programs may prevent larger expenses in the future.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$1,560,000	5.8
General Fund, One-time	\$3,828,400		
Total	<u>\$3,828,400</u>	<u>\$1,560,000</u>	<u>5.8</u>

66. Replace Loss of One-Time Funding Source

Description:

Ongoing General Funds from the Medicaid Base Program were replaced with one-time funds for FY 2007 so General Fund could be transferred to supplement human services programs impacted by the Deficit Reduction Act of 2005.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$19,500,000	
Total	<u>\$0</u>	<u>\$19,500,000</u>	<u>0.0</u>

**Health & Human Services - Department of Health
Total Impact by Fund (General Fund/School Funds Only):**

Financing	FY 2007	FY 2008	FTE
General Fund		\$55,328,000	8.3
General Fund, One-time	\$4,678,400	\$3,958,200	
Total	\$4,678,400	\$59,286,200	8.3

Health & Human Services - Department of Human Services

Historically Funded:

67. COLA for Providers - Personnel Services	<p>Description: This represent a 1% cost of living increase for providers. The Department of Human Services contracts with local providers to provide mental health, substance abuse and aging services and private providers for the Divisions of Services for People with Disabilities and Child and Family Services.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <thead> <tr> <th></th> <th style="text-align: right;">FY 2007</th> <th style="text-align: right;">FY 2008</th> <th style="text-align: right;">FTE</th> </tr> </thead> <tbody> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$995,200</td> <td></td> </tr> <tr> <td>Federal Funds</td> <td></td> <td style="text-align: right;">\$127,000</td> <td></td> </tr> <tr> <td>Transfers - H - Medical Assistance</td> <td></td> <td style="text-align: right;">\$763,200</td> <td></td> </tr> <tr> <td>Transfers - Other Agencies</td> <td></td> <td style="text-align: right;">\$18,500</td> <td></td> </tr> <tr> <td style="text-align: right;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$1,903,900</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </tbody> </table>		FY 2007	FY 2008	FTE	General Fund		\$995,200		Federal Funds		\$127,000		Transfers - H - Medical Assistance		\$763,200		Transfers - Other Agencies		\$18,500		Total	\$0	\$1,903,900	0.0
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Transfers - Other Agencies		\$18,500																							
Total	\$0	\$1,903,900	0.0																						
68. David C. Settlement Federal Court Order	<p>Description: The David C. Settlement requires the Division of Child and Family Services (DCFS) to fund an independent monitor to ensure that progress is being made toward satisfying the court settlement. This request is to cover the expenditures associated with the court ordered monitor.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <thead> <tr> <th></th> <th style="text-align: right;">FY 2007</th> <th style="text-align: right;">FY 2008</th> <th style="text-align: right;">FTE</th> </tr> </thead> <tbody> <tr> <td>General Fund, One-time</td> <td></td> <td style="text-align: right;">\$269,500</td> <td></td> </tr> <tr> <td>Federal Funds</td> <td></td> <td style="text-align: right;">\$59,100</td> <td></td> </tr> <tr> <td style="text-align: right;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$328,600</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </tbody> </table>		FY 2007	FY 2008	FTE	General Fund, One-time		\$269,500		Federal Funds		\$59,100		Total	\$0	\$328,600	0.0								
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General Fund, One-time		\$269,500																							
Federal Funds		\$59,100																							
Total	\$0	\$328,600	0.0																						
69. Division of Services for People with Disabilities Waiting List	<p>Description: Currently there are 1,650 individuals waiting for services in the Home and Community Based Services Medicaid Waiver Programs. These individuals meet the criteria for placement in Intermediate Care Facilities or Nursing Homes but want services in the community in a less restrictive setting. This funding request would serve approximately 425 persons or 25% of the waiting list.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <thead> <tr> <th></th> <th style="text-align: right;">FY 2007</th> <th style="text-align: right;">FY 2008</th> <th style="text-align: right;">FTE</th> </tr> </thead> <tbody> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$2,000,000</td> <td style="text-align: right;">11.5</td> </tr> <tr> <td>Transfers - H - Medical Assistance</td> <td></td> <td style="text-align: right;">\$3,500,000</td> <td></td> </tr> <tr> <td style="text-align: right;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$5,500,000</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">11.5</td> </tr> </tbody> </table>		FY 2007	FY 2008	FTE	General Fund		\$2,000,000	11.5	Transfers - H - Medical Assistance		\$3,500,000		Total	\$0	\$5,500,000	11.5								
	FY 2007	FY 2008	FTE																						
General Fund		\$2,000,000	11.5																						
Transfers - H - Medical Assistance		\$3,500,000																							
Total	\$0	\$5,500,000	11.5																						
70. Growth for Meals on Wheels	<p>Description: The projected growth for the Meals on Wheels program is 100 clients. This program assists homebound clients with a hot meal allowing them to remain in their homes.</p> <p>Financing:</p> <table border="0" style="width: 100%;"> <thead> <tr> <th></th> <th style="text-align: right;">FY 2007</th> <th style="text-align: right;">FY 2008</th> <th style="text-align: right;">FTE</th> </tr> </thead> <tbody> <tr> <td>General Fund</td> <td></td> <td style="text-align: right;">\$146,000</td> <td></td> </tr> <tr> <td style="text-align: right;">Total</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$0</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">\$146,000</td> <td style="text-align: right; border-top: 1px solid black; border-bottom: 3px double black;">0.0</td> </tr> </tbody> </table>		FY 2007	FY 2008	FTE	General Fund		\$146,000		Total	\$0	\$146,000	0.0												
	FY 2007	FY 2008	FTE																						
General Fund		\$146,000																							
Total	\$0	\$146,000	0.0																						

71. Growth in the Division of Services for People with Disabilities Waiver Services

Description:

Federal match requirement to provide services for 286 individuals in the 3 waiver programs. Under the State Plan, once an individual receives services in any of the three DSPD waiver programs, the federal regulations require that any additional services needed are to be provided.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$1,200,000	
Transfers - H - Medical Assistance		\$2,839,700	
Total	\$0	\$4,039,700	0.0

72. Maintain the Same Level of Support for the Aging Medicaid Waiver Program

Description:

This funding is for the Medicaid Waiver Program to provide in-home services rather than the elderly having to go to nursing homes. Most of this request is to convert one-time funding of \$300,000 from FY 2006 and 2007 to ongoing and the remaining balance is to maintain the same level of support because of a federal policy change shifting match requirement for assessments from 70/30 to 50/50. The in-home Waiver program costs about \$5,000 per year as opposed to an annual cost of \$26,000 in a nursing facility.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$340,000	
Total	\$0	\$340,000	0.0

73. Replacement of Loss of Federal Funds for Mental Health Centers

Description:

In the past, the Mental Health Centers were able to use savings from Medicaid patients to cover non-Medicaid eligible uninsured patients. The federal government changed the policy and will not allow the savings to be used for non-Medicaid patients. Since this policy change in FY 2006, the Legislature has provided one-time funding to serve these individuals. The value of funding this program is it is more expensive to serve these patients in a hospital setting or jail then in a Mental Health Center.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$2,715,200	
Total	\$0	\$2,715,200	0.0

Other Items:

74. Growth in Foster Care Children

Description:

In FY 2006, the Division of Child and Family Services (DCFS) had 156 more children in state care than in the previous year. The number of families one case worker can serve has been set by an audit of the Legislative Auditor's Office, the federal court (David C. Lawsuit) and commitments made in the Federal Child and Family Services Review for continuing federal funding partnership. This funding request is for 21 caseworkers, 3 supervisor and 3 support staff.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$1,525,700	27.0
Federal Funds		\$218,000	
Total	\$0	\$1,743,700	27.0

75. Growth in Substance Abuse in Women	Description: Women enrolled in substance abuse treatment in the Division of Substance Abuse and Mental Health have increased by 170% from 1991 to 2005 (2,679 to 7,243). This funding will provide treatment services for 100. This funding includes allowing their children to be with their mothers while they are receiving treatment.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$353,600	
	Transfers - Other Agencies		\$2,525,700	
	Total	\$0	\$2,879,300	0.0

76. Growth in Substance Abuse in Women with Children in State Custody	Description: Women enrolled in substance abuse treatment in the Division of Substance Abuse and Mental Health have increased by 170% from 1991 to 2005 (2,679 to 7,243). This request is to treat approximately 500 women have children in State custody. The federal court has ordered these women into treatment in order to get their children back. This funding includes allowing their children to be with their mothers while they are receiving treatment.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$2,172,000	
	Total	\$0	\$2,172,000	0.0

77. Legislative Pilot Program for the Division of Services for People with Disabilities	Description: During the 2006 General Session, the Legislature passed H.B. 31 establishing a 2 year pilot program for supported employment services for people with disabilities. This request is for year two of the pilot.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund, One-time		\$150,000	
	Total	\$0	\$150,000	0.0

78. Replacement of Loss of Federal Incentive Funds	Description: The Deficit Reduction Act (DRA) disallowed the use of incentive funds for state match. The feds pay 66 percent of the costs of the state child support programs and the state pays 34 percent. Each state has the ability to earn incentive funds based on performance in five areas. These incentive funds must be reinvested in the child support program. Before passage of the DRA, the incentive funds could be used as part of the 34 percent state match. If this funding is not replaced, ORS will lose \$3.5million in federal funds, approximately \$35.3 million in child support collections and 105 FTEs.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$1,820,600	
	Total	\$0	\$1,820,600	0.0

Health & Human Services - Department of Human Services

Total Impact by Fund (General Fund/School Funds Only):

Financing	FY 2007	FY 2008	FTE
General Fund		\$13,268,300	38.5
General Fund, One-time		\$419,500	
Total	\$0	\$13,687,800	38.5

Higher Education

Historically Funded:

79. Federal Match for Student Aid

Description:

The federal government provides funding for several different financial aid programs. The Federal Perkins Loan program, the Federal Work-Study program, and the Federal Supplemental Educational Opportunity Grants all require a 25 % match. The Leveraging Educational Assistance Partnership (LEAP) requires a 100% match. Additional state funding is required in order to obtain the anticipated federal funding.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$210,300	
Total	\$0	\$210,300	0.0

80. Growth in Utah College of Applied Technology (UCAT) Membership Hours

Description:

UCAT serves both secondary students and adults. Enrollment in UCAT continues to grow. The number of membership hours in FY 2006, compared to FY 2005 is up by 207,000 or 4.07%.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$1,197,800	
Total	\$0	\$1,197,800	0.0

81. Legislative Commitment to Engineering and Science Initiative

Description:

For the past few years, the Legislature has approved funding to increase the number of graduates with degrees in engineering and computer science. Partial funding has been approved over the past few years. This funding would get to the level originally determined.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$5,045,200	
General Fund, One-time		\$4,000,000	
Total	\$0	\$9,045,200	0.0

82. Legislative Commitment to Nursing Initiative

Description:

For the past few years, the Legislature has approved funding to increase the number of graduates with degrees in nursing. Partial funding has been approved over the past few years. This funding would get to the level originally determined.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$500,000	
Total	\$0	\$500,000	0.0

83. O & M - New Facilities

Description:

Funding for operational and maintenance costs at new USHE and UCAT facilities.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$1,511,200	
General Fund, One-time	\$344,300		
Total	\$344,300	\$1,511,200	0.0

84. Utility Cost Inflation	Description: Rates for utilities (electricity and natural gas) have increased while consumption has remained constant (adjusted for new space).			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$8,872,300	
	General Fund, One-time	\$2,496,300		
	Total	\$2,496,300	\$8,872,300	0.0

Other Items:

85. Aging IT equipment in need of replacement	Description: The USHE has a significant investment of IT equipment. This funding would enable a more consistent and timely replacement of aging and obsolete IT equipment.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund, One-time		\$3,000,000	
	Total	\$0	\$3,000,000	0.0

86. Business Depot Ogden Lease	Description: To provide funds for up-fronted costs to retrofit (\$1,000,000) and lease (\$230,000) BDO space for Williams International Lean Manufacturing project in FY 2007 and lease costs (\$320,000) in FY 2008.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$230,000	
	General Fund, One-time	\$1,230,000		
	Total	\$1,230,000	\$230,000	0.0

87. Increase in Number of Hearing-Impaired Students Require Translators	Description: As the number of hearing-impaired students increases, the need for translators also increases. Certified translators are adding significantly to the costs of providing educational services at the institutions.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$2,210,200	
	Total	\$0	\$2,210,200	0.0

88. Increase in number of students applying for T.H. Bell Teaching Incentive Loan Program	Description: The T.H. Bell Teaching Incentive Loan Program covers educational expenses for students who agree to teach in Utah schools. This funding will provide the ability to meet the target established in statute of 365 scholarships, encouraging teaching as a career.			
	Financing:	FY 2007	FY 2008	FTE
	General Fund		\$692,300	
	Total	\$0	\$692,300	0.0

89. Increase in Number of Students meeting eligibility requirements for New Century Scholarships

Description:

The number of students who meet the requirements to earn a New Century Scholarship is increasing. The scholarship covers 75% of USHE tuition.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$437,500	
General Fund, One-time	\$130,100		
Total	\$130,100	\$437,500	0.0

90. Increase in tuition rates result in need for more need-based financial aid

Description:

As tuition rates increase steadily, requests for financial aid also are increasing. Utah Centennial Opportunity Program for Education (UCOPE) provides need-based financial aid to students.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$3,149,100	
Total	\$0	\$3,149,100	0.0

91. Increased Recruitment efforts cause the need for additional funding for Custom Fit program

Description:

Custom Fit is often used as an enticement for employers to relocate or expand in Utah. Current funding runs out before the fiscal year ends. With further economic development efforts, there is additional pressure for Custom Fit training.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$750,000	
Total	\$0	\$750,000	0.0

92. Inflation causing increases in IT Licensing costs

Description:

Software licenses at all of the USHE institutions are subject to cost increases in their contracts. While pooling the contracts at the Commissioner's office provides leverage for reducing costs, license renewals do reflect increases.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$957,000	
Total	\$0	\$957,000	0.0

93. Inflationary Costs - Library Consortium

Description:

The Library Consortium reduces the need to provide items at all institutions through inter-library loan services. Additional funding is necessary to keep current periodicals, books, and on-line databases.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$642,000	
General Fund, One-time		\$1,000,000	
Total	\$0	\$1,642,000	0.0

94. Replace obsolete training equipment

Description:

Programs provided by UCAT rely heavily on training equipment. This equipment needs to be current to meet market demands for trained employees. This request includes such things as nursing lab equipment, composite training equipment, mine rescue apparatus, truck driving simulator, and gas production training equipment.

Financing:

General Fund, One-time

Total

FY 2007	FY 2008	FTE
	\$2,122,300	
\$0	\$2,122,300	0.0

95. Utah College of Applied Technology (UCAT) Leased Space

Description:

Utah statute requires the Utah College of Applied Technology to utilize leased space. As the campuses grow and lease costs escalate, additional state funding is required.

Financing:

General Fund

General Fund, One-time

Total

FY 2007	FY 2008	FTE
	\$702,800	
\$80,300		
\$80,300	\$702,800	0.0

96. Williams International Lean Manufacturing

Description:

Williams International has donated \$25 million worth of manufacturing equipment which will provide an opportunity for OWATC to implement a lean manufacturing program involving robotics and advanced machining skills. A new course will provide training in the process of manufacturing gas turbine engine components. The funding will provide for the necessary faculty for the program.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$326,000	
\$0	\$326,000	0.0

Higher Education

Total Impact by Fund (General Fund/School Funds Only):

Financing

General Fund

General Fund, One-time

Total

FY 2007	FY 2008	FTE
	\$27,433,700	
\$4,281,000	\$10,122,300	
\$4,281,000	\$37,556,000	

Higher Education - Utah Education Network

Historically Funded:

**97. Technology
Obsolescence**

Description:

The equipment through which UEN delivers video instruction has become obsolete. For the past three years, the Legislature has supported replacing older analog EdNet equipment with digital Internet based equipment. UEN is requesting \$200,000 ongoing and \$800,000 one-time for the last phase of that project. In addition, UEN's satellite service provider is requiring UEN to replace its current equipment with a newer technology. UEN has decided that a better investment is to discontinue satellite service and replace satellite sites with Internet based video. To replace the satellite service, UEN requests \$2,100,000 one-time.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$200,000	
General Fund, One-time	\$2,100,000	\$800,000	
Total	\$2,100,000	\$1,000,000	0.0

**98. Utilization Increases
and Enrollment
Growth**

Description:

Demand for Utah Education Network resources is growing rapidly. Use of UEN's data network doubles about every 18 months to two years. The number of technologically delivered courses facilitated by UEN increased by 20% from 2004 to 2005. To meet this growth in demand from public and higher education users, UEN requests \$1.5 million ongoing for network expansion and \$630,000 ongoing plus \$480,000 one-time for an electronic course management system.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$2,130,000	3.0
General Fund, One-time		\$480,000	
Federal Funds		\$3,000,000	
Total	\$0	\$5,610,000	3.0

Other Items:

**99. Competitive Job
Market**

Description:

Low unemployment and high demand for technical expertise is driving up wages for skilled technical workers. UEN competes in this market for its employees, and increasingly sees its workers leave for higher salaries in the private sector. In order to retain its skilled workforce, UEN requests \$300,000 for market comparability salary increases.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$300,000	
Total	\$0	\$300,000	0.0

Higher Education - Utah Education Network

Total Impact by Fund (General Fund/School Funds Only):

Financing	FY 2007	FY 2008	FTE
General Fund		\$2,630,000	3.0
General Fund, One-time	\$2,100,000	\$1,280,000	
Total	\$2,100,000	\$3,910,000	3.0

Natural Resources

Historically Funded:

100. Federal portion of the suppressed fires in Utah

Description:

Utah firefighters work with their Federal counterparts to suppress fires in Utah. An agreement between Utah and the Federal Government requires the State to pay its share to its Federal partners for the fires suppressed on Utah lands. The estimated cost for fire suppression the State owes for FY 2007 is \$8,225,000.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time	\$8,225,000		
Total	<u>\$8,225,000</u>	<u>\$0</u>	<u>0.0</u>

101. Watershed Initiative

Description:

Utah has lost over 600,000 acres of rangeland sage steppe during the drought of the last five years, which is critical to watersheds, wildlife, and livestock. This funding will be matched with federal and private sources for the restoration of the sage steppe.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$2,000,000	
Total	<u>\$0</u>	<u>\$2,000,000</u>	<u>0.0</u>

Other Items:

102. Brand Inspection Workload Expansion

Description:

Due to increased cost of service and extra duties the Department of Agriculture has to raise fees to livestock owners or reduce the services provided. The Department is requesting funding from the General Fund to cover the increases.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$169,800	
Total	<u>\$0</u>	<u>\$169,800</u>	<u>0.0</u>

103. Economic Growth in Rural Utah

Description:

During the 2006 General Session the Department of Agriculture received \$400,000 one-time funding for the "Utah's Own" campaign: promoting Utah-grown produce to Utah's consumers, grocers, distributors, and restaurants. The Department is requesting ongoing funding for this program.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$250,000	
Total	<u>\$0</u>	<u>\$250,000</u>	<u>0.0</u>

104. Funding Restoration

Description:

The State used to provide \$800,000 to This Is The Place Foundation for the operation of This Is The Place Heritage Park. This amount was reduced by \$100,000 during the budget cuts in 2002. The Foundation is requesting the \$100,000 to be restored.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$100,000	
Total	<u>\$0</u>	<u>\$100,000</u>	<u>0.0</u>

**105. Minerals Program
Energy Development
and Workload
Expansion**

Description:

The resurgence of energy prices has spurred oil shale and tar sands interest as well as exploration of uranium. There is a large demand for raw materials for building and manufacturing. The funding will be used to hire two environmental scientists, who will permit, track, and inspect mines.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$275,000	2.0
General Fund, One-time	\$137,500		2.0
Total	<u>\$137,500</u>	<u>\$275,000</u>	<u>4.0</u>

**106. Preventing
Reoccurring Fires**

Description:

The funding will be use to establish desirable vegetation in areas at risk of wildfire to prevent the encroachment and spread of cheatgrass, to protect and enhance wildlife habitat, and curtail the expense of fire suppression recurring fires.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$2,000,000	
Total	<u>\$0</u>	<u>\$2,000,000</u>	<u>0.0</u>

Natural Resources

Total Impact by Fund (General Fund/School Funds Only):

Financing	FY 2007	FY 2008	FTE
General Fund		\$4,794,800	2.0
General Fund, One-time	\$8,362,500		2.0
Total	<u>\$8,362,500</u>	<u>\$4,794,800</u>	<u>4.0</u>

Public Education

Mandated:

**107. Board and Voted
Leeway Growth**

Description:

Statute requires that the state guarantee for the Board Leeway and the Voted Leeway increase each year. The guarantee for FY 2008 increases to \$23.07 per 0.0001 of tax rate per WPU. This is a preliminary cost estimate, adjustments will occur based on actual fall enrollments and the estimated number of corresponding Weighted Pupil Units. Final estimates should be available by mid December 2006.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$8,965,200	
Total	\$0	\$8,965,200	0.0

**108. Charter School
Enrollment Growth**

Description:

Estimates indicate that an additional 3,800 students will enroll in a new or existing charter schools in FY 2008. The total enrollment in charter schools may reach 30,000 students. These funds provide a state replacement of local funds retained by a school district when a student transfers from a district school to a charter school. This is a preliminary cost estimate, adjustments will occur based on actual fall enrollments. Final estimates should be available by mid December 2006.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$3,127,400	
Total	\$0	\$3,127,400	0.0

**109. Professional Staff
Salary Increases**

Description:

Statute, UCA 53a-25-111, requires that the salaries for teachers at the Utah Schools for the Deaf and Blind be adjusted each year to reflect the percent salary increases received by teachers in the local districts the previous year. This calculation depends on school district reporting the increases received by district teachers.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$630,300	
Total	\$0	\$630,300	0.0

**110. Student Enrollment
Growth**

Description:

Enrollment projections indicate that an additional 14,318 students will enroll in the public schools next fall. This is an increase of 2.7 percent over last year, for an estimated total of 539,111 students. The Utah State Office of Education estimates that enrollment growth costs will exceed \$47.3 million in FY 2008. This is a preliminary cost estimate. Adjustments will occur based on actual fall enrollments and the estimated number of corresponding Weighted Pupil Units. Final estimates should be available by mid December 2006. Enrollment growth in non-WPU driven programs is expected to exceed \$15 million for the year.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$62,421,000	
Total	\$0	\$62,421,000	0.0

111. Teacher Salary Base, Step, and Lane Increases

Description:

Statute 53a-25-111, requires that the salaries for teacher and staff at the Utah Schools for the Deaf and Blind be adjusted each year to reflect percent salary increased received by teachers in the local school districts the previous year. In particular, these increases recognize longevity in the teaching profession along with continued professional development.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$657,700	
Uniform School Fund, One-time		\$191,600	
Total	\$0	\$849,300	0.0

Historically Funded:

112. Reimbursing of Out-of-Pocket Expenses on School Supplies Incurred by Educators

Description:

One-time funding appropriated each year to reimburse educators for classroom supplies purchased to support classroom instruction. This is a preliminary cost estimate, adjustments will occur based on the number of educators. Final estimates should be available by mid December 2006.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund, One-time		\$7,000,000	
Total	\$0	\$7,000,000	0.0

Other Items:

113. Additional Program, School District, and Charter School Audits

Description:

The State Board of Education currently has one internal auditor to review all programs, school districts, and charter schools in the public education system. An additional auditor would allow the Board to be more effective in evaluating program performance and compliance.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$70,000	1.0
Total	\$0	\$70,000	1.0

114. Assistive Technology Waiting List

Description:

This one-time request assists disabled individuals in acquiring needed assistive technology in order to help them to become more independent individuals. The request will provide needed services to the projected number of individuals on the FY 2008 waiting list.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund, One-time		\$500,000	
Total	\$0	\$500,000	0.0

115. At Risk Student Preparation for School

Description:

Funding provides for the first phase of a program that makes all-day Kindergarten available to students with the greatest risk of failing school. The program makes all-day Kindergarten optional in Title I schools.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$7,500,000	
Total	\$0	\$7,500,000	0.0

116. Charter School Support, Accountability, and Oversight

Description:

Charter schools require tailored oversight and expertise for compliance with state regulations. The USOE recommends a three-pronged approach to address these issues: provide grants to new charter schools to contract for professional consulting services, develop a charter school service center similar to that used for rural school districts, and provide additional staff support to the State Charter School Board to assist with charter school applications and compliance.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$1,190,800	5.5
Total	\$0	\$1,190,800	5.5

117. Continuation of One-time Funding for the Capital Outlay - Enrollment Growth Program

Description:

For the past several years, the Legislature has provided \$5 to \$10 million in one-time funds to support the Capital Outlay - Enrollment Growth Program. This program assists school districts with rapidly growing student populations provide facilities to educate these students.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund, One-time		\$10,000,000	
Total	\$0	\$10,000,000	0.0

118. Enhancement of the Fine Arts State-wide Educational Outreach Programs

Description:

This revenue establishes an enhancement program for organizations participating in state-wide educational outreach. The Legislature created an enhancement program for science organizations during the 2006 General Session. Funding allows state-wide outreach programs to apply for expansion grants to assist them in serving more students or teachers through educational outreach programs.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$300,000	
Total	\$0	\$300,000	0.0

119. Enrollment Growth in the Electronic High School

Description:

Electronic High School enrollment has more than doubled each year since 2002. Fall 2006 enrollment numbers show that more than 56,000 students participate in the Electronic High School. Estimates indicate that total enrollment will likely exceed 75,000 by the end of June 2007. Funding allows the USOE to contract with licensed educators to handle the additional student loads and support USOE administrative functions.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$742,100	
Total	\$0	\$742,100	0.0

120. Improving Student Literacy and Math Skills

Description:

The Literacy and Math Achievement Program provides for a decrease of one student per classroom in grades K-12. Class size reductions must be implemented by the districts and charter schools in a way that provides for smaller class sizes during literacy and math instruction. The State Board of Education proposes a four year program that reduces class sizes in literacy and math instruction by one student each year. The program will conclude with the 2010-11 school year.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$28,738,800	
Total	\$0	\$28,738,800	0.0

121. Improving Student Writing Skills

Description:

The Utah State Office of Education began a pilot program which uses writing skills improvement software to assist students with writing skills. Approximately 53,000 high school students received assistance in the first year of the pilot program. Funding provides for software that provides immediate feedback on student writing and will support the 2nd year of the pilot program.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund, One-time		\$542,300	
Total	\$0	\$542,300	0.0

122. Inability to Fund Utah Performance Assessment System for Students (U-PASS) Components with No Child Left Behind Carryforward Funds

Description:

U-PASS has been funded with No Child Left Behind Title VI carryforward. It is anticipated that the carryforward will run out in FY 2006 necessitating a replacement with state funding. This money would also pay for an upgrade to the state's data delivery system, the Utah Test Item Pool (UTIPS).

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$3,456,900	
Total	\$0	\$3,456,900	0.0

123. Increased Demand for Independent Living Services

Description:

The Independent Living Centers provide services that are unique to meet the local needs of the population in the areas being served. Demand for services in rural and remote areas of Utah has increased. As a result, Utah's Centers for Independent Living find it difficult to provide comprehensive services outside of the communities that they serve. The Centers for Independent Living are asking for an increase to continue their level of service to these areas.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$150,000	
Total	\$0	\$150,000	0.0

124. Increased Demand for State-Wide Science Outreach Programs

Description:

For the past three years, Red Butte Garden has provided an educational outreach program in the public schools through the Science Outreach Request for Proposal (RFP) Program. This funding provides Red Butte Garden a four-year renewable service grant to provide educational services throughout the state. The four-year renewable service contracts provide some revenue stability for organizations providing state-wide educational outreach programs.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$120,000	
Total	\$0	\$120,000	0.0

125. Increased Energy Costs in Transporting Students

Description:

Fuel and bus purchase costs have increased significantly in recent years. The increases provided to the districts through increases in the value of the WPU have not kept pace with these increased costs. The USOE is currently calculating their recommended increase for this item.

126. Increased Need for School Counseling Services

Description:

Counselor workloads have increased significantly due to U-PASS, the Utah Basic Skills Competency Test, and increased non-elective credit requirements. The State Board of Education requests funding to provide for an additional 66.75 guidance counselors in the school districts, reducing the counselor student ratio to 1 counselor for every 350 secondary student.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$4,005,000	
Total	\$0	\$4,005,000	0.0

127. Parity Funding for Charter Schools

Description:

This appropriation provides funding to change the Charter School Local Replacement Formula to more accurately reflect the level of per student funding in the school districts. The formula change will increase the per student funding allocated to charter schools and bring them closer to parity with the school districts. This is a preliminary cost estimate, adjustments will occur based on actual fall enrollments and estimated growth in the number of students attending a charter school. Final estimates should be available by mid December 2006.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$7,200,000	
Total	\$0	\$7,200,000	0.0

128. Professional Excellence for Utah Educators

Description:

The State Board of Education proposes the ProExcel program to increase student achievement by addressing three issues: Educational Leadership, Educator Retention, and Professional Compensation. ProExcel focuses on ways to attract, train, evaluate, compensate and retain quality educators, including a performance-based pay plan such as the one used in Denver.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund		\$50,000,000	
Total	\$0	\$50,000,000	0.0

129. School Building Safety and Improvements

Description:

A recent informal survey conducted by the USOE revealed safety and health improvements needed in district and charter school buildings. This funding provides block grant funds to districts and charters to begin addressing these needs. In addition, funding will assist 23 school districts and 50 charter schools in performing seismic safety studies of school buildings.

Financing:	FY 2007	FY 2008	FTE
Uniform School Fund, One-time		\$30,278,800	
Total	\$0	\$30,278,800	0.0

130. Special Need Students Accepting State Scholarships

Description:

This funding was originally was appropriated as one time funding to support the Carson Smith Special Needs Scholarship Program. The program provides state funded scholarships to student with special educational needs to attend a private school of their choice.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$2,400,000	
Total	\$0	\$2,400,000	0.0

**131. Transition of
Students from High
School to
Employment**

Description:

The pending reauthorization of the federal Rehabilitation Act will require Vocational Rehabilitation Counselors to provide vocational transition service to high school students starting at age 16. Currently, Vocational Rehabilitation provides services within 1 year of a student leaving school, usually around ages 17 to 20 years old. The Utah State Office of Rehabilitation requests funding for 6 additional FTE to support increased high school transition requirements.

Financing:

Uniform School Fund

Total

FY 2007	FY 2008	FTE
	\$723,500	6.0
\$0	\$723,500	6.0

Public Education

Total Impact by Fund (General Fund/School Funds Only):

Financing

General Fund

Uniform School Fund

Uniform School Fund, One-time

Total

FY 2007	FY 2008	FTE
	\$2,400,000	
	\$179,298,700	12.5
	\$48,512,700	
\$0	\$230,211,400	12.5

Transportation & Environmental Quality

Historically Funded:

132. Increase of qualified applicants for Utah National Guard Tuition Assistance

Description:

The Legislature has appropriated \$500,000 and \$750,000 during FY 2006 and FY 2007 as one time funding for tuition assistance for qualifying National Guard personnel. This request is for an ongoing appropriation of \$1,000,000.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$1,000,000	
\$0	\$1,000,000	0.0

133. Local Health Department Cola

Description:

COLA for Local Health Departments contracts with DEQ. Usually funded with State employe salary package.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$4,800	
\$0	\$4,800	0.0

134. O & M - New Facilities for the 1444th Medical Support Readiness Center

Description:

This new facility at Camp Williams will be built with federal funds with the agreement that the State will provide O & M. The new 18,733 SF facility is expected to be on line at the beginning of FY 2008.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$35,600	
\$0	\$35,600	0.0

Other Items:

135. Assessment of Increased Mercury in Utah's Ecology

Description:

During the past several years increased rates of Mercury have been found in Utah especially in fish and the environment of the Great Salt Lake. This appropriation will allow delineation and source assessment of Mercury increases in Utah's environment.

Financing:

General Fund

Total

FY 2007	FY 2008	FTE
	\$147,100	1.0
\$0	\$147,100	1.0

136. Assessment of increased Mercury Source in the Great Salt Lake

Description:

DEQ has issued warnings about consumption of certain species of fish caught in Utah containing high levels of mercury, and mercury levels in the Great Salt Lake are some of the highest in North America. These funds will be used to continue to assess and determine the magnitude of ecological threat of the increasing levels of mercury in Utah's environment.

Financing:

General Fund, One-time

Total

FY 2007	FY 2008	FTE
	\$66,500	
\$0	\$66,500	0.0

137. National Guard IT Services Federal Fund Replacement

Description:

The State side of the Utah National Guard currently has 70 FTE and the National Guard is required to provide IT services for them. The Federal budget has been paying for those services. They are now requiring that the State pay those expenses. This appropriation will replace federal funding with State funds. No increase in expenditures is anticipated with this source of funding change.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$47,200	
Total	\$0	\$47,200	0.0

138. State portion of Air Guard Maintenance FTE increase

Description:

The Air National Guard Cooperative Agreement with the federal government has now authorized an additional two maintenance positions at the Utah Air National Guard. The agreement requires the State to provide 25% of the cost of those positions. Total cost of the positions is estimated to be \$71,300. The State portion would require an appropriation of \$17,800 from the General Fund.

Financing:	FY 2007	FY 2008	FTE
General Fund		\$17,800	2.0
Total	\$0	\$17,800	2.0

139. Transportation Bridge Replacement Program

Description:

Replace failed and failing bridges in such places as I-80 east in SLC based on bridge assessment criteria.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$60,000,000	
Total	\$0	\$60,000,000	0.0

140. Transportation Congestion Relief

Description:

To fund a portion of \$16 billion unfunded capacity construction needs identified by the 2005 Transportation Task Force.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$200,000,000	
Total	\$0	\$200,000,000	0.0

141. Transportation Right of Way Acquisition

Description:

Purchase raw land rather than wait and be required to purchase developed land in proposed construction corridors.

Financing:	FY 2007	FY 2008	FTE
General Fund, One-time		\$40,000,000	
Total	\$0	\$40,000,000	0.0

**Transportation & Environmental Quality
Total Impact by Fund (General Fund/School Funds Only):**

Financing	FY 2007	FY 2008	FTE
General Fund		\$1,252,500	3.0
General Fund, One-time		\$300,066,500	
Total	\$0	\$301,319,000	3.0

Executive Appropriations Committee

2006 Interim

Total Impact by Subcommittee (General Fund/School Funds Only):

Subcommittee	FY 2007	FY 2008	FTE
Executive Offices & Criminal Justice	\$2,448,100	\$23,166,300	114.0
Capital Facilities & Administrative Services	\$71,500	\$27,163,800	5.5
Commerce & Workforce Services	\$6,903,300	\$15,918,200	8.0
Economic Development and Revenue	\$1,503,600	\$10,753,100	
Health & Human Services - Department of Health	\$4,678,400	\$59,286,200	8.3
Health & Human Services - Department of Human Services		\$13,687,800	38.5
Higher Education	\$4,281,000	\$37,556,000	
Higher Education - Utah Education Network	\$2,100,000	\$3,910,000	3.0
Natural Resources	\$8,362,500	\$4,794,800	4.0
Public Education		\$230,211,400	12.5
Transportation & Environmental Quality		\$301,319,000	3.0
Total	\$30,348,400	\$727,766,600	196.8

Total Impact by Priority (General Fund/School Funds Only):

Priority	FY 2007	FY 2008	FTE
Mandated	\$3,067,900	\$117,867,700	
Historically Funded	\$14,880,900	\$61,569,400	84.0
Other Items	\$12,399,600	\$548,329,500	112.8
Total	\$30,348,400	\$727,766,600	196.8

Total Impact by Fund (General Fund/School Funds Only):

Financing	FY 2007	FY 2008	FTE
General Fund		\$165,804,100	182.3
General Fund, One-time	\$30,316,700	\$328,862,600	2.0
Uniform School Fund		\$179,517,900	12.5
Uniform School Fund, One-time	\$31,700	\$48,512,700	
Education Fund		\$5,069,300	
Total	\$30,348,400	\$727,766,600	196.8