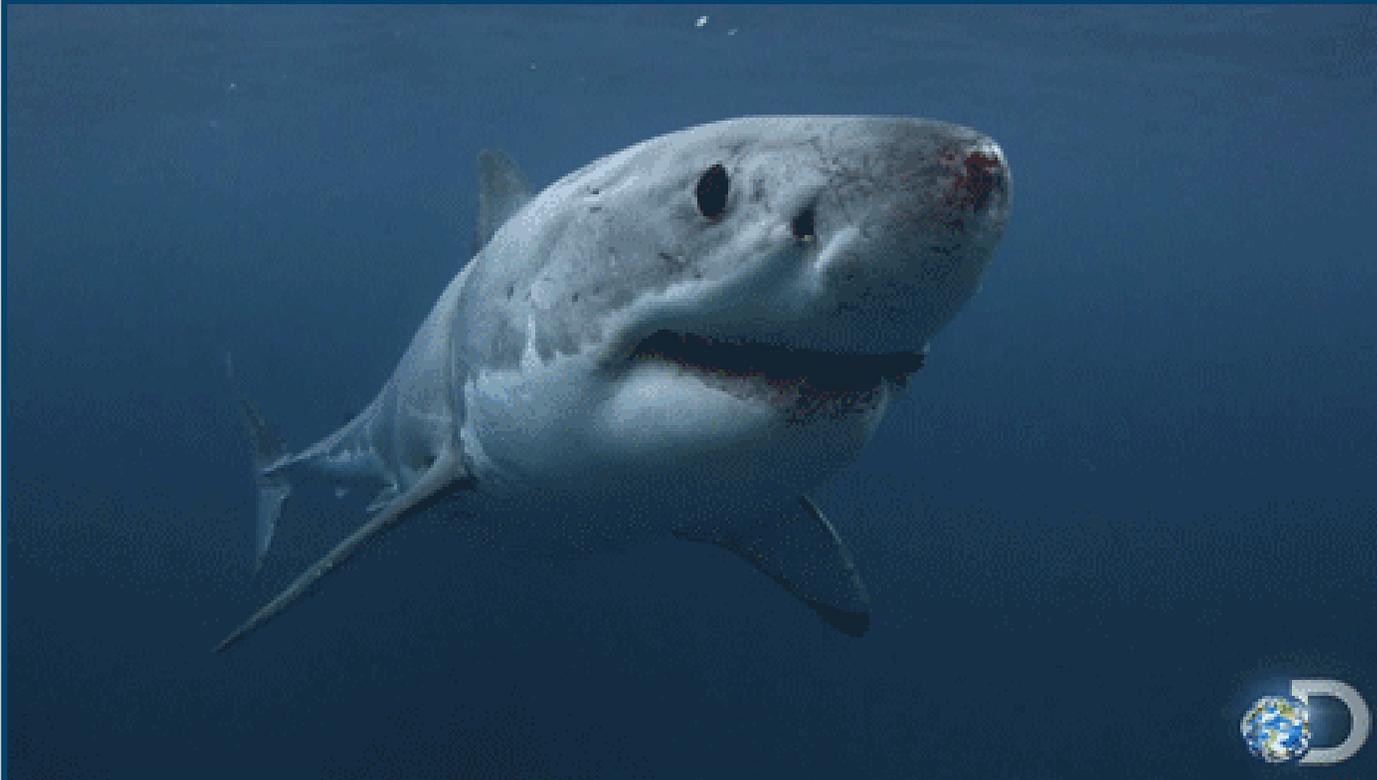


# SITLA BUDGET REVIEW

SEN. DAYTON | REP. KWAN

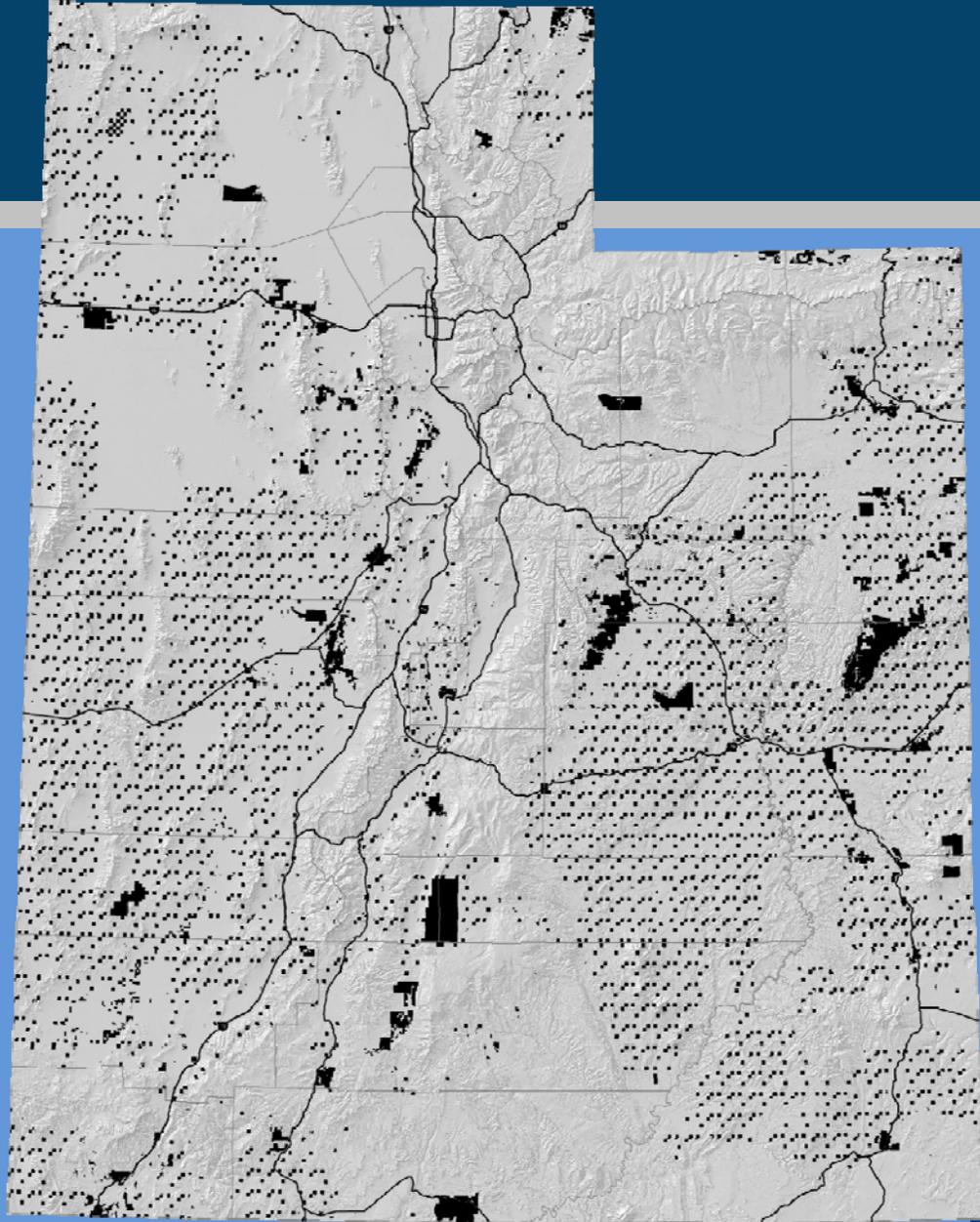


# 100 YEARS: FROM STATEHOOD TO SITLA

- **1894: Enabling Act authorizes trust lands to support 12 state institutions**
  - Public schools
  - Public buildings
  - School for the Deaf
  - School for the Blind
  - Utah State Hospital
  - Juvenile Justice Services
  - State teaching colleges
  - State reservoirs
  - College of Mines at UofU
  - University of Utah
  - Utah State University
  - Miners Hospital at UofU Med
- **1994: Utah Legislature creates SITLA**

# LAND MANAGEMENT

- Trust lands are not public lands
- Scattered land position within federal lands
  - 3.4 million surface acres
  - 4.4 million mineral acres
  - 6% of Utah



# UNIQUE BUDGETING SITUATION

- Receives no tax revenue
- Self-funded from earnings
- Unspent appropriations lapse to beneficiaries

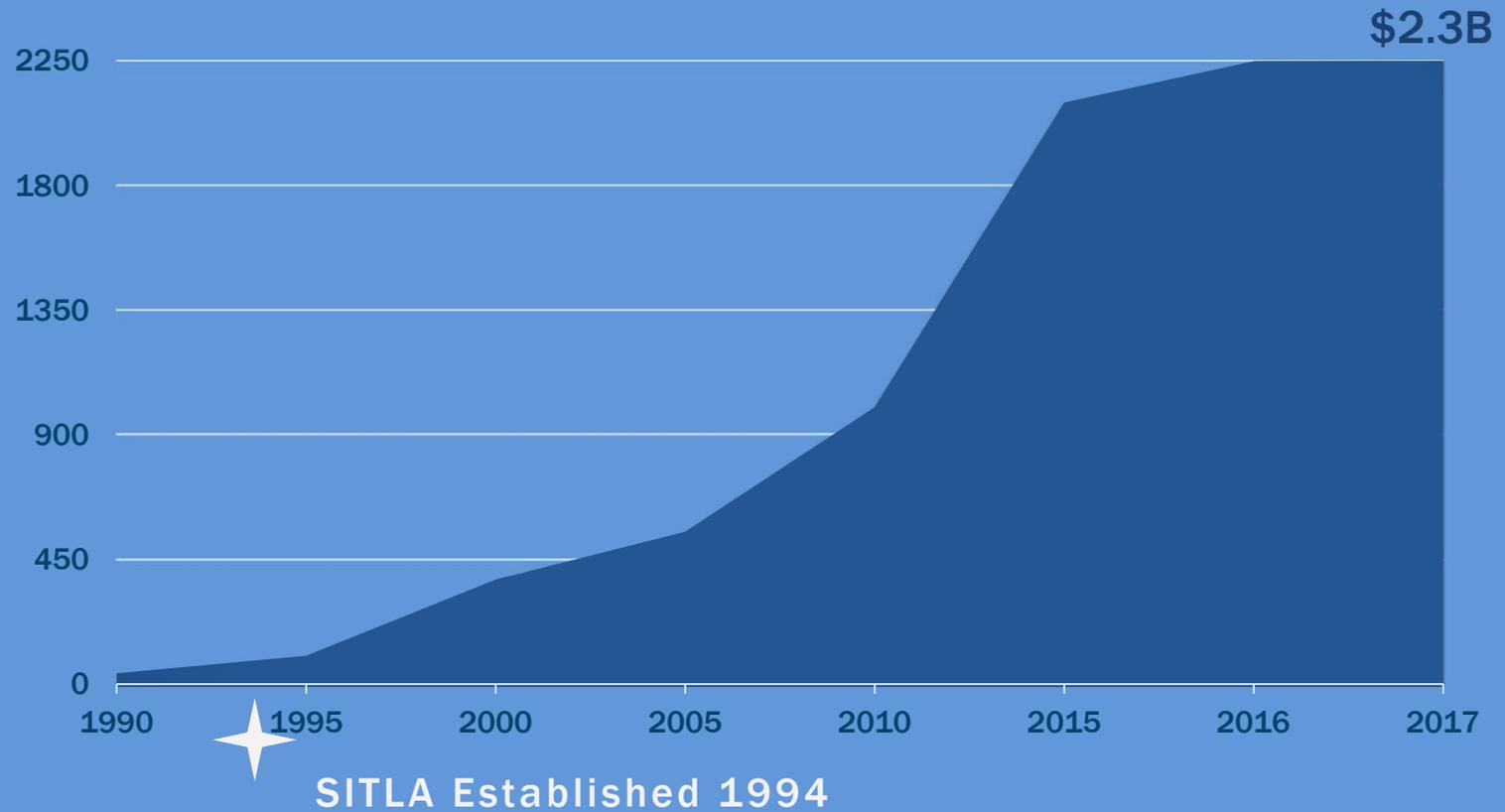


# SITLA REVENUE



# BUILDING THE PERMANENT FUND

VISION: WE ARE AN INCREASINGLY-SIGNIFICANT SOURCE OF SCHOOL FUNDING



# ANNUAL PERMANENT FUND DISTRIBUTIONS

VISION: WE ARE AN INCREASINGLY-SIGNIFICANT SOURCE OF SCHOOL FUNDING



# ACCOUNTABILITY

- Utah Legislature
- Board of Trustees
  - Seven-member board
  - Nominated by committee, approved by governor, confirmed by Utah Senate
- Governor's Office of Management and Budget
- Beneficiaries



# FY2018 BASE BUDGET: THREE LINE ITEMS

- Operating Budget: \$11.2 million
- Capital Budget: \$5 million
- Stewardship Budget: \$0.9 million



**SEN. DAYTON  
SITLA OPERATIONS BUDGET**

# OPERATIONS BUDGET

## ■ Operations: \$11.2 million

- Oil and Gas, Mining, Surface, and Real Estate business groups
- Administration, Legal, IT, Accounting, and Board of Trustees
- 68.5 FTEs
- 71.49% of budget for personnel; 12.7% for professional-technical services; and 15.84% for other expenses

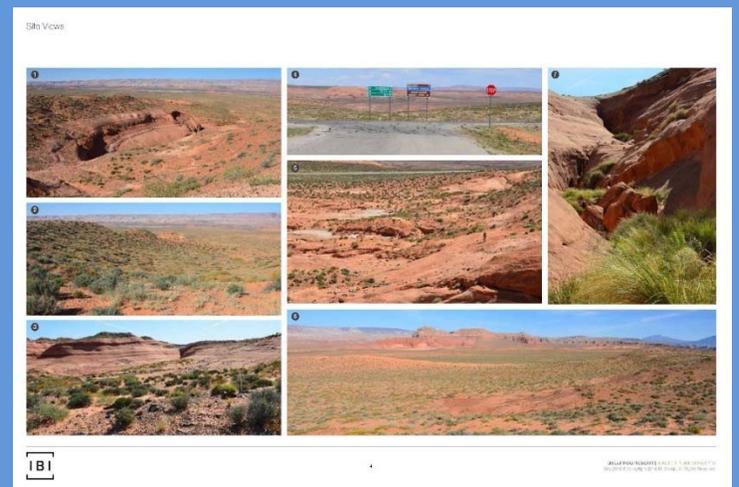


**REP. KWAN**

**SITLA CAPITAL AND STEWARDSHIP BUDGETS**

# CAPITAL BUDGET

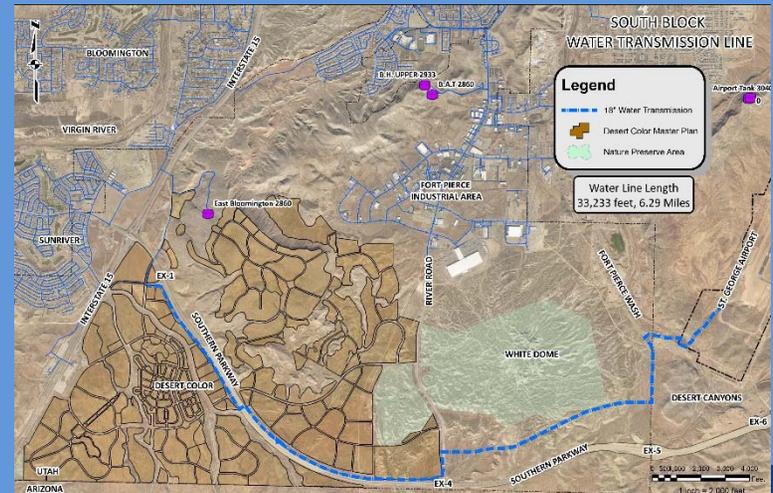
- Capital: \$5 million
  - Value-added improvements
    - Water rights
    - Infrastructure
    - Entitlements
  - Projects – Performance Measures
    - South Block, Washington County
      - Earnings: \$65.75 million
      - Costs: \$31.37 million     **+\$34.38 million**
    - Coral Canyon, Washington County
      - Earnings: \$26.98 million     **+\$17.32 million**
      - Costs: \$9.66 million



# UPDATE: FY2017 CAPITAL BUDGET

## ■ FY17 \$10 million capital request

- Base budget: \$5 million
- One-time request: \$5 million
  - Water pipeline in Washington County
- Pipeline construction \$3.3 million
- Other projects \$1.2 million
- Lapsed/returned to beneficiaries \$5.5 million



# STEWARDSHIP BUDGET

- Stewardship: \$0.9 million

- Preserve land value

- Environmental liability
    - Cultural resources
    - Resource damage--illegal dumping and trespass
    - Disciplined recreational use

- Projects

- Great Hunt Panel
    - Cave Towers
    - Lake Mountain
    - LaSal Mountain Trail Complex

