

AGENDA

POLITICAL SUBDIVISIONS INTERIM COMMITTEE UTAH LEGISLATURE

Wednesday, November 19, 2014 • 2:30 p.m. • Room 25 House Building

1. Committee Business

- Call to order – Sen. Daniel W. Thatcher, Senate Chair
- Approval of the minutes of the October 15, 2014, meeting

2. Local Government General Fund Carryover Limitation

Current statute limits the amount of money in a general fund that a local government may carry over from a fiscal year into the next fiscal year.

For cities, Section 10-6-116 provides that the accumulation of a fund balance in the city general fund may not exceed 25% of the total revenue of the city general fund for the current fiscal period.

For towns, Section 10-5-113 provides that the accumulation of a fund balance in the town general fund may not exceed 75% of the total revenue of the town general fund for the current fiscal period.

For counties, Section 17-36-16 provides that the maximum accumulated unappropriated surplus in the county general fund may not exceed an amount equal to the greater of:

- (1) (a) *for a county with a taxable value of \$750,000,000 or more and a population of 100,000 or more, 20% of the total revenues of the county general fund for the current fiscal period; or*
(b) *for any other county, 50% of the total revenues of the county general fund for the current fiscal period; and*
- (2) *the estimated total revenues from property taxes for the current fiscal period.*

For local districts and special service districts, Section 17B-1-612 provides that the accumulation of a fund balance in the general fund may not exceed the greater of:

- (1) *100% of the current year's property tax; or*
- (2) (a) *25% of the total general fund revenues for a district with an annual general fund budget greater than \$100,000; or*
(b) *50% of the total general fund revenues for a district with an annual general fund budget equal to or less than \$100,000.*

The committee will discuss the public policy of limitations on the carryover amount.

- Sen. Daniel W. Thatcher, study sponsor
- Utah League of Cities and Towns
- Utah Association of Counties
- Utah Association of Special Districts
- Questions, public comment, committee discussion

3. Other Items/Adjourn