**Summary**

By statute, the Utah State University Water Research Laboratory receives an annual allocation from the Land Exchange Mineral Lease Revenue (see 53C-3-203(4)(v)). The FY 2015 appropriation to the Water Laboratory was based on estimated Land Exchange Mineral Lease Revenue of $15,022,200. Working with SITLA, the Division of Finance has reduced the FY 15 and FY 16 estimate to $5,000,000.

Due to the reduction of the funding, the Analyst recommends a FY 2015 Supplemental to the Water Research Laboratory in the amount of ($166,000). This leaves a revenue amount of $66,400. H.B. 1, the Higher Education Base Budget Bill for FY 2016 reflects the reduced anticipated revenue amount (see Item 21).