Office of The
Legislative Fiscal Analyst

Jonathan C. Ball
Director

MEMORANDUM FOR EXECUTIVE APPROPRIATIONS COMMITTEE

FROM: Steven Allred, Deputy Fiscal Analyst

DATE: August 14, 2020

SUBJECT: Expendable Receipts

The Budgetary Procedures Act defines “Expendable Receipts” as collections by an agency for expenditures that are limited by a nonstate entity that provides the funds. “Expendable receipts" includes:

- grants;
- state matches for federal revenues paid by a nonstate entity; and
- rebates, including pharmacy rebates, that have similar restrictions on expenditures as the original program.

Expendable receipts are not limited by appropriations. Agencies can use expendable receipts in accordance with the terms set by a nonstate entity that provides the funds. In order to maintain accountability, statute requires that, if an agency receives excess expendable receipts revenue that is more than 25 percent greater than the amount included for a line item by the Legislature in the annual appropriations acts, the agency shall report the excess amount, the source of the expendable receipts, and the purpose for which the expendable receipts will be expended to the Governor's Office of Management and Budget, the legislative fiscal analyst, and the Executive Appropriations Committee.

We have enclosed reports from the Department of Public Safety, the Office of Energy Development, and the Department of Human Services.

Utah State Capitol Complex
House Building, Suite W310
P.O. Box 145310
Salt Lake City, Utah

Phone: (801) 538-1034
Fax: (801) 538-1692

Website:
www.le.utah.gov/lfa

LFA
Legislative Fiscal Analyst

This page intentionally left blank.

Office of Energy Development Expendable Receipts

BGAA Line	Line Item	Fund	Dept	Appr	Amount	Description	House Bill	Event Type
1	CSA	1000	61	CSA	$ 10,000	Technical error, revenue was appropriated as Dedicated Credits for qualifying Expendable Receipts. Revenue was from Cheveron sponsorship of the Governor's Energy Summit.	Budget Modification Plan	BG92
2	CSA	1000	61	CSA	$ 30,000	Technical error, revenue was appropriated as Dedicated Credits for qualifying Expendable Receipts. Revenue was from Cheveron funding of the Energy Workforce Scholarship program.	Budget Modification Plan	BG92
3	CSA	1000	61	CSA	$ 2,680	Technical error, revenue was appropriated as Dedicated Credits for qualifying Expendable Receipts. Revenue was from sponsorships of the 2020 Hydrogen Conference.	Budget Modification Plan	BG92
4	CSA	1000	61	CSA	$ 10,000	Technical error, revenue was appropriated as Dedicated Credits for qualifying Expendable Receipts. Revenue was the financial support (accompanying a letter) of the Western States & Tribal Nations natural gas initiative from the Seven County Infrastructure Coalition.	Budget Modification Plan	BG92
Total					$ 52,680			

This page intentionally left blank.

Expendable Receipts					
Line Item	Appr	Unit	Approved Appr:	Actual	Description
JAAA	JAE	1156	0	90,584.49	from Marathon Petroleum Foundation for the Fire Marshal's Office, for the Utah Oil Spill Response Program
JAAA	JAE	1159	0	207,503.08	A grant from Salt Lake City for DPS/SIAC
JBKA	JBK	1253	1,000,000	1,509,424.10	EMAC (Emergency Management Assistance Compact) is an interstate mutual aid agreement administered by NEMA. EMAC offers assistance during governor-declared states of emergency or disaster through a responsive, straightforward system that allows states to send personnel to assist with response and recovery efforts in other states. Deploying resources through EMAC leverages federal grant dollars (such as the State Homeland Security Grant Program and the Emergency Management Performance Grant) invested in state and local emergency management resources capabilities.
Transfer Revenue					
JAAA			1050700		
	JAA	1111		12,314.50	
	JAC	1130		81,810	
	JAE	1154		843,758.78	Transfers from Criminal Justice
	JAE	1155		1,162,293.15	Transfers from Criminal Justice
	JAE	1157		917,472.92	Transfer federal revenue from other agency
	JAE	1159		396,766.48	Transfer from Criminal Justice and transfer federal revenue within agency
	JED	1542		3,034	
	JED	1543		4,838	
	JED	1544		3,079	
	JED	1545		3,124	
	JED	1546		3,243	
	JED	1547		6,246	
	JHD	1840		112.50	
	JHE	1850		10,275	

	JHF	1862		1,050	
	JMA	2114		1,446.50	
JAAA TR TOTAL			**1,050,700**	**3,450,863.83**	
JCAA	JCB	2251	27,100	61,654	Related to background investigations for other state agencies, recorded as transfer instead of dedicated credits
	JCB	2252		3,690	
	JCB	2253		580,185	Related to background investigations for other state agencies, recorded as transfer instead of dedicated credits
	JCB	2258		65	
	JCB	2259		5,700	
	JCB	2260		403,480	BCI grant transfer revenue
	JCB	2262		2,505	
JCAA TR TOTAL			**27,100**	**1,057,279.46**	

Reclassification of "Support Collections – Federal Related Portion" as an expendable receipt

Office of Recovery Services (ORS) collections that offset Title IV-D Child Support Enforcement and Title IV-E Foster Care federal grants were reclassified as expendable receipts beginning state fiscal year 2020 (FY20).

Any amount collected and reported to this area (revenue code 2948 in the State's financial system) results in an equal reduction for either the Title IV-D or the Title IV-E grant as applicable. Rather than returning the collected funds (revenue code 2948) to the federal government, the money is kept by the State reducing the other quarterly federal grant funds (Title IV-D or IV-E).

The federal stimulus payments resulted in ORS intercepting and collecting more 2948 funds for the federal government. The additional 2948 funds reduced the federal Title IV-D and Title IV-E grant funds obtained for FY20.

FY20 2948 reported collections

ORS -- $6,670,022

Division of Child and Family Services -- $740,424

Juvenile Justice Services – $31,665

Revenue code 2948 description from State Finance chart of accounts

Support Collections-Federal Related Portion
Collections obtained through ORS for the Federal portion of support expenditures under UCA 62A-11-104.