

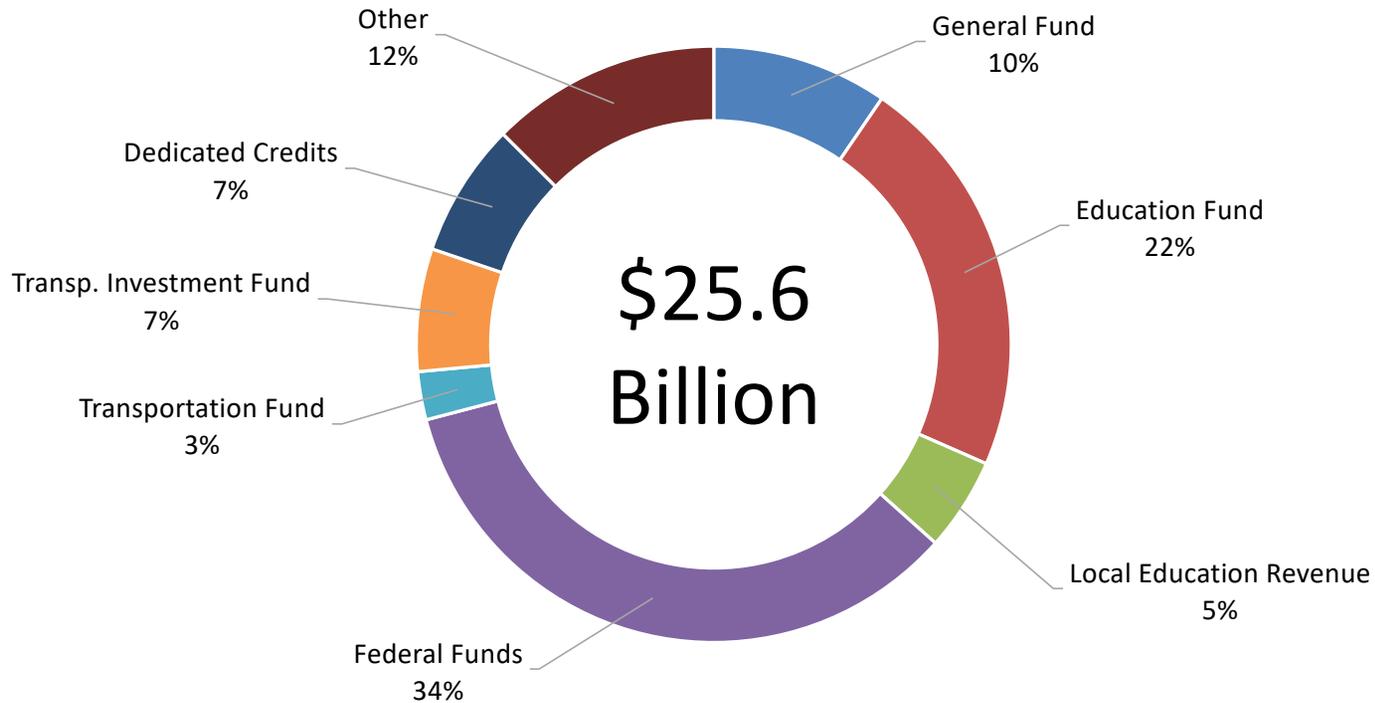


Utah's Budget

FY 2021 - 2022

Sources

FY 2022 Operating and Capital Budget* - All Sources

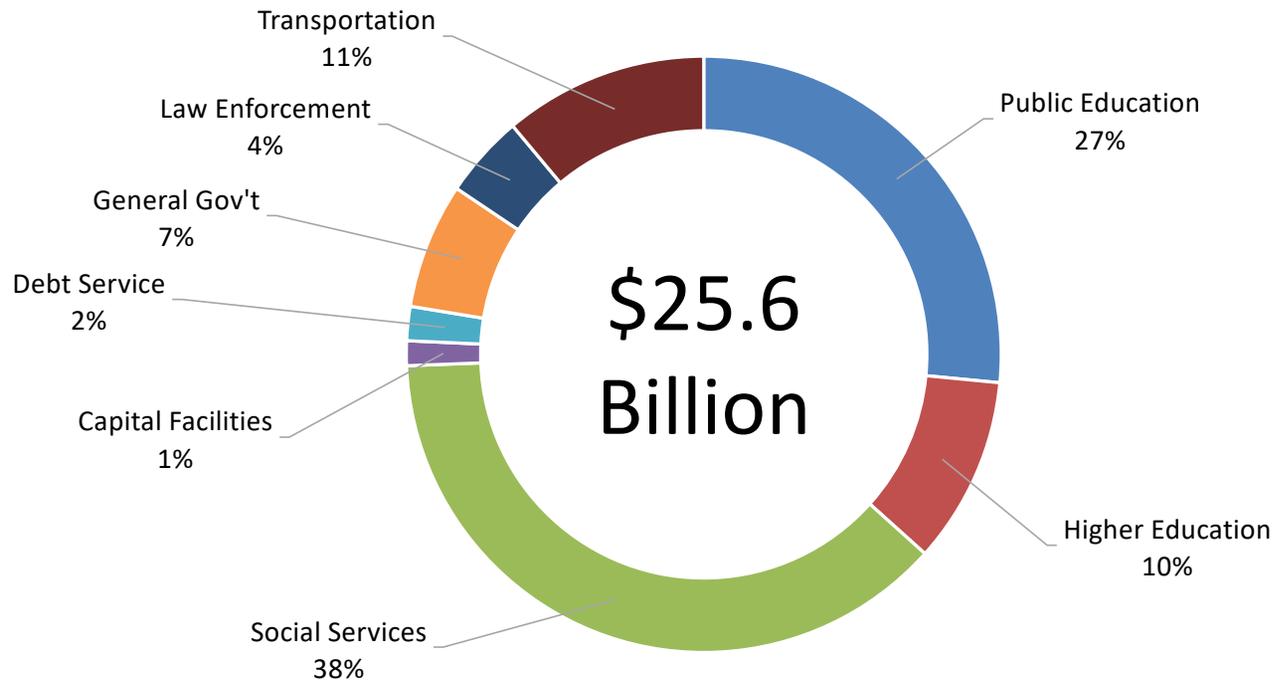


*Includes expendable revenue funds.



Uses

FY 2022 Operating and Capital Budget* - All Sources

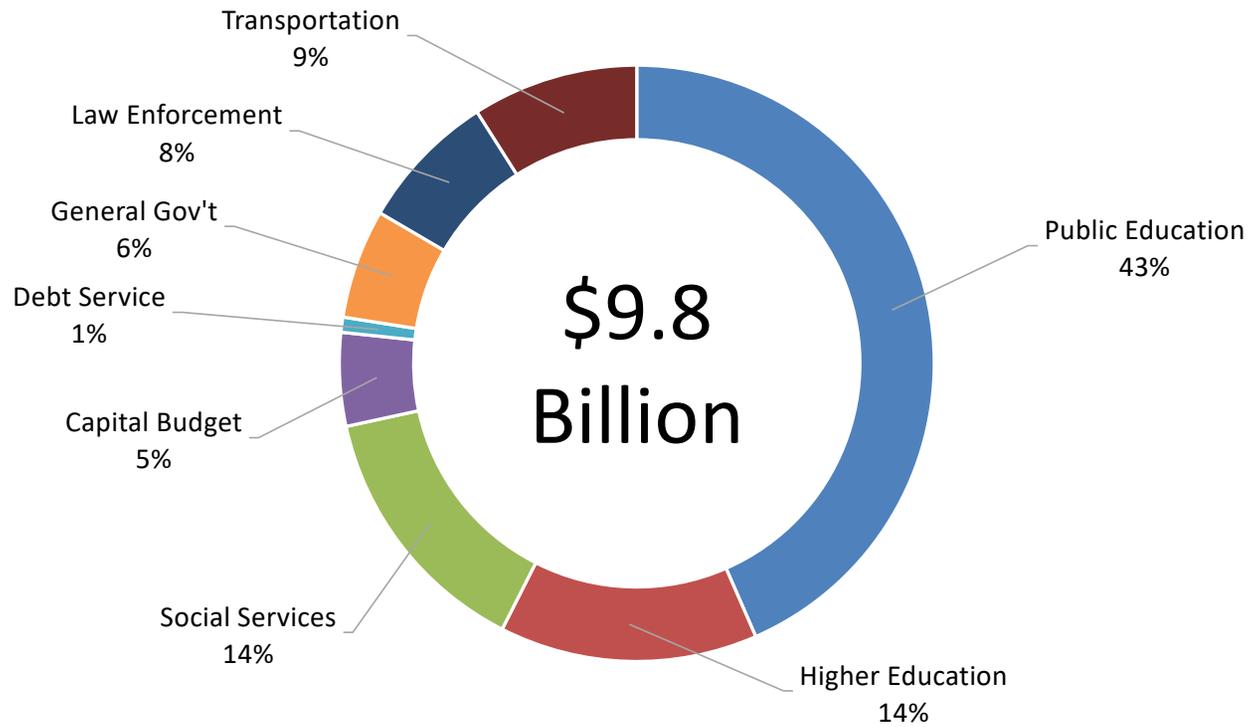


*Includes expendable revenue funds.



Use of Discretionary Tax Funds

FY 2022 Operating and Capital Budget* - General, Education, and Uniform School Funds

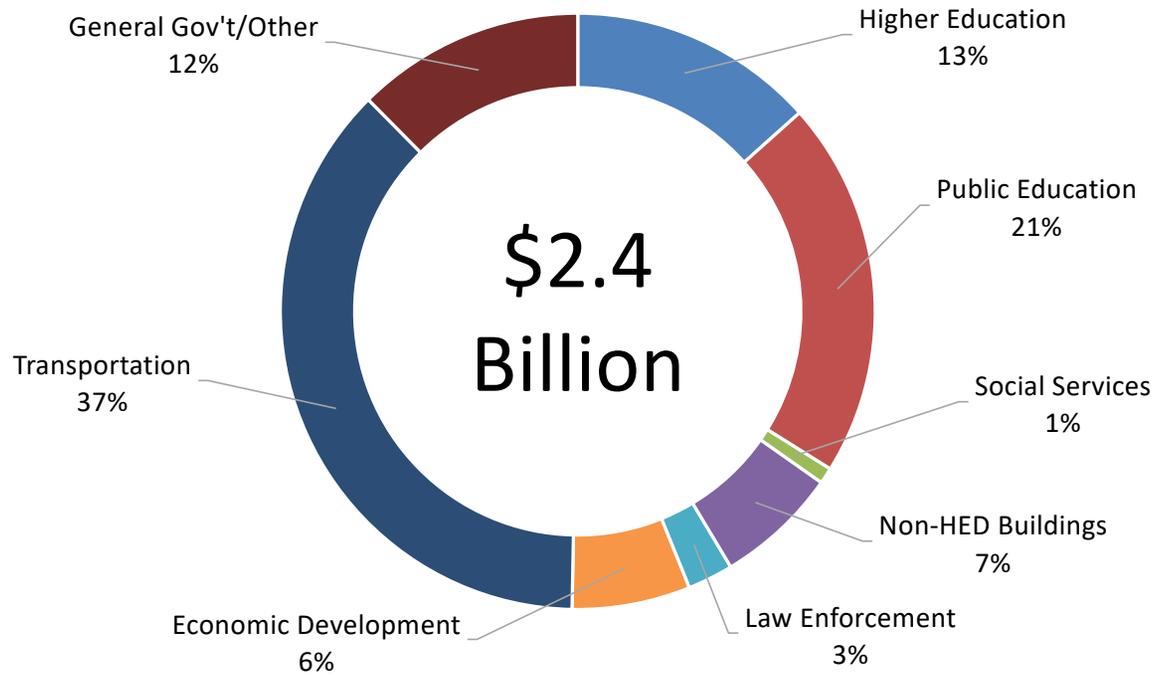


*Includes expendable revenue funds.



New Money

General, Education, and Uniform School Funds



Budget Highlights

Infrastructure and General Government

- \$834.6 million for cash-funded transportation infrastructure including \$733.0 million for roads and \$101.6 million for rail in **H.B. 433, “Amendments Related to Infrastructure Funding;”**
- \$343.8 million one-time for capital development projects including \$140.0 million for a new north building at the state capitol complex, \$7.5 million for a Brigham City Public Safety Building, \$188.2 million for buildings on higher education campuses (slide 9), and \$8.0 million set-aside for inflation;
- \$35.0 million for paved pedestrian and nonmotorized trails; and,
- \$19.0 million to bring ongoing capital improvements funding for state buildings to 1.3 percent of asset value.



Budget Highlights

Public Education

- \$26.8 million one-time in FY 2021, \$21.5 million one-time in FY 2022, and \$27.3 million ongoing in FY 2022 for student enrollment growth and enrollment contingencies in public education;
- \$200.0 million for a 5.9 percent increase in the value of the Weighted Pupil Unit;
- \$127.0 million ongoing and (\$127.0 million) one-time in FY 2022 to fund the Public Education Economic Stabilization Restricted Account; and,
- \$121.0 million one-time to provide stipends of up-to \$1,500 to licensed educators and \$1,000 to school-level support staff.

Budget Highlights

Higher Education

- \$113.5 million in total new one-time and ongoing funding for higher education – a 9.3 percent increase over the base budget;
- \$20.5 million for performance-based funding for degree-granting institutions;
- \$6.0 million for Technical Education Growth and Capacity;
- \$2.5 million for College Access Advisors to support students in making post-secondary decisions; and,
- \$188.2 million for higher education buildings including:
 - \$38.1 million for Bridgerland Technical College Health Science and Technology Building,
 - \$32.7 million for Salt Lake Community College Herriman Campus General Education Building,
 - \$43.0 million for Southern Utah University Academic Classroom Building,
 - \$60.0 million for University of Utah Applied Sciences Building, and
 - \$14.5 million for Utah State University Mehdi Heravi Global Teaching and Learning Center.



Budget Highlights

Social Services

- \$36.5 million ongoing for Medicaid enrollment growth and inflation, offset one-time by \$103.6 million in FY 2021 and \$15.9 million in FY 2022 from a temporary increase in the federal match rate through September 2021;
- \$17.8 million ongoing and (\$7.1 million) one-time for mental health crisis services through **S.B. 155, “988 Mental Health Crisis Assistance;”** and,
- \$37.0 million one-time for affordable housing and \$15.0 million one-time for homeless services.

Budget Highlights

Executive Offices and Criminal Justice

- \$6.8 million ongoing for Adult Probation and Parole for Community Supervision/Case Management (of which \$4.2 million is for operations of a new Utah County Community Correctional Center);
- \$3.3 million one-time increase to counties for Jail Contracting and Jail Reimbursement which raises the jail contracting rate from \$54.46 in FY 2021 to \$61.03 in FY 2022;
- \$1.7 million ongoing and \$0.5 million one-time to expand court capacity; and,
- \$1.0 million one-time and \$1.0 million ongoing for the Indigent Defense Commission for supplemental support of indigent defendants.

Budget Highlights

Natural Resource, Agriculture, and Environmental Quality

- \$56.0 million one-time in FY 2021 for fire suppression costs including \$51.2 million to the Wildland Fire Suppression Fund and \$1.8 million for a 3-year fire-prevention campaign;
- \$67.0 million one-time for state parks improvements;
- \$26.5 million one-time from the General Fund and \$10.0 million one-time from the Utah Fund of Funds for the creation of Utahraptor and Lost Creek State Parks;
- \$9.8 million one-time for specific projects related to Utah Lake;
- \$8.0 million one-time from the Navajo Water Rights Negotiation Account (which includes a \$6.0 million transfer from the General Fund Budget Reserve Account) to carry out the provisions of **S.J.R. 14, “Joint Resolution on Settlement of Reserved Water Right Claims.”**

Budget Highlights

Business, Economic Development, and Labor

- \$27.5 million one-time in targeted grants for COVID-affected organizations (live events, cultural non-profits, Small Business Quarantine Grant Program);
- \$15.0 million one-time for the “Learn and Work In Utah” program;
- \$9.2 million ongoing for an expansion of Department of Alcoholic Beverage Control (DABC) operations: (1) service capacity (stores, operations, etc.); (2) underage drinking program; and (3) Targeted Compensation Funding for recruitment/retention (**S.B. 137, “Alcoholic Beverage Control Retail Store Amendments”**);
- \$9.0 million one-time for a new Outdoor Infrastructure Improvements grant program; and,
- \$842,100 ongoing and \$75,000 one-time to restructure/re-brand the Governor’s Office of Economic Development (GOED) to the Governor’s Office of Economic Opportunity (GO Utah Office) with the following changes: creation of the Unified Economic Opportunity Commission, establishment of the Utah Broadband Center and related granting program, and expansion of the mission of the Utah Office of Outdoor Recreation.

Budget Highlights

Executive Appropriations

- \$18,285,000 ongoing for **H.B. 86, “Social Security Tax Amendments,”** which offers an income tax credit for taxable social security;
- \$24,633,000 ongoing for **S.B. 11, “Military Retirement Income Tax Amendments,”** which offers an income tax credit for military retirement income;
- \$54,930,000 ongoing for **S.B. 153, “Utah Personal Exemption Amendments,”** which increases the value of the income tax credit for dependents;
- \$3.5 million one-time in FY 2022 for the Utah National Guard to preserve open land near Camp Williams; and,
- \$1.0 million one-time in FY 2022 to Veterans and Military Affairs for capital improvements to serve historically underserved populations, including veterans.

Budget Highlights

Compensation

- \$44.4 million from all sources (including \$24.3 million GF/EF) for state agencies and \$43.0 million from all sources (including \$33.7 million GF/EF) for higher education to fund a 3.0 percent salary increase;
- \$11.9 million from all sources (including \$6.5 million GF/EF) for state agencies and \$8.4 million from all sources (including \$6.6 million GF/EF) for higher education to fund a 4.3 percent health insurance increase and retirement changes;
- \$2.7 million from the Education Fund for Utah Schools for the Deaf and the Blind steps and lanes increase;
- \$5.3 million one-time in FY 2021 and \$5.3 million ongoing in FY 2022 to maintain educator salary adjustments;
- \$4.7 million one-time and \$14,000 ongoing for 401k matching;
- (\$19.4 million) for savings from employee leave benefit rate adjustments;
- \$1.4 million for public safety/firefighter retirement;
- \$18.5 million for targeted salary increases across multiple agencies; and,
- \$200.0 million for WPU increases that can be allocated by LEAs for public education compensation.

Organizational Alignment

Consolidations and Reorganizations

- **H.B. 346, “Natural Resources Entities Amendments,”** moved the Office of Energy Development to the Department of Natural Resources, divides State Parks into separate Parks and Recreation entities and moves certain functions of the Utah Office of Outdoor Recreation to the new Division of Recreation;
- **H.B. 347, “Homeless Services Amendments,”** created the state homeless coordinator within the Governor’s Office of Management and Budget and consolidated several roles in the Department of Workforce Services to create the Office of Homeless Services;
- **H.B. 365, “State Agency Realignment,”** set in-place a process by which the Department of Health and Department of Human Services will be combined effective in FY 2023;
- **H.B. 368, “State Planning Agencies Amendments,”** moved the Public Lands Policy Coordinating Office to the Dep’t of Natural Resources and renames the Governor’s Office of Planning and Budget; and,
- **S.B. 181, “Department of Government Operations,”** merged the departments of Administrative Services, Human Resource Management, and Technology Services into the Department of Government Ops.



May Special Session

American Rescue Plan

- Legislators approved acceptance of \$1.3 billion in flexible state fiscal stabilization funding, via **S.J.R. 101, “Joint Resolution Approving the Acceptance of Federal Funds;”**
- Appropriators allocated \$571.3 million in ARPA fiscal stabilization funds including appropriations to capital project and fiduciary funds;
- Legislators authorized \$645.8 million in direct federal ARPA grants to public education plus \$1,401.9 million in direct ARPA grants to other state agencies;
- Appropriators reduced General and Education Fund budgets by \$42.0 M.

Rainy Day Fund Balances

