

## **Forward**

The Legislative Fiscal Analyst is required by law “to prepare, after each session of the legislature, a summary showing the effect of the final legislative program on the financial condition of the state,” (Utah Code Annotated 36-12-13(2i)). This report is submitted in compliance with that requirement.



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# Committee Assignments

Please contact the appropriate staff member at (801) 538-1034 with questions and comments, or visit our web site at [www.le.state.ut.us/lfa/lfa.htm](http://www.le.state.ut.us/lfa/lfa.htm).

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Applied Technology Education ..... Debbie Headden

Natural Resources ..... Steve Allred

Public Education ..... Mike Kjar  
Applied Technology Education ..... Gary Ricks

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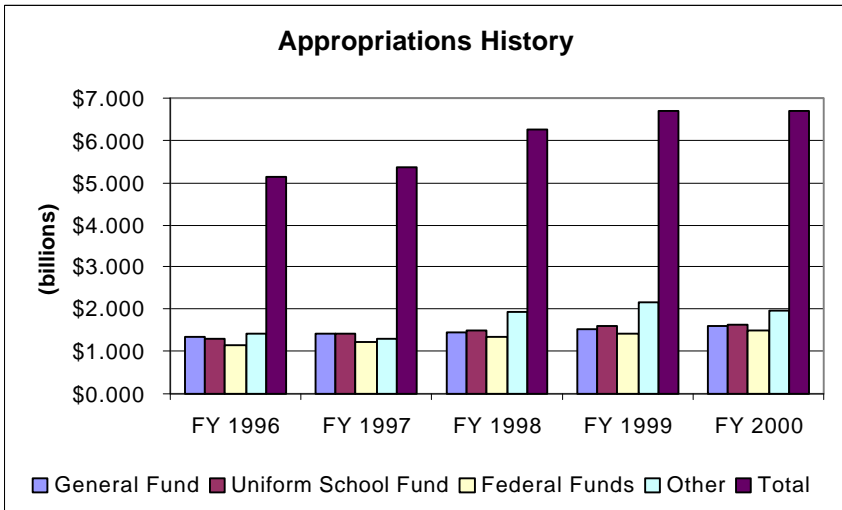
# Executive Summary



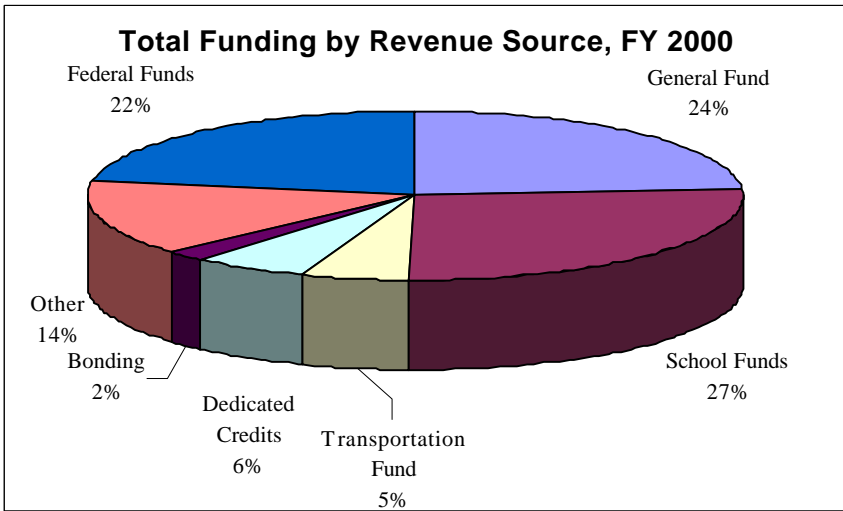


## Appropriations Overview

The 1999 Utah State Legislature approved \$6.69 billion in spending for FY 2000, a 0.02 percent increase over the revised amount authorized for FY 1999. The Legislature increased the FY 1999 estimated budgets by \$90.8 million in supplemental appropriations, making total funding for fiscal years 1999 and 2000 nearly even at \$6.690 million and \$6.692 million respectively. This action reflects an increase of almost 30 percent in state funding since FY 1996.



The Legislature appropriates from a number of sources including: the General Fund, supported primarily by sales taxes; the income tax based Uniform School Fund; federal funds; and other resources including the Transportation Fund, fee for service revenue, property tax, and bond proceeds. Since FY 1996, federal funds have grown by 31 percent, followed by the Uniform School Fund (26 percent), and General Fund (20 percent), changing the mix of overall funding. The largest revenue growth has come in the “other” category (42 percent since FY 1996) with increased dedicated credits and transportation funds leading the way. Total funding by revenue source for FY 2000 is illustrated in the graph on the following page.



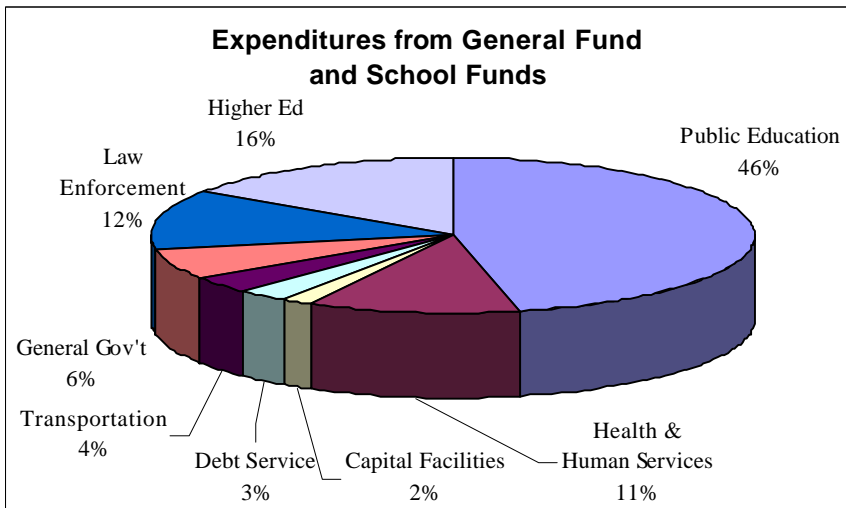
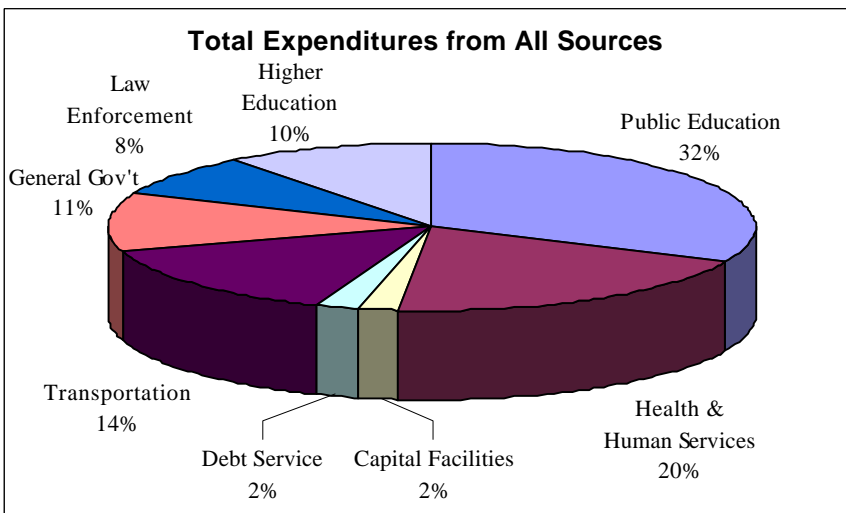
## Revenue

Legislators adopted FY 2000 state revenue projections for the General Fund and Uniform School Fund of \$3,334,978,000; the Transportation Funds of \$357,000,000; and the Mineral Lease Account of \$31,000,000 (see Table 5, “State of Utah Revenue Estimates, p. 21). Lawmakers made changes through bills or other actions resulting in a revised total estimate for FY 2000 of \$3,722,978,000. They also adopted revised estimates for FY 1999 as reflected in Table 5.

A comparison of total FY 2000 ongoing revenue from Table 5 (\$3,334,978,000) with FY 2000 ongoing expenditures from Table 2, “General Fund, Uniform School Fund/Income Tax Ongoing and One-time Appropriations” on page 18 (\$3,347,813,000) yields a difference of \$12,835,000. This difference represents intended ongoing expenditures that are funded with one-time money. Unless the Legislature makes other adjustments, these expenditures will need to be funded out of potential new revenues that may be generated for the next fiscal year.

## Expenditures

Education programs dominate State spending. Public Education (K - 12) and Higher Education combined account for more than 42 percent of the State's total expenditures from all sources in FY 2000. When adjusted for restricted or directed funds like bond proceeds, dedicated credits, transportation funds, and federal funds, Higher and Public Education make up 62 percent of the \$3.4 billion in free revenue available to the State for FY 2000. Other high-profile items for FY 2000 include Health, Human Services, Transportation, and Law Enforcement.



## General Appropriations Issues

**Compensation:** The Legislature approved a 2.5 percent merit-based salary increase for state employees as well as elected, appointed, and judicial officials in FY 2000. It also approved market comparability adjustments of \$3.2 million to bring compensation for certain State job classifications into line with similar local government and private sector positions. For public education employees, the Legislature provided a 2.5 percent increase in the Weighted Pupil Unit value to support increases in salary and benefits. For Higher Education, it approved a 2.5 percent salary package increase, 26 percent of which is funded through tuition.

**Year 2000 (Y2K) Computer Mitigation:** The Legislature appropriated \$9,349,700 in supplemental FY 1999 funding to correct problems associated with two digit date fields in computing devices. Its action brings total FY 1999 funding for Y2K to \$14.3 million, in addition to \$4.5 million appropriated in FY 1998. The Legislature directed in intent language that these funds be allocated to agencies and schools by the State's Chief Information Officer and the Executive Director of the Department of Administrative Services based on criticality of need.

**800 MHz Radio Conversion:** Legislators provided \$421,000 in FY 1999 supplemental funding to the Departments of Corrections, Natural Resources, and Public Safety to support continued conversion of law enforcement radio communications to the 800 MHz frequency band. Combined with resources provided by the 1998 Legislature, the funding is sufficient to purchase more than 1,000 new radios and pay six months service to the Utah Communications Agency Network (UCAN) beginning in January, 2000.

**Bonding:** The Legislature passed legislation supporting \$131.5 million in new bonding for FY 2000. It approved highway bonds equaling \$68 million, capital bonds totaling \$54.5 million and Lease/Revenue Bonds of more than \$9 million. Its action will be offset by \$77.2 million in bonds to be retired in FY 2000, and will bring total General Obligation debt to \$1.279 billion, assuming all authorized bonds are issued in FY 2000. Of the outstanding debt, \$321 million is subject to a statutory limit of \$706 million.

**F.A.C.T.:** The Families, Agencies, Communities Together (FACT) initiative addresses the needs of at-risk children using a collaborative effort by various state and local agencies. FACT is a statewide community-based program intended to address the problems of children as well as their families. The program brings service providers together to aid the family in an attempt to correct interrelated problems rather than addressing one problem at a time.

The Legislative Joint Group for Recommendations on Appropriations for Collaborative Programs for Children and Youth-At-Risk met during the 1999 General Session, as directed by Joint Legislative Rule JR-3.06. It reviewed appropriations for FACT programs, totaling \$6.2 million, spread through the budgets of four departments as shown in the following table:

F.A.C.T. FY 2000 FUNDING				
	<u>General Fund</u>	<u>Uniform School Fund</u>	<u>Federal</u>	<u>Totals</u>
Public Education		\$1,260,300		\$1,260,300
Human Services	\$2,406,200		\$400,000	2,806,200
Workforce Services	376,300		437,100	813,400
Youth Corrections*	49,500			49,500
Dept of Health	931,700		296,000	1,227,700
<b>Totals</b>	<b>\$3,763,700</b>	<b>\$1,260,300</b>	<b>\$1,133,100</b>	<b>\$6,157,100</b>

\* A division of the Department of Human Services

**Tax Changes:** The Legislature reduced General Fund taxes by approximately \$12,529,000 in FY 2000, and reduced taxes flowing into the Uniform School fund by approximately \$659,500. It also passed delayed tax reductions or diversions totaling \$6,745,000. These delayed changes will reduce Uniform School Fund revenues beginning in FY 2001.

**Bills Affecting Revenue:** The 1999 Legislature enacted the following bills that will affect FY 2000 revenues into the General Fund and Uniform School Fund:

- ▶ HB 31, "Income Tax- Definitions Relating to Disabled Persons" results in an annual decrease in the Uniform School Fund of \$6,000.
- ▶ HB 261, "Higher Education Savings Incentive Program Amendments" results in an annual decrease in the Uniform School Fund of \$3,500.

- ▶ HB 353, “Sales and Use Tax Exemption for Area Agencies on Aging” results in an annual General Fund revenue decrease of \$500.
- ▶ HB 396, “Sales and Use Tax - Exemption for Steel Mills” results in an annual General Fund decrease of \$617,500 by reimplementing the Geneva and Nucor sales tax exemption.
- ▶ SB 8, “Research Tax Credit Modifications” results in an annual decrease of Uniform School Fund revenue of \$150,000.
- ▶ SB 19, “Sales and Use Tax Exemption for Hearing Aids” results in a General Fund decrease of \$311,000 annually.
- ▶ SB 69, “Manufacturing Sales and Use Tax” results in an annual General Fund revenue decrease of \$5,600,000 as a result of a 100 percent exemption for equipment purchases in manufacturing.
- ▶ SB 72, “Sales and Use Tax Exemption for Pollution Control” results in an annual General Fund revenue decrease of \$6,000,000.

**Revenue Bills With Delayed Implementation:** The 1999 Legislature enacted the following bills that will affect revenues subsequent to FY 2000:

- ▶ HB 25, “Income Tax Deduction for Health Care Insurance” will result in an annual revenue decrease to the Uniform School Fund of \$1,770,000 by increasing the deductibility for health care premiums to one hundred percent.
- ▶ HB 350, “Use of Interest on State School Fund” will divert \$4,800,000 from the Uniform School Fund directly to local school districts.
- ▶ SB 9, “Long-Term Care Amendments” will result in an annual revenue decrease to the Uniform School Fund of \$175,000 by allowing long term care premiums to be deducted from income tax.
- ▶ SB 62, “Individual Income Tax Credit for At-Home Parents” results in an annual Uniform School Fund revenue decrease of \$500,000. The legislation allows a \$100 credit for families who have one parent at home and a child under the age of 12 months.

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## Appropriations Highlights

Among the issues dealt with by the 1999 Legislature, education, transportation, law enforcement, and growth received high priority.

### Education

The Legislature provided \$2.1 billion for public education in FY 2000, an increase of 2.3 percent from FY 1999. Its action reflects a 2.5 percent increase in the Weighted Pupil Unit value, and supports initiatives in the Minimum School Program, Applied Technology Education, the Education Technology Initiative, and educational programs for the disabled.

The Legislature increased total funding for higher education by 4.5 percent to \$698,283,900 for FY 2000. While State funds account for almost 75 percent of the higher education budget, Legislative action anticipates a 3 percent tuition increase as approved by the Utah State Board of Regents. The tuition increase is expected to generate an additional \$4,823,200 in dedicated credits, bringing total FY 2000 tuition and fee collections to \$175,415,100.

The Utah Education Network, which serves both higher and public education, received a 23 percent funding increase to \$15,198,600 for FY 2000. A significant portion of this increase will be in the form of dedicated credits from the federal E-rate program. The largest part of the increase will be used for conversion of public television stations KUED-7 and KULC-9 from analog to digital signal transmission.

Public and higher education will also receive a significant portion of \$9.3 million in supplemental appropriations for Y2K remediation, and will benefit from as much as \$65 million in capital facilities construction.

### Transportation

The Legislature approved \$956,337,700 in FY 2000 expenditures for the Department of Transportation. It included \$3,105,000 for compensation adjustments and \$471,103,000 for the Centennial Highway program. Lawmakers authorized \$68 million in new bonds to support transportation projects in FY 2000.

Under the Centennial Highway program, the Utah Department of Transportation is rebuilding the Interstate-15 corridor from 700 North to approximately 10800 South in the Salt Lake Valley, as well as performing over \$162 million in additional highway construction state wide. As of December, 1998, UDOT and its contractors were half way through the I-15 project, and running slightly ahead of schedule for meeting the October, 2001 I-15 completion date.

## **Law and Order**

Law and order entities, including the Department of Corrections, Department of Public Safety, Division of Youth Corrections, and the Courts, received a \$38 million (8 percent) funding increase from the Legislature for FY 2000. Among other items, these agencies received funding for 984 new prison beds, six additional Highway Patrol troopers, and two more Juvenile Judges. In addition to the compensation adjustments mentioned earlier, corrections officers will receive \$3.5 million for pay raises. Law and order agency budgets for FY 2000 sum to almost \$500 million.

Law and order entities will also directly benefit from over \$22 million in capital development funding authorized by the Legislature for FY 2000.

## **Growth**

Lawmakers passed House Bill 119, "Quality Growth Act" to address population growth and urban expansion in Utah. In the bill, lawmakers appropriated \$250,000 for technical planning assistance to municipalities and created the LeRay McAllister Critical Land Conservation Fund. They also appropriated \$2,750,000 to the McAllister fund for FY 2000 to be used by municipalities to preserve open space and ensure quality growth management.



**TABLE 1**  
**APPROPRIATIONS COMPARISON**  
**FY 1999 - FY 2000**  
(In Thousands)

<u>Plan of Financing</u>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Percent</b>	<b>FY 2000</b>
	<u>Estimated</u>	<u>Supplementa</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Inc./Dec.</u>	<u>GF/USE/IT</u>
General Fund	\$1,525,665	\$10,815	\$1,536,480	\$1,590,237	3.50%	\$1,590,237
Uniform School Fund	1,580,226	6,334	1,586,561	1,627,300	2.57%	1,627,300
Income Tax	131,194		131,194	149,394	13.87%	149,393
Transportation Fund	353,755	(24)	353,731	356,328	0.73%	
Federal Funds	1,402,716	7,658	1,410,374	1,489,403	5.60%	
Dedicated Credits	360,488	5,073	365,561	382,399	4.61%	
General Fund Restricted	98,124	(491)	97,633	96,050	(1.62%)	
Mineral Lease	15,471	1,400	16,871	17,736	5.13%	
Uniform School Fund Restricted	12,276		12,276	12,702	3.47%	
Transportation Fund Restricted	37,145	100	37,245	41,641	11.80%	
Revenue Transfers	170,173	1,243	171,417	183,492	7.04%	
Trust Funds	9,630	96	9,725	9,434	(2.99%)	
Bonding	308,374	50,000	358,374	131,529	(63.30%)	
Property Tax	291,450		291,450	311,575	6.91%	
Nonlapsing Balances	203,687		203,687	177,428	(12.89%)	
Other Restricted Funds	100,770	8,607	109,378	115,420	5.52%	
Lapsing	(1,050)		(1,050)		(100.00%)	
<b>Total</b>	<b>\$6,600,095</b>	<b>\$90,811</b>	<b>\$6,690,906</b>	<b>\$6,692,068</b>	<b>0.02%</b>	<b>\$3,366,930</b>
<b>Programs</b>						
Legislature	\$12,879	\$43	\$12,922	\$12,943	0.17%	\$12,533
Ex. Off., Crts, Corr. & Pub. Safety	477,243	1,529	478,772	510,983	6.73%	383,061
Administrative Services	29,151	10,472	39,623	28,738	(27.47%)	23,852
Debt Service	135,066	15,520	150,586	153,590	2.00%	91,359
Capital Facilities	182,247		182,247	131,267	(27.97%)	59,126
Human Services	390,344		390,344	408,677	4.70%	193,809
Health	872,564	400	872,964	916,816	5.02%	183,774
Public Education	2,080,575	1,700	2,082,275	2,128,666	2.23%	1,564,803
Higher Education	680,607	22	680,628	713,483	4.83%	528,133
Natural Resources	149,053	1,286	150,339	152,291	1.30%	45,635
Commerce and Revenue	359,371	5,300	364,671	376,853	3.34%	106,408
Econ. Develop./Human Res.	105,523	4,627	110,150	111,290	1.04%	37,771
Trans., DEQ, & Natl. Guard	1,125,473	49,914	1,175,386	1,046,473	(10.97%)	136,665
<b>Total</b>	<b>\$6,600,095</b>	<b>\$90,811</b>	<b>\$6,690,906</b>	<b>\$6,692,068</b>	<b>0.02%</b>	<b>\$3,366,930</b>

Table 1 compares by function and source of funds the FY 2000 program to the revised budget for FY 1999. The FY 1999 estimated column includes original appropriations made in the 1998 General Session and any changes in federal funds and dedicated credits or other sources of funds. The FY 1999 revised column reflects the effect of supplemental appropriations and other legislative actions of the 1999 General Session. The FY 2000 column represent an increase of 0.2 percent from the revised budget for FY 1999.

**TABLE 2**  
**GENERAL FUND, UNIFORM SCHOOL FUND/INCOME TAX**  
**ONGOING AND ONE TIME APPROPRIATIONS**  
**FY 1999 - FY 2000**  
(In Thousands)

	FY 1999			FY 2000		
	Ongoing	One Time	Total	Ongoing	One Time	Total
<b>Plan of Financing</b>						
General Fund	\$1,513,785	\$22,695	\$1,536,480	\$1,581,400	\$8,837	\$1,590,237
Uniform School Fund	1,556,246	30,315	1,586,561	1,617,020	10,280	1,627,300
Income Tax	131,194		131,194	149,393		149,393
<b>Total</b>	<b>\$3,201,224</b>	<b>\$53,010</b>	<b>\$3,254,234</b>	<b>\$3,347,813</b>	<b>\$19,117</b>	<b>\$3,366,930</b>
<b>Programs</b>						
Legislature	\$11,993	\$434	\$12,427	\$12,420	\$113	\$12,533
Ex. Off., Crts, Corr. & Pub.	359,596	387	359,983	382,187	875	383,062
Administrative Services	17,288	12,880	30,168	21,102	2,750	23,852
Debt Service	88,378		88,378	91,359		91,359
Capital Facilities	57,062	10,500	67,562	59,126		59,126
Human Services	179,634	937	180,571	193,759	50	193,809
Health	173,812	270	174,082	183,172	602	183,774
Public Education	1,511,944	13,530	1,525,474	1,554,373	10,430	1,564,803
Higher Education	500,757	3,682	504,438	525,319	2,814	528,133
Natural Resources	44,031		44,031	44,893	742	45,635
Commerce and Revenue	101,316	1,947	103,263	106,408		106,408
Econ. Develop./Human Res	32,088	8,294	40,382	37,630	141	37,771
Trans., DEQ, & Natl. Guard	123,327	149	123,476	136,065	600	136,665
<b>Total</b>	<b>\$3,201,224</b>	<b>\$53,010</b>	<b>\$3,254,234</b>	<b>\$3,347,813</b>	<b>\$19,117</b>	<b>\$3,366,930</b>
% Inc./(Dec.)				4.58%	(63.94%)	3.46%

Table 2 compares General Fund, Uniform School Fund and Income Tax appropriations for FY 2000 to the revised FY 1999 budget. The table indicates one-time and ongoing expenditures for each fiscal year. The FY 2000 General Fund, Uniform School Fund, and Income Tax column is 3.5 percent above the corresponding FY 1999 amount.

**TABLE 3**  
**GENERAL FUND ONLY**  
**ONGOING AND ONE TIME APPROPRIATIONS**  
**FY 1999 - FY 2000**  
(In Thousands)

<b>Plan of Financing</b>	<b>FY 1999</b>			<b>FY 2000</b>		
	<b>Ongoing</b>	<b>One Time</b>	<b>Total</b>	<b>Ongoing</b>	<b>One Time</b>	<b>Total</b>
General Fund	\$1,513,785	\$22,695	\$1,536,480	\$1,581,400	\$8,837	\$1,590,237
<b>Total</b>	<b>\$1,513,785</b>	<b>\$22,695</b>	<b>\$1,536,480</b>	<b>\$1,581,400</b>	<b>\$8,837</b>	<b>\$1,590,237</b>
<b>Programs</b>						
Legislature	\$11,993	\$434	\$12,427	\$12,420	\$113	\$12,533
Ex. Off.,Crts,Corr. & Pub. Safety	359,596	387	359,983	382,186	875	383,061
Administrative Services	17,288	7,756	25,043	21,102	2,750	23,852
Debt Service	79,951		79,951	71,207		71,207
Capital Facilities	46,062		46,062	47,310		47,310
Human Services	179,634	937	180,571	193,759	50	193,809
Health	173,812	270	174,082	183,172	602	183,774
Public Education	180	100	280	180	150	330
Higher Education	360,295	2,882	363,177	361,432	2,814	364,247
Natural Resources	44,031		44,031	44,893	742	45,635
Commerce and Revenue	85,529	1,587	87,115	90,043		90,043
Econ. Develop./Human Resources	32,088	8,294	40,382	37,630	141	37,771
Trans.,DEQ, & Natl. Guard	123,327	49	123,376	136,065	600	136,665
<b>Total</b>	<b>\$1,513,785</b>	<b>\$22,695</b>	<b>\$1,536,480</b>	<b>\$1,581,400</b>	<b>\$8,837</b>	<b>\$1,590,237</b>
% Inc./(Dec)				4.47%	(61.06%)	3.50%

Tables 3 shows allocation of General Fund revenue as passed by the Legislature.

**TABLE 4**  
**UNIFORM SCHOOL FUND/INCOME TAX**  
**ONGOING AND ONE TIME APPROPRIATIONS**  
**FY 1999 - FY 2000**  
(In Thousands)

<b>Plan of Financing</b>	<b>FY 1999</b>			<b>FY 2000</b>		
	<u>Ongoing</u>	<u>One Time</u>	<u>Total</u>	<u>Ongoing</u>	<u>One Time</u>	<u>Total</u>
Uniform School Fund	\$1,556,246	\$30,315	\$1,586,561	\$1,617,020	\$10,280	\$1,627,300
Income Tax	131,194		131,194	149,393		149,393
<b>Total</b>	<b>\$1,687,440</b>	<b>\$30,315</b>	<b>\$1,717,754</b>	<b>\$1,766,413</b>	<b>\$10,280</b>	<b>\$1,776,693</b>
<b><u>Programs</u></b>						
Administrative Services		\$5,124	\$5,124			
Debt Service	\$8,426		8,426	\$20,153		\$20,153
Capital Facilities	11,000	10,500	21,500	11,816		11,816
Public Education	1,511,764	13,430	1,525,194	1,554,193	10,280	1,564,473
Higher Education	140,462	800	141,262	163,887		163,887
Commerce and Revenue	15,787	360	16,147	16,365		16,365
Trans.,DEQ, & Natl. Guard		100	100			
<b>Total</b>	<b>\$1,687,440</b>	<b>\$30,315</b>	<b>\$1,717,754</b>	<b>\$1,766,413</b>	<b>\$10,280</b>	<b>\$1,776,693</b>
% Inc./(Dec.)				4.7%	(66.1%)	3.4%

Tables 4 shows allocation of Uniform School Fund revenue as passed by the Legislature. An amendment to Article X, Section 2 of the Utah Constitution allows the Higher Education appropriation to includes income tax revenue from the fund of \$131,193,500 for FY 1999 and \$149,393,000 for FY 2000.

**TABLE 5**  
**STATE OF UTAH REVENUE ESTIMATES**  
(In Thousands)

	FY 1999	FY 2000	Effect of Legislative	FY 2000 Revised
<b>General Fund</b>	<u>Estimate</u>	<u>Estimate</u>	<u>Changes</u>	<u>Estimate</u>
Sales and Use Tax	\$1,310,000	\$1,372,400	(\$12,529)	\$1,359,871
Liquor Profits	28,000	29,000		29,000
Insurance Premiums	47,000	49,000		49,000
Beer, Cigarette & Tobacco	60,000	61,000		61,000
Oil and Gas Severance	8,000	11,000		11,000
Metal Severance	5,000	5,500		5,500
Inheritance	10,000	11,000		11,000
Investment Income	16,000	16,000		16,000
Other	36,000	35,500	163	35,663
Property & Energy Tax Credit	(4,500)	(4,000)		
<b>Subtotal</b>	<b>\$1,515,500</b>	<b>\$1,586,400</b>	<b>(\$12,366)</b>	<b>\$1,574,034</b>
<b>Uniform School Fund</b>				
Individual Income Tax	\$1,455,700	\$1,557,600	(\$6)	\$1,557,594
Corporate Franchise Tax	185,000	180,000	(150)	179,850
Mineral production Withholding	6,500	7,000		7,000
Gross Receipts Tax	7,900	7,200		7,200
Escheats	4,500	4,500		4,500
Permanent Fund Interest	3,900	4,800		4,800
<b>Subtotal</b>	<b>\$1,663,500</b>	<b>\$1,761,100</b>	<b>(\$156)</b>	<b>\$1,760,944</b>
<b>Total</b>	<b>\$3,179,000</b>	<b>\$3,347,500</b>	<b>(\$12,522)</b>	<b>\$3,334,978</b>
<b>Transportation Fund</b>				
Motor Fuel Tax	\$221,500	\$224,500		\$224,500
Special Fuel Tax	75,000	77,500		77,500
Motor Vehicle Registration	24,000	24,000		24,000
Other	30,000	31,000		31,000
<b>Total</b>	<b>\$350,500</b>	<b>\$357,000</b>		<b>\$357,000</b>
<b>Federal Mineral Lease</b>				
Regular	\$28,000	\$28,500		\$28,500
Bonus	2,500	2,500		2,500
<b>Total</b>	<b>\$30,500</b>	<b>\$31,000</b>		<b>\$31,000</b>

Table 5 includes revenue projections for the General Fund, Uniform School Fund, Transportation Fund, and the Mineral Lease Account adopted by the Legislature for FY 2000.

<b>Plan of Financing</b>	FY 1999 <u>Estimated</u>	FY 2000 <u>Appropriated</u>	Percent <u>Change</u>
Beginning Balance	\$43,907		
General Fund Estimate	1,515,500	\$1,586,400	4.68%
Uniform Sch. Fund/Income Tax Est.	1,663,500	1,761,100	5.87%
<b>Subtotal</b>	<b>\$3,179,000</b>	<b>\$3,347,500</b>	<b>5.30%</b>
Transfer from Public Education	\$1,000		
Mineral Lease Transfers	1,185	\$930	
Sales Tax Reduction	(653)		
Miscellaneous	1,289		
Revenue Bills	1,384	(9,336)	
Thrift Settlement	1,000		
Additional Judicial Collections	1,200		
Reserve For Industrial Assistance Fund	5,162		
Reserve from Prior Fiscal year	41,921	28,160	
Reserve for Following Fiscal Year	(28,160)		
Other One Time	6,000		
<b>Total</b>	<b>\$3,254,235</b>	<b>\$3,367,254</b>	<b>3.47%</b>
<b>Programs</b>			
Legislature	\$12,427	\$12,533	0.85%
Ex. Off., Crts, Corr. & Pub. Safety	359,983	383,062	6.41%
Administrative Services	30,168	23,852	-20.94%
Debt Service	88,378	91,359	3.37%
Capital Facilities	67,562	59,126	-12.49%
Human Services	180,571	193,809	7.33%
Health	174,082	183,774	5.57%
Public Education	1,525,474	1,564,803	2.58%
Higher Education	504,438	528,133	4.70%
Natural Resources	44,031	45,635	3.64%
Commerce and Revenue	103,263	106,408	3.05%
Econ. Develop./Human Res.	40,382	37,771	-6.47%
Trans., DEQ, & Natl. Guard	123,476	136,665	10.68%
<b>Total</b>	<b>\$3,254,235</b>	<b>\$3,366,930</b>	<b>3.46%</b>
Ending Balance		\$324	

Table 6 shows the combined State appropriation to various agencies and programs from the General Fund, Uniform School Fund and Income Tax revenue.

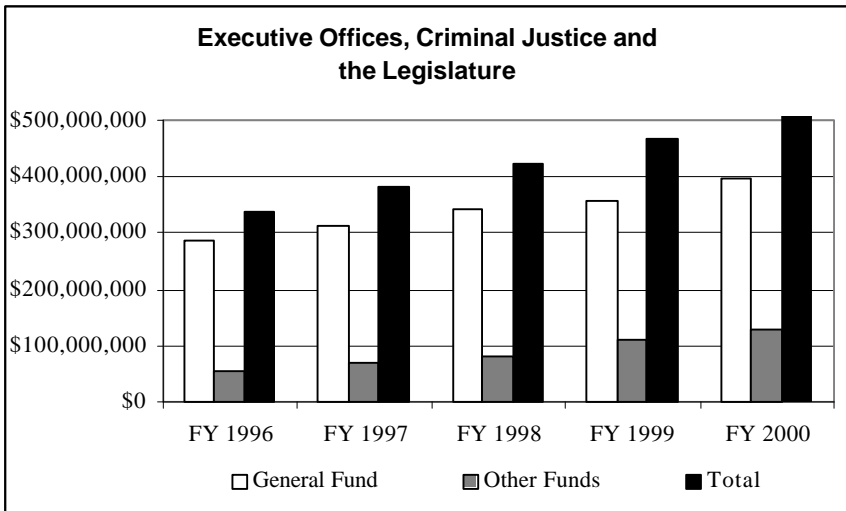
Executive Offices,  
Criminal Justice and  
Legislature





## Subcommittee Overview

The Executive Offices, Criminal Justice and Legislature subcommittee oversees agency budgets representing approximately 12 percent of all state General Funds, 31 percent of state full-time equivalent (FTE) employees, and 15 percent of state vehicles. The various departments, agencies and programs under this subcommittee realized an overall funding increase of 6.6 percent. Total funding for the nine departments amounted to \$523,925,550 of which \$395,594,450 is from the General Fund. Overall growth was driven by a Legislative initiative in the area of crime fighting and prevention.



A major issue faced by the subcommittee for FY 2000 was the funding of operations and maintenance for new adult and juvenile justice facilities scheduled to open in FY 2000.

## General Subcommittee Issues

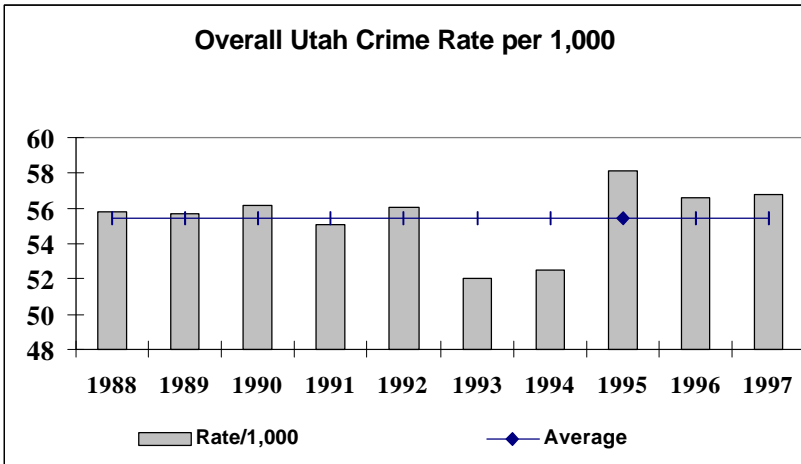
**Structural Changes:** The Legislature divided the budgets of the Attorney General and the Division of Youth Corrections into additional line items to facilitate better control and oversight in the budgeting process. Legislators also moved the Community Crime Prevention program, which was formerly in the Department of Public Safety, to the Criminal Justice Commission, converted it to a grant program, and increased funding from

\$95,000 to \$295,000 in an attempt to improve the effectiveness of crime prevention programming.

**Crime Package:** The Legislature took a pro-active position regarding public safety and crime. Within the projected budget, a portion of the funds were shifted to the Division of Youth Corrections for earlier intervention, to the Department of Corrections for additional beds, and to the Courts for additional juvenile judges.

The Legislature's actions on crime are in response to a growth in Utah's crime rate, especially that for violent crime. While Utah's violent crime rate is half the national average, it has been increasing at a rapid pace.

Utah's property crime rate, which is higher than the national average, represents approximately 94 percent in the index of total crimes tracked and is one of several categories of crime sensitive to the age of the population. Utah, with the youngest population in the nation can be expected to have a higher than average number of property crimes, and therefore, a higher total crime rate.



## Legislature

The total FY 2000 appropriation of \$12,943,000 for the Legislature and its staff agencies is an increase of 0.2 percent above the estimated expenditures for FY 1999. This funding includes resources for the Annual General Session and Interim Committees of the Legislature.

### Legislative Action

**Olympic Coordination Committee:** Funding was provided to expand the Olympic Coordination Committee from six legislators to twelve. Legislative provisions require that the Committee meet semiannually rather than quarterly.

**Occupational and Professional Licensure:** The Legislature approved funding of \$18,000 for a task force by passing Senate Bill 71, "Occupational and Professional Licensure Review Committee."

**Task Force Funding:** Appropriations totaling \$112,600 were provided for the expense and staff support of the following five task forces and commissions: Electric Restructuring Study Task Force; Strategic Planning for Educational Excellence Task Force; Utilities in Highway Rights of Way Task Force; State Water Development Commission Task Force; and Crime Reduction Task Force.

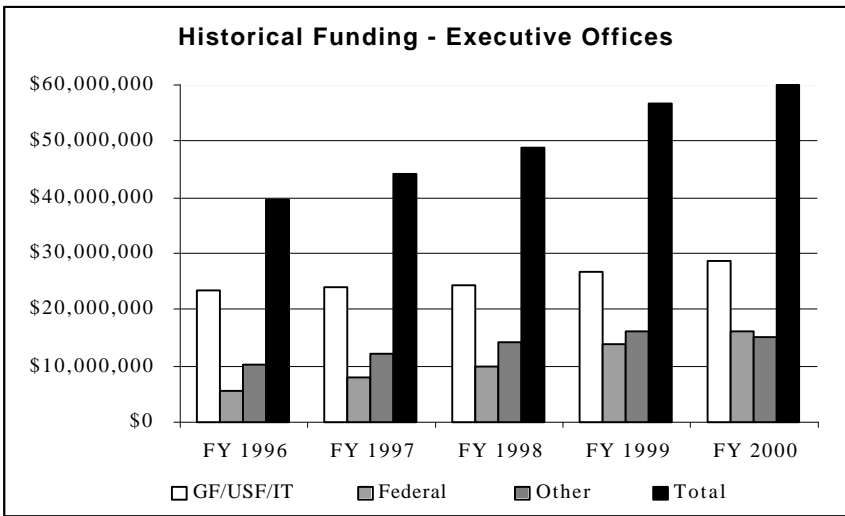
The Legislature also approved supplemental funding of \$64,500 in FY 1999 for a Task Force on Learning Standards and Accountability in Public Education. This funding is in addition to FY 1999 funding previously authorized for the Occupational and Professional License Task Force; Local Airport Funding Task Force; Child Care Task Force; Traffic Safety Task Force; and the Electric Deregulation and Customer Choice Task Force. Funding for these task forces and commissions will continue in FY 2000.

## Funding Detail

<b>LEGISLATURE</b>					
<b>Plan of Financing</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriation</b>	<b>Revised 1999</b>
General Fund	\$12,014,200	(\$21,500)	\$11,992,700	\$12,420,400	\$427,700
Commerce Service Fund	23,500		23,500		(23,500)
Dedicated Credits	340,000		340,000	340,000	
Beginning Nonlapsing	1,841,900		1,841,900	1,710,900	(131,000)
Ending Nonlapsing	(1,710,900)		(1,710,900)	(1,640,900)	70,000
<b>Total</b>	<b>\$12,878,500</b>	<b>\$43,000</b>	<b>\$12,921,500</b>	<b>\$12,943,000</b>	<b>\$21,500</b>
<b>Programs</b>					
Senate	\$1,359,900		\$1,359,900	\$1,390,100	\$30,200
House of Representatives	2,387,600		2,387,600	2,429,300	41,700
Legislative Printing	835,900		835,900	859,600	23,700
Legislative Research & Gen Counsel	3,957,200		3,957,200	4,135,300	178,100
Tax Review Commission	50,000		50,000	50,000	
Legislative Fiscal Analyst	1,908,000	(\$21,500)	1,886,500	1,895,700	9,200
Legislative Auditor General	1,797,700		1,797,700	1,853,000	55,300
Dues - NCSL	87,400		87,400	89,900	2,500
Dues - CSG	70,000		70,000	72,500	2,500
Constitutional Review Commission	55,000		55,000	55,000	
<b>Subtotal</b>	<b>\$12,508,700</b>	<b>(\$21,500)</b>	<b>\$12,487,200</b>	<b>\$12,830,400</b>	<b>\$343,200</b>
<b>One-time Funds</b>					
Senate - Electronic Voting	\$225,000		\$225,000		(\$225,000)
Fleet Rate Study	50,000		50,000		(50,000)
Task Forces & Commissions	94,800	\$64,500	159,300	\$112,600	(46,700)
<b>Subtotal</b>	<b>\$369,800</b>	<b>\$64,500</b>	<b>\$434,300</b>	<b>\$112,600</b>	<b>(\$321,700)</b>
<b>Total</b>	<b>\$12,878,500</b>	<b>\$43,000</b>	<b>\$12,921,500</b>	<b>\$12,943,000</b>	<b>\$21,500</b>

## Executive Offices

Executive Offices of the State include the Governor's Office (Governor's Administration, Office of Planning and Budget, and Commission on Criminal and Juvenile Justice), the State Auditor, the State Treasurer, and the Attorney General.



The total budget for the Executive Offices of the State for FY 2000 is \$59,868,600. This is a \$3,195,900 increase over the FY 1999 revised budget.

## Legislative Action

Total increases for the Governor's Office amounted to \$2,515,600, an increase of 6.6 percent. The Attorney General's Office received increases of \$841,600 in FY 2000 for compensation and operating expenses, an increase of 3.1 percent. The State Treasurer and the State Auditor both show total budget decreases for FY 2000.

**Elections:** The Legislature appropriated \$600,000 to fund a Western States Primary Election. An additional appropriation of \$50,000 was provided for general elections purposes.

**Motor Voter:** The Motor Voter program in the Governor's Office was reduced by \$175,000 in an attempt to reduce growth in the budget since the motor voter budget has nearly doubled within a five year period. However, the budget cut was offset by an appropriation of \$100,000 to the Office of Planning and Budget, Information Technology Section for enhanced technology support for Motor Voter.

**Emergency Fund:** The Legislature appropriated \$179,000 to replenish the Governor's Emergency Fund.

**Planning:** An appropriation of \$400,000 was approved for the Office of Planning and Budget to fund local planning initiatives throughout the State. Included in the \$400,000 is \$250,000 to fund the "Quality Growth Act." The Commission on Criminal and Juvenile Justice was also appropriated \$150,000 to aid State and local governments develop crime reduction plans.

**Crime Prevention Program:** The Crime Prevention Council was transferred from the Department of Public Safety to the Commission on Criminal and Juvenile Justice. Funding was increased from \$95,000 to \$295,000 and made a grant. The appropriation included the following intent language:

*It is the intent of the Legislature to fund a Community Crime Prevention grant program in the Commission on Criminal and Juvenile Justice (CCJJ). Preference for grant funding will be placed on crime prevention programs that have a regional or statewide impact, involve multi-agency collaboration, encourage responsible adults to mentor children, and provide police officer training. It is further the intent of the Legislature that up to one full-time position may be created in CCJJ for the purpose of administering these grants.*

**Children's Justice Centers:** The Attorney General's Office was appropriated \$150,000 to fund additional Children's Justice Centers throughout the State.

**Child Welfare Attorneys:** Funding of \$148,700 was provided for two attorneys in the Child Protection Division. This funding replaced an expired federal grant.

**Base Budget Reduction:** Funding for the Attorney General's administration was reduced by \$276,400.

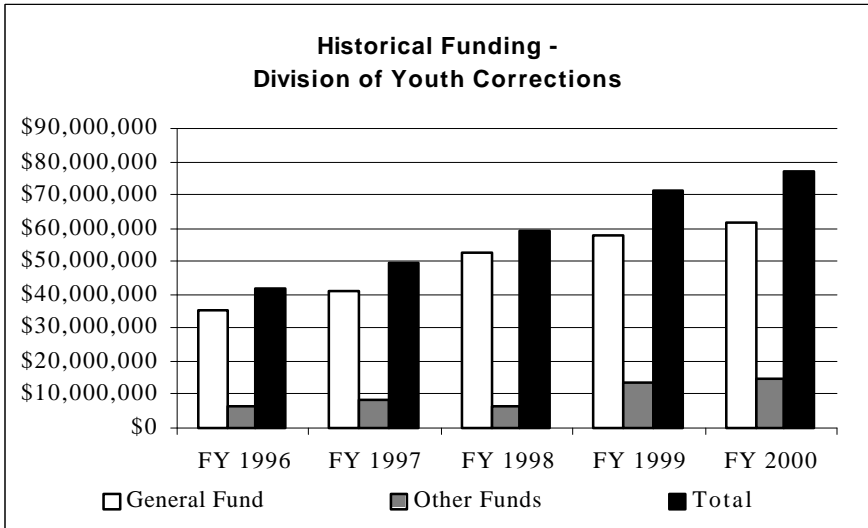
**Anti-Trust Funding:** Funding of \$50,000 was provided for additional staff support for anti-trust prosecution. A supplemental in the same amount was provided in FY 1999.

## Funding Detail

<b>EXECUTIVE OFFICES</b>					
	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change From</b>
<b><u>Plan of Financing</u></b>	<b><u>Estimated</u></b>	<b><u>Supplemental</u></b>	<b><u>Revised</u></b>	<b><u>Appropriated</u></b>	<b><u>Revised 1999</u></b>
General Fund	\$26,324,600		\$26,324,600	\$27,927,300	\$1,602,700
General Fund - One Time	387,000		387,000	875,000	488,000
Dedicated Credits	10,530,900		10,530,900	10,826,700	295,800
Federal Funds	13,790,800		13,790,800	16,062,200	2,271,400
Restricted and Trust Funds	2,548,900	\$125,000	2,673,900	2,782,700	108,800
Beginning Nonlapsing	1,935,400		1,935,400	178,800	(1,756,600)
Closing Nonlapsing	(178,800)		(178,800)		178,800
Revenue Transfers	1,208,900		1,208,900	1,215,900	7,000
<b>Total</b>	<b>\$56,547,700</b>	<b>\$125,000</b>	<b>\$56,672,700</b>	<b>\$59,868,600</b>	<b>\$3,195,900</b>
<b><u>Programs</u></b>					
Governor	\$24,742,500		\$24,742,500	\$26,383,100	\$1,640,600
Auditor	3,301,100		3,301,100	3,171,000	(130,100)
Treasurer	1,870,400	\$75,000	1,945,400	1,914,200	(31,200)
Attorney General	26,633,700	50,000	26,683,700	27,525,300	841,600
<b>Subtotal</b>	<b>\$56,547,700</b>	<b>\$125,000</b>	<b>\$56,672,700</b>	<b>\$58,993,600</b>	<b>\$2,320,900</b>
<b><u>One Time Funds</u></b>					
Western States Primary				\$600,000	\$600,000
Emergency Fund				75,000	75,000
Local Planning				50,000	50,000
Local Crime Plans				150,000	150,000
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$875,000</b>	<b>\$875,000</b>
<b>Total</b>	<b>\$56,547,700</b>	<b>\$125,000</b>	<b>\$56,672,700</b>	<b>\$59,868,600</b>	<b>\$3,195,900</b>

## Division of Youth Corrections

The Division of Youth Corrections is responsible for all delinquent offenders committed by the State's Juvenile Court. The Division maintains the Youth Detention Centers for both pre-adjudication and post-adjudication confinement. For youth penetrating the system further, the youth are committed to either long-term secure confinement, short-term observation and assessment, or to alternative community residential placement.



### Legislative Action

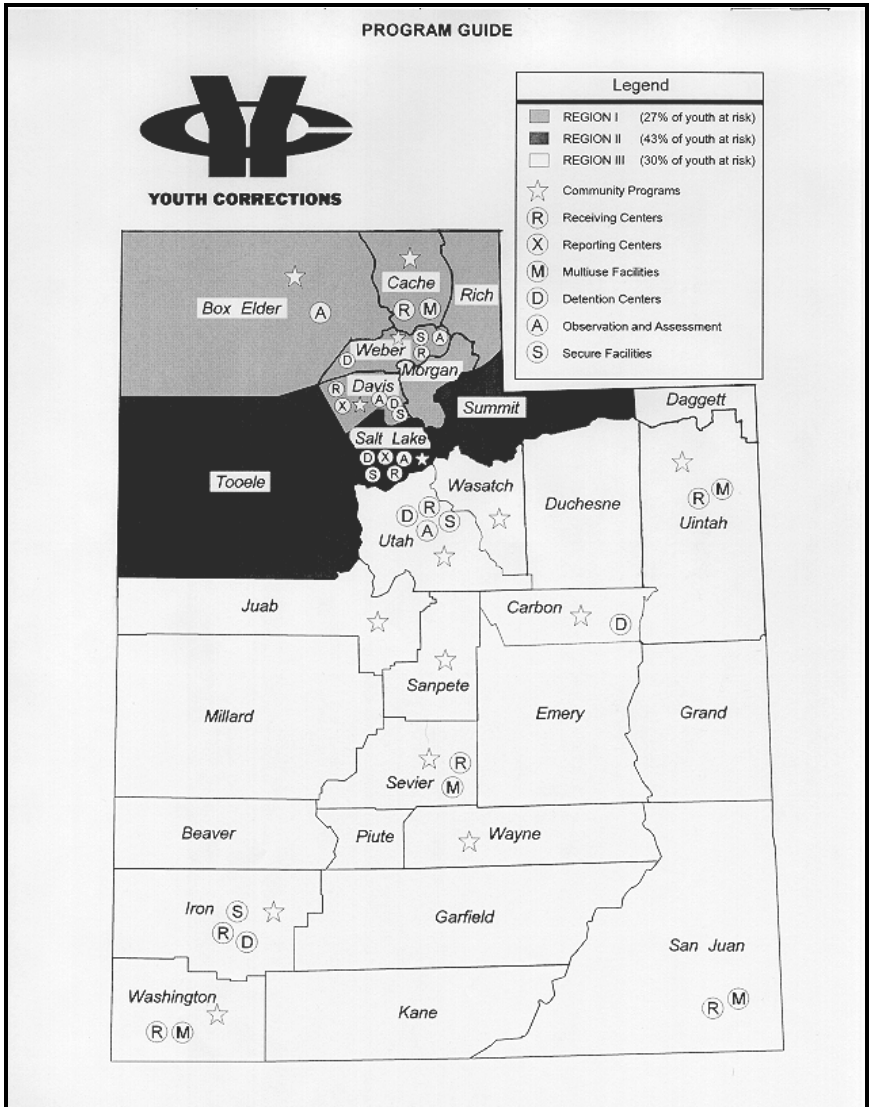
Major increases in program funds in the Division included:

Out-of-state placements	\$2,876,000
Receiving Centers	250,000
Community Alternatives	200,000
Youth Parole Authority	50,000
Total	<u>\$3,376,000</u>

Because the confinement of juvenile offenders often exceeds the capacity of youth detention facilities, Youth Corrections was funded \$1,500,000 for 32 new beds in Cache County and \$1,500,000 for 32 new beds in Uintah County. It is anticipated that 72 new beds in Ogden and 72 new beds in Richfield will be funded FY 2001. The total number of beds in the system will be 796.



The network of existing facilities of the Youth Corrections Division are depicted on the following map:



## **Intent Language**

### **Observation and Assessment:**

*It is the intent of the Legislature that the Observation and Assessment process be completed, insofar as possible, within 60 days of a youth offender's commitment to the Division of Youth Corrections for such a placement pursuant to UCA 78-3a-118(e).*

### **Rate increase for community-based providers:**

*It is the intent of the Legislature that the Division of Youth Corrections pursue the goal of applying as much budgetary flexibility as is fiscally prudent within it's existing General fund appropriation to grant a rate increase for private community-based providers.*

### **Preferred Community Alternatives:**

*It is the intent of the Legislature that the Division of Youth Corrections continue and wherever possible increase the utilization of community based alternatives to secure incarceration of youth in the custody of the Division.*

*Utah's approach to rehabilitation using the Community Based Alternative System has been demonstrated, through independent research, to provide effective treatment to youth as well as cost benefits and protection to the citizens of the State through reduced recidivism and reduction of severity of crimes for those youth who do recidivate.*

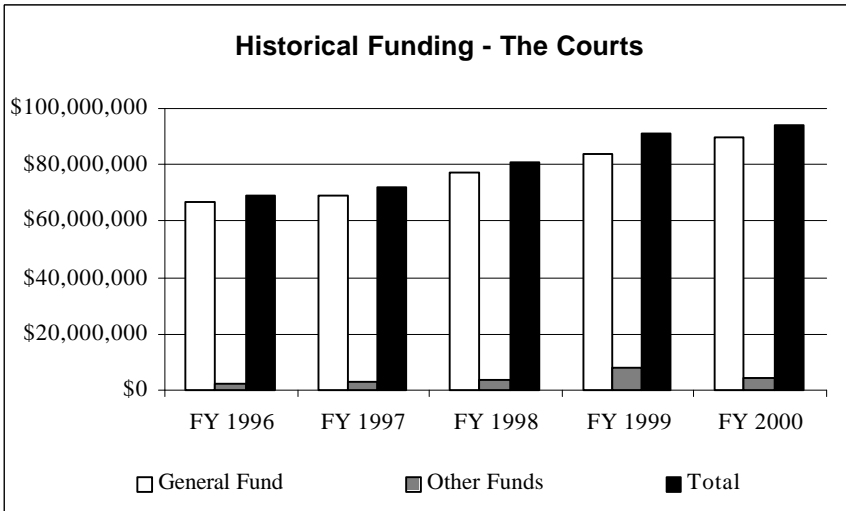
*The Legislature recognizes the national prominence of the Division's approach and expressly directs the Division to actively pursue additional Community Alternatives and strengthen those which are currently in effect.*

## Funding Detail

<b>DIVISION OF YOUTH CORRECTIONS</b>					
	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
<b><u>Plan of Financing</u></b>	<b><u>Estimated</u></b>	<b><u>Supplemental</u></b>	<b><u>Revised</u></b>	<b><u>Appropriation</u></b>	<b><u>Revised 1999</u></b>
General Fund	\$57,549,200		\$57,549,200	\$61,900,700	\$4,351,500
General Fund-Restricted	300,000		300,000	500,000	200,000
Federal Funds	754,700		754,700	3,094,700	2,340,000
Dedicated Credits	2,306,300		2,306,300	2,332,000	25,700
Transfers	7,325,000	\$300,000	7,625,000	9,061,500	1,436,500
Beginning Nonlapsing	2,800,500		2,800,500		(2,800,500)
<b>Total</b>	<b>\$71,035,700</b>	<b>\$300,000</b>	<b>\$71,335,700</b>	<b>\$76,888,900</b>	<b>\$5,553,200</b>
<b><u>Programs</u></b>					
Division Services	\$50,312,800	\$300,000	\$50,612,800	\$53,533,100	\$2,920,300
Out of State Placements	1,482,800		1,482,800	2,359,400	876,600
Community Alternatives	18,979,600		18,979,600	20,679,600	1,700,000
Youth Parole Authority	260,500		260,500	316,800	56,300
<b>Subtotal</b>	<b>\$71,035,700</b>	<b>\$300,000</b>	<b>\$71,335,700</b>	<b>\$76,888,900</b>	<b>\$5,553,200</b>
<b><u>One-Time Funds</u></b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$71,035,700</b>	<b>\$300,000</b>	<b>\$71,335,700</b>	<b>\$76,888,900</b>	<b>\$5,553,200</b>

## Courts

The Judicial Branch has four courts of record (Supreme Court, Court of Appeals, District Courts, and Juvenile Courts) which are funded and operated by the State. In addition to the 105 State judges, there are Justice Courts operating in the cities and counties that require 126 judges.



## Legislative Action

As an adjunct to the crime package, two new Juvenile Judge positions were created for the 1<sup>st</sup> (the northernmost three counties) and 7<sup>th</sup> Districts (Southeastern Utah) in response to the increasing workload in the juvenile courts in those areas. First year funding for new judges and support staff is \$441,600. Other bills adding to the court budget are:

Appellate mediation program	(SB 124)	\$90,050
Approval for minors to marry	(HB 48)	4,500
Leaving the scene of an accident	(HB 73)	28,100
Purging of files for expungement orders	(HB 355)	60,000
Expungement of Juvenile records	(HB 356)	20,000
Stalking amendments	(HB 79)	28,000
Quick Court on the WEB	(SB 3)	50,000
Contributing to the Delinquency	(HB 279)	8,400
Total		<u>\$289,050</u>

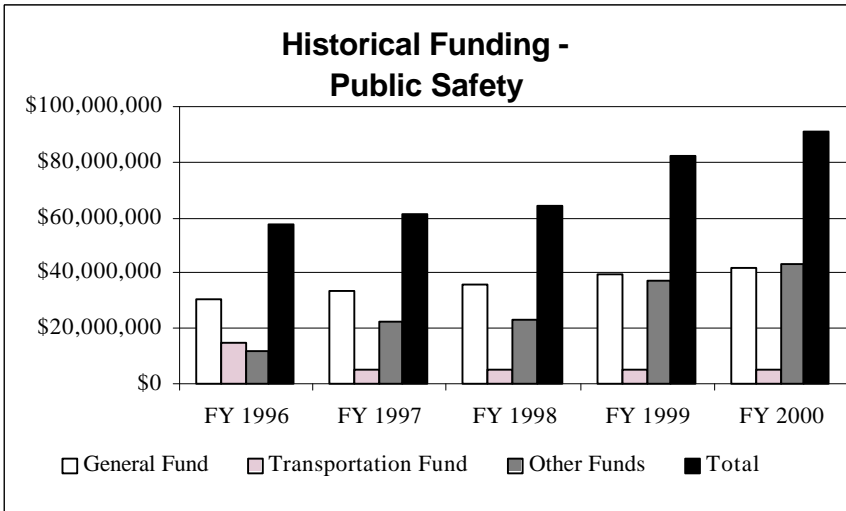
**Judicial Salaries:** Under provisions of Section 67-8-2, the Legislature set the salary for the District Court Judge at \$95,900 for FY 2000. All other judicial salaries and that of the State Court Administrator are based on the salary paid to the District Court Judges. Salary increases for judges were adjusted by the same rate as State employees.

## Funding Detail

<b>COURTS</b>					
<b>Plan of Financing</b>	<b>FY 1999 Estimated</b>	<b>FY 1999 Supplemental</b>	<b>FY 1999 Revised</b>	<b>FY 2000 Appropriation</b>	<b>Change from Revised 1999</b>
General Fund	\$83,495,700	(\$759,700)	\$82,736,000	\$85,952,950	\$3,216,950
General Fund-Restricted	5,419,500	150,000	5,569,500	5,756,700	187,200
Federal Funds	291,100		291,100	987,600	696,500
Dedicated Credits	1,184,700		1,184,700	1,311,500	126,800
Transfers	74,500	943,400	1,017,900	37,100	(980,800)
Beginning Nonlapsing	1,172,100		1,172,100	122,200	(1,049,900)
Ending Nonlapsing	(122,200)		(122,200)	(98,400)	23,800
<b>Total</b>	<b>\$91,515,400</b>	<b>\$333,700</b>	<b>\$91,849,100</b>	<b>\$94,069,650</b>	<b>\$2,220,550</b>
<b>Programs</b>					
Appellate Courts	\$4,372,700		\$4,372,700	\$4,380,400	\$7,700
Trial Courts	56,923,000		56,923,000	56,317,600	(605,400)
Administrative Offices	3,724,300	\$943,400	4,667,700	5,937,850	1,270,150
Support Services	6,703,600		6,703,600	7,198,300	494,700
Contracts and Leases	15,735,600	(659,700)	15,075,900	15,888,600	812,700
Jury, Witness and Interpreter	1,182,900		1,182,900	1,338,500	155,600
Guardian ad Litem	2,872,300		2,872,300	2,949,600	77,300
Grand Jury	1,000		1,000	1,000	0
<b>Subtotal</b>	<b>\$91,515,400</b>	<b>\$283,700</b>	<b>\$91,799,100</b>	<b>\$94,011,850</b>	<b>\$2,212,750</b>
<b>One-Time Funds</b>					
Quick Court		\$50,000	\$50,000		(\$50,000)
Furnishings for Judges/clerks				\$57,800	\$57,800
<b>Subtotal</b>	<b>\$0</b>	<b>\$50,000</b>	<b>\$50,000</b>	<b>\$57,800</b>	<b>\$7,800</b>
<b>Total</b>	<b>\$91,515,400</b>	<b>\$333,700</b>	<b>\$91,849,100</b>	<b>\$94,069,650</b>	<b>\$2,220,550</b>

## Department of Public Safety

The objectives of the Department of Public Safety are to preserve order by protecting lives, reducing the number and severity of accidents, and reducing damage to life, health, property, and finances caused by unlawful activity.



### Legislative Action

**Criminologist and Drug Interdiction:** Public Safety was funded for one additional criminologist. At the same time \$200,000 was added to the budget for clandestine drug lab interdiction (HB 199) and the criminal data base (MIS) was given an extra \$50,000.

**Highway Patrol Troopers:** The Highway Patrol gained 6 troopers (HB 95) costing \$305,000 ongoing as well as \$75,000 for off-duty use of vehicles. A new Senior Officer Grade III was created but funding for first year appointments to the new grade must come from savings.

**Digitized Driver License:** Additional funding was provided from the Transportation Restricted - Public Safety Account for continuation of the conversion of Driver's License operations to the new digitized license system.

**2002 Olympic Security:** As a part of the preliminary planning and preparations for the security related to the 2002 Olympics, the Department received an initial \$2.5 million in federal funds.

## Intent Language

- ▶ **Forfeitures and Seizures:** The Legislature approved federal and State seizure funds totaling \$200,000 for FY 2000, and included the following intent language:

*It is the intent of the Legislature that all monies seized or forfeited to the State as a result of drug or narcotic related activity through the State or federal court process, be deposited into a General Fund Restricted - Drug Forfeiture Restricted Account.*

- ▶ **Reservation of salvage sale revenue:** The Department is to retain \$324,000 from salvage sales (vehicles) to offset the cost to convert to the new central motor-pool system.
- ▶ **Personal use of Highway Patrol Vehicles:** The Division of Fleet Operations and the Department develop the appropriate policies and procedures for the personal use of patrol vehicles by troopers.

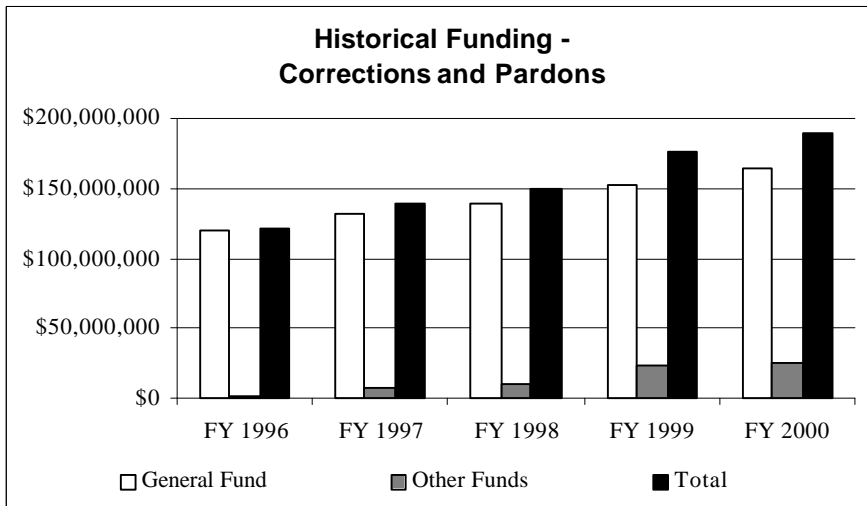
## Funding Detail

<b>THE DEPARTMENT OF PUBLIC SAFETY</b>					
<b>Plan of Financing</b>	<b>FY 1999 Estimated</b>	<b>FY 1999 Supplemental</b>	<b>FY 1999 Revised</b>	<b>FY 2000 Appropriation</b>	<b>Change from Revised 1999</b>
General Fund	\$39,527,000	\$216,500	\$39,743,500	\$42,137,800	\$2,394,300
General Fund-Restricted	6,905,300	100,000	7,005,300	6,941,800	(63,500)
Transportation Fund	5,495,500		5,495,500	5,495,500	0
Transportation Fund-Restricted	13,668,000	100,000	13,768,000	15,709,000	1,941,000
Federal Funds	10,350,100		10,350,100	13,450,700	3,100,600
Dedicated Credits	4,246,800	429,000	4,675,800	5,371,900	696,100
Transfers	966,500		966,500	1,154,200	187,700
Beginning Nonlapsing	819,500		819,500	435,000	(384,500)
Ending Nonlapsing	(435,000)		(435,000)	0	435,000
<b>Total</b>	<b>\$81,543,700</b>	<b>\$845,500</b>	<b>\$82,389,200</b>	<b>\$90,695,900</b>	<b>\$8,306,700</b>
<b>Programs</b>					
Comissioner	\$2,523,700		\$2,523,700	\$5,017,600	\$2,493,900
Safety Promotion	138,500		138,500	143,400	4,900
Comp Emergency Mgt	10,354,300	\$13,400	10,367,700	10,790,400	422,700
Peace Officers Sds & Train	2,146,500		2,146,500	2,565,700	419,200
Liquor Law Enforcement	895,600		895,600	974,200	78,600
Invest and Tech Svcs	13,749,900		13,749,900	15,363,500	1,613,600
Driver's License	13,861,600	100,000	13,961,600	15,174,000	1,212,400
Utah Highway patrol	33,469,400	415,200	33,884,600	35,866,700	1,982,100
Mgt Info Systems	1,610,700		1,610,700	1,712,100	101,400
Fire Marshal	2,793,500	100,000	2,893,500	3,088,300	194,800
<b>Subtotal</b>	<b>\$81,543,700</b>	<b>\$628,600</b>	<b>\$82,172,300</b>	<b>\$90,695,900</b>	<b>\$8,523,600</b>
<b>One-Time Funds</b>					
800 MHZ		\$216,900	\$216,900		(\$216,900)
<b>Subtotal</b>	<b>\$0</b>	<b>\$216,900</b>	<b>\$216,900</b>	<b>\$0</b>	<b>(\$216,900)</b>
<b>Total</b>	<b>\$81,543,700</b>	<b>\$845,500</b>	<b>\$82,389,200</b>	<b>\$90,695,900</b>	<b>\$8,306,700</b>



## Department of Corrections

The Department of Corrections, the adult correctional authority for the State of Utah, has a primary mission of community protection from criminal activity. To accomplish this goal, the Department develops and provides programs identifying and controlling the convicted offender's inappropriate behavior, so that the offenders may learn to function as law-abiding citizens.



### Legislative Action

**New Beds:** As in previous years, the funding of new inmate beds was the primary budget issue. New Adult Corrections beds that will come on line in FY 2000 include:

<u>FACILITY</u>	<u>BEDS</u>	<u>COST</u>
Gunnison medium unit	288	\$2,100,000
Privatized Facility	500	1,890,000
Draper intermediate facility*	300	0
Draper Forensic Facility	132	1,135,000
<b>Total</b>	<b>1,220</b>	<b>\$4,125,000</b>

\*funds currently within existing budget

In addition \$2 million for contracting for local jail beds and \$1.5 million for day reporting centers in Davis and West Valley and a new privatized half-way house were also funded.

Additional funds for supervision of probation or incarceration in prison include:

Drive-by shootings	(HB 235)	\$60,000
Domestic Violence	(HB 245)	2,500
Stalking	(HB 79)	1,500
Disarming a peace officer	(SB 101)	<u>60,000</u>
Total		<u><u>\$124,000</u></u>

## Intent Language

- ▶ **Correction Officers Salary Study:** The Department of Human Resources will conduct a study comparing Correctional Officer compensation with the market, for review during the 2000 Legislative General Session. (Item 30, HB1)
- ▶ **Privatization of Community Correction Centers:** The Department is to study privatization of Community Correctional Centers with in Field Operations.
- ▶ **New minimum housing facility:** Direction to “...*proceed immediately in building minimum security housing with funds from the Violent Offenders Incarceration/Truth in Sentencing (VOITIS) Act*” was approved. (Item 32, HB1)

## Board of Pardons

The Board of Pardons is the release authority for inmates and parolees in the State of Utah.

## Legislative Action

To help in processing the ever increasing number of hearings and cases, the Board of Pardons was given an additional FTE and \$74,600.

## Funding Detail

<b>DEPARTMENT OF CORRECTIONS AND BOARD OF PARDONS</b>					
<b>Plan of Financing</b>	<b>FY 1999</b>				
	<b>FY 1999 Estimated</b>	<b>Legislative Action</b>	<b>FY 1999 Revised</b>	<b>FY 2000 Appropriation</b>	<b>Change from Revised 1999</b>
General Fund	\$153,318,100	(\$75,200)	\$153,242,900	\$164,267,700	\$11,024,800
Federal Funds	2,217,200		2,217,200	1,824,300	(392,900)
Dedicated Credits	17,122,200		17,122,200	20,512,800	3,390,600
Transfers	1,029,600		1,029,600	1,029,600	
Beginning Nonlapsing	4,643,300		4,643,300	1,825,100	(2,818,200)
Ending Nonlapsing	(1,730,000)		(1,730,000)		1,730,000
<b>Total</b>	<b>\$176,600,400</b>	<b>(\$75,200)</b>	<b>\$176,525,200</b>	<b>\$189,459,500</b>	<b>\$12,934,300</b>
<b>Programs</b>					
Administration	\$9,018,400		\$9,018,400	\$8,646,900	(\$371,500)
Field Operations	33,095,800		33,095,800	37,659,800	4,564,000
Institutional Operations	84,938,000	(\$75,200)	84,862,800	88,750,900	3,888,100
Medical Services	14,539,000		14,539,000	14,925,400	386,400
Forensics	190,000		190,000	190,000	
Correctional Industries	12,400,100		12,400,100	15,409,200	3,009,100
Jail Programs	19,993,700		19,993,700	21,253,200	1,259,500
Board of Pardons	2,425,400		2,425,400	2,614,500	189,100
<b>Subtotal</b>	<b>\$176,600,400</b>	<b>(\$75,200)</b>	<b>\$176,525,200</b>	<b>\$189,449,900</b>	<b>\$12,924,700</b>
<b>One-Time Funds</b>					
Sexual Victims Council				\$9,600	\$9,600
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$9,600</b>	<b>\$9,600</b>
<b>Total</b>	<b>\$176,600,400</b>	<b>(\$75,200)</b>	<b>\$176,525,200</b>	<b>\$189,459,500</b>	<b>\$12,934,300</b>

<b>EXECUTIVE OFFICES, CRIMINAL JUSTICE, AND LEGISLATURE</b>					
	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
<b><u>Plan of Financing</u></b>	<b><u>Estimated</u></b>	<b><u>Supplemental</u></b>	<b><u>Revised</u></b>	<b><u>Appropriation</u></b>	<b><u>Revised 1999</u></b>
General Fund	\$372,228,800	(\$639,900)	\$371,588,900	\$394,606,850	\$23,017,950
General Fund One-Time	756,800	64,500	821,300	987,600	166,300
General Fund-Restricted	15,173,700	375,000	15,548,700	15,981,200	432,500
Transportation Fund	5,495,500		5,495,500	5,495,500	
Transportation Fund-Restricted	13,668,000	100,000	13,768,000	15,709,000	1,941,000
Commerce Service Fund	23,500		23,500		(23,500)
Federal Funds	27,403,900		27,403,900	35,419,500	8,015,600
Dedicated Credits	35,730,900	429,000	36,159,900	40,694,900	4,535,000
Transfers	10,604,500	1,243,400	11,847,900	12,498,300	650,400
Beginning Nonlapsing	13,212,700		13,212,700	4,272,000	(8,940,700)
Ending Nonlapsing	(4,176,900)		(4,176,900)	(1,739,300)	2,437,600
<b>Total</b>	<b>\$490,121,400</b>	<b>\$1,572,000</b>	<b>\$491,693,400</b>	<b>\$523,925,550</b>	<b>\$32,232,150</b>
<b><u>Programs</u></b>					
Legislature	\$12,508,700	(\$21,500)	\$12,487,200	\$12,830,400	\$343,200
Executive Offices	56,547,700	125,000	56,672,700	58,993,600	2,320,900
Division of Youth Corrections	71,035,700	300,000	71,335,700	76,888,900	5,553,200
Courts	91,515,400	283,700	91,799,100	94,011,850	2,212,750
Department of Public Safety	81,543,700	845,500	82,389,200	90,695,900	8,306,700
Dept of Corrections/Board of Pardons	176,600,400	(75,200)	176,525,200	189,449,900	12,924,700
<b>Subtotal</b>	<b>\$489,751,600</b>	<b>\$1,457,500</b>	<b>\$491,209,100</b>	<b>\$522,870,550</b>	<b>\$31,661,450</b>
<b><u>One-Time Funds</u></b>					
Task Forces	\$94,800	\$64,500	\$159,300	\$112,600	(\$46,700)
Electronic Voting -Senate	225,000		225,000		(225,000)
Fleet Rate Study	50,000		50,000		(50,000)
Western States Primary				600,000	600,000
Emergency Fund				75,000	75,000
Local Planning				50,000	50,000
Local Crime Plans				150,000	150,000
Quick Court		50,000	50,000		(50,000)
Furniture Judges/Clerks				57,800	57,800
Sexual Victims Council				9,600	9,600
<b>Subtotal</b>	<b>\$369,800</b>	<b>\$114,500</b>	<b>\$484,300</b>	<b>\$1,055,000</b>	<b>\$570,700</b>
<b>Total</b>	<b>\$490,121,400</b>	<b>\$1,572,000</b>	<b>\$491,693,400</b>	<b>\$523,925,550</b>	<b>\$32,232,150</b>



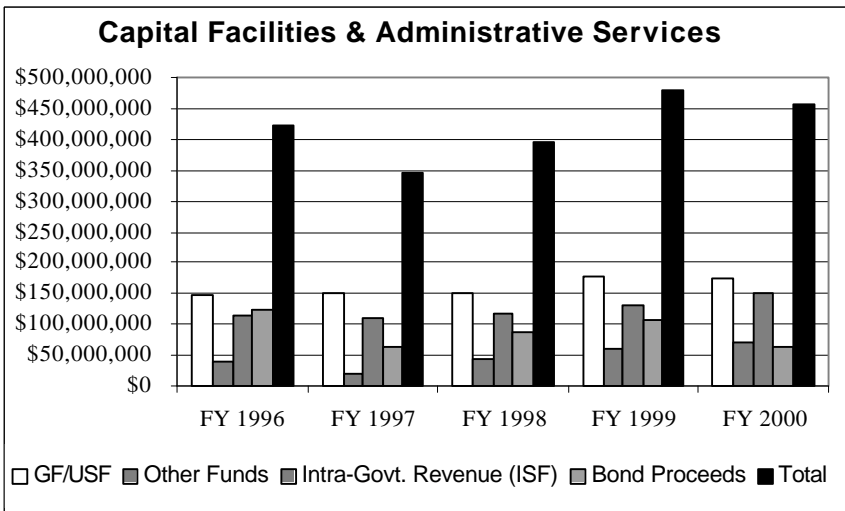
# Capital Facilities and Administrative Services



## Subcommittee Overview

The Capital Facilities and Administrative Services Appropriation (CF&AS) Subcommittee oversees three major areas of State Government: the Department of Administrative Services, Debt Service, and Capital Projects.

The CF&AS Subcommittee's budget totals more than \$400 million. Of that total, more than half is "nested" in other State agencies that contribute approximately \$150 million to the Administrative Services Internal Service Funds and use existing budgets to create and pay debt service on revenue bonds.



Bond proceeds over the previous five years total nearly \$450 million, with just over 50 percent of that total coming from General Obligation Bonds. The other half of the bonding total is made up of Revenue Bond proceeds. Revenue bonds are financial tools that allow the State to convert existing agency revenue streams or lease payments to debt service in order to gain a more favorable interest rate or to take advantage of long term savings.

## Department of Administrative Services

The Department of Administrative Services was created in 1981 by the Utah Administrative Services Act (63A-1-102). The following divisions within the Department receive direct appropriations to accomplish statutory objectives:

**Executive Director's Office:** The Executive Director's Office (EDO) provides financial management, strategic planning, organizational development, and public relations for the Department. It is through the EDO that the Department plays a major role in the development of the State's system for information management.

**Administrative Rules:** The Division of Administrative Rules is responsible for establishing procedures for administrative rule-making, recording administrative rules, making administrative rules available to the public, publishing semimonthly summaries of the proposed rules, and compiling and codifying all effective rules in the Utah Administrative Code.

**Division of Archives:** The Utah State Archives is the depository for the official records of the State and its political subdivisions. It serves State government and the public by managing records created by the legislative, judicial, and executive branches of government.

**Division of Purchasing and General Services:** The Division of Purchasing and General Services provides for the procurement of all supplies and services needed by the State, the general supervision and control over all inventories and supplies owned by the State, and the establishment and maintenance of programs for the inspection, testing and acceptance of supplies and services.

**Division of Finance:** The Division of Finance produces the State's Comprehensive Annual Financial Report, ensures compliance with generally accepted accounting principles, controls all unrestricted and restricted funds (including trust funds), reviews all State contracts, pays all bills to vendors/contractors, issues all payroll checks, and develops, operates, and maintains State accounting systems.



**Office of State Debt Collection:** The Office of State Debt Collection was established in 1995 to collect and manage State receivables and develop policies governing management and collection of State receivables. Much of the actual collection work is done with private sector collection agencies.

**Division of Facilities Construction and Management:** The Division of Facilities Construction and Management (DFCM) is responsible for programming, planning, bidding, and contracting the construction of buildings and related projects for all State institutions and agencies. Another responsibility is overseeing alteration, renovation, repair, and improvement projects on existing buildings.

### **Internal Service Funds (ISF)**

In addition to the forgoing divisions, the Department has other divisions that function as Internal Service Funds. These divisions provide goods and services based on legislatively-approved rates and are mandated to operate as a non-profit enterprise under the same principles as a private sector business.

**Division of Purchasing and General Services:** The ISF portion of this division includes central copy services, a central store (stockless, vendor direct), and a central mail operation.

**Division of Fleet Operations:** The Division of Fleet Operations operates the State Central Motor Pool. The division also includes the State and federal surplus property programs and the State fuel network. According to 63A-9-401, the division coordinates all purchases of State vehicles, establishes fleet authorization and information systems, and makes rules for all aspects of vehicle acquisition, maintenance, resale, and utilization.

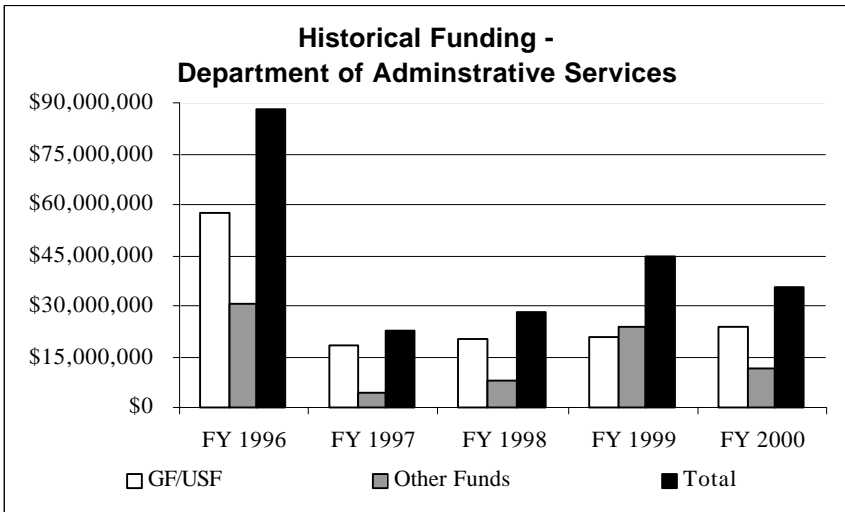
**Division of Information Technology Services:** The Division of Information Technology Services (ITS) is required to provide reliable, cost effective data processing and communication service to all agencies of State and local government. The data processing area of ITS provides software development, computer time-sharing, main frame computing, and consultation services to State agencies and local government entities. The telecommunications area of ITS provides telecommunications services to all State agencies, delivers priority service to public safety agencies, and negotiates the purchase, lease or rental of private or public telecommunications services or facilities.

**Division of Risk Management:** The Division of Risk Management provides liability, property and auto physical damage coverage to all State agencies, school districts, colleges and universities and eight city/county health departments. The liability insurance program is entirely self funded, while the property insurance program is self funded up to a \$2.5 million deductible with a private carrier.

**Division of Facilities Construction and Management - Facilities Management:** In addition to facilities construction and leasing, the Division of Facilities Construction and Management (DFCM) is also responsible for directing or delegating maintenance, operations, preventive maintenance, and facilities inspection programs for any department, commission, institution, or agency except State institutions of higher or public education. Included in this budget are building expenses such as utilities, janitorial, garbage collection, and security services.

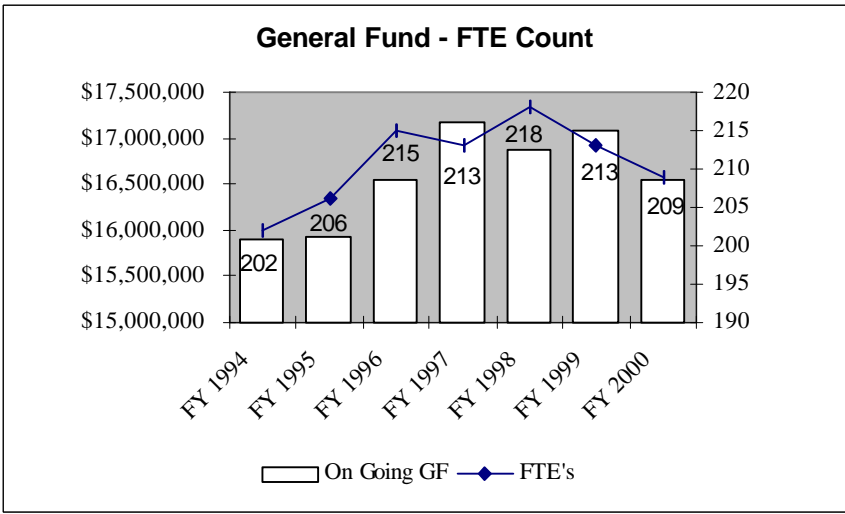
**Office of Debt Collection:** The ISF portion of this budget includes the private sector collection activity as coordinated by the Office of Debt Collection.

The Department of Administrative Services budgetary process was reorganized in FY 1997, resulting in a significant change when compared to FY 1996. The apparent lack of continuity in the graph is the result of funding through the Division of Finance for unique State projects such as Y2K funding, Underground Storage Tank Mitigation and the LeRay McAllister Critical Land Conservation Fund.



## Legislative Action

**Ongoing General Fund and Employee increases:** When one-time and mandated type expenditures such as Year 2000 problem resolution and underground storage tank mitigation are excluded, the department averaged an annual General Fund increase of only 0.68 percent since FY 1994. In the past, concern was expressed regarding the growth of FTEs within the Department. As the graph on the following page shows, FTE counts have dropped in the last two years, matching the growth rate of the Department's General Fund appropriation. While FTEs have declined in the appropriated budget, the Internal Service Fund portion of DAS has increased by 19 to 491 FTEs. This increase within the ISF reflects an overall growth in employees of 3.8 FTEs - the other FTEs were transferred from agencies in compliance with state statute. (This chart does not include General Funds or two FTEs transferred with the Judicial Conduct Commission).



**Underground Storage Tank Mitigation:** Since FY 1991, the State has been removing or cleaning up leaking, State-owned underground petroleum storage tanks. The Legislature’s commitment to the project resulted in Utah becoming one of the few states to meet the Environmental Protection Agency (EPA) deadline to have all the problem tank sites mitigated. It is anticipated that no General Fund expenditures will be required beyond the supplemental FY 1999 appropriation. The FY 1999 Supplemental includes \$134,400 from the Uniform School Fund and \$537,600 from the General Fund.

	General Fund	Transportation Fund	Total
FY 1991	\$3,500,000	\$100,000	\$3,600,000
FY 1993	1,170,000	1,993,300	3,163,300
FY 1994	3,446,300	1,000,000	4,446,300
FY 1996	1,600,000	1,000,000	2,600,000
FY 1997	900,000	600,000	1,500,000
FY 1998	700,000	180,000	880,000
FY 1999	200,000	300,000	500,000
FY 1999 Supp.	672,000		672,000
<b>Total</b>	<b>\$12,188,300</b>	<b>\$5,175,300</b>	<b>\$17,361,600</b>

**New Fleet Rates Established for FY 2000:** Rates for FY 2000 include a user fee for a management and information system (MIS) that will allow the Division to track usage, repairs and costs of every vehicle in the State fleet. The MIS, called CARS (Computer Automated Reservation System) will be fully operational on July 1, 1999. Fleet Operations will provide the Legislature with six months of data during the 2000 General Session, allowing the Legislature to make more informed decisions regarding appropriate fleet size within agencies.

**General Fund Borrowing - Cash Deficits:** By legislative intent language, the Internal Service Fund rates -- such as the fleet rates previously discussed -- should have a component to eliminate cash deficits. These deficits result in General Fund borrowing, which reduce earnings by the State Treasurer and makes less cash available for day-to-day State operations. The Division of Fleet Operation carries a balance of over \$33 million, by far the highest level of General Fund Borrowing within any State agency. This level of borrowing is the result of the increased cost of replacement vehicles that have not been capitalized through additional appropriations. For the first time this year, the Legislature appropriated funds specifically to capitalize the fleet. The ongoing \$4 million appropriation will allow the Division of Fleet Operations to stabilize the level of General Fund borrowing as it replaces vehicles.

**Mapping and Documentation of RS 2477 Rights-of-Way and Other Structures (House Bill 334) -** This bill provides grant money to counties for the mapping of RS 2477 roads in rural Utah. The grants are to be awarded through the Automated Geographic Reference Center, which will add any new data to the State Geographic Information Database.

**Quality Growth Act of 1999 (House Bill 119) -** This act directs the Division of Finance to provide accounting services for the grant program established by the Quality Growth Act. The Act provides grants from energy savings to match funds for preservation of open spaces.

## **Intent Language**

- ▶ **Project Reserve Funds:** The Division of Facilities Construction and Management is authorized to use up to \$300,000 from Project Reserve Funds to implement an integrated facilities software system.

- ▶ **Contracting Guidelines:** The Building Board is directed to develop contracting guidelines that enable the State to share in the ownership of designs and plans associated with the construction of State owned buildings.
- ▶ **Golf Course Management:** The Office of the Legislative Fiscal Analyst will investigate the possibility of establishing an independent Division of Golf Course Management.
- ▶ **Capital Requests:** The Legislative Fiscal Analyst will work with DFCM, the Board of Regents and the Governor’s Office of Planning and Budget to develop a “project needs Statement” to clearly define capital expenditure needs.
- ▶ **Debt Collection:** The Office of State Debt Collection will provide collection assistance to the Tax Commission as it out-sources accounts over 24 months old, and will continue to collect accounts “written off” by State Agencies. OSDC may also collect reasonable costs of collection from individual debtors.
- ▶ **Fleet Utilization:** To maximize fleet utilization, the Division of Finance will develop new guidelines for personal vehicle mileage reimbursement.
- ▶ **Automated Geographic Reference Center:** The Division of Information Technology Services is authorized to use \$300,000 from operating revenues to fund acquisition and integration activities of the Automated Geographic Reference Center.
- ▶ **Internal Service Funds:** Internal Service Funds of the Department of Administrative Services are allowed to add FTEs beyond the authorized level if it represents a benefit to the State and a decrease of FTEs in the user agency. The total FTEs within State government shall not change with this shift of FTEs.
- ▶ **Fleet Operations:** All State agencies, in cooperation with the Division of Fleet Operations, will fully implement the three core components of CARS (the fleet management information system) by July 1, 1999.

Higher Education fleets are exempted from statewide consolidation into the Division of Fleet Operations for FY 2000. However, these fleets will pay their share of the AFV costs and the MIS costs as identified by the Division of Fleet Operations. In addition, Higher Education shall develop vehicle coding consistent with the CARS system.

The Department of Public Safety is authorized to use vehicle salvage value of \$324,000 for agency operations.

The Office of the Legislative Fiscal Analyst will provide a report on the size, composition, usage, and age of fleets owned by the Department of Natural Resources and by Institutions of Higher Education.

- ▶ **DFCM Internal Service Fund:** The Division of Facilities and Construction Management's internal service fund may add FTEs beyond the authorized level if new facilities come on line or if maintenance agreements are requested. For oversight purposes, DFCM will provide a monthly FTE count to the Legislative Fiscal Analyst.

## Funding Detail

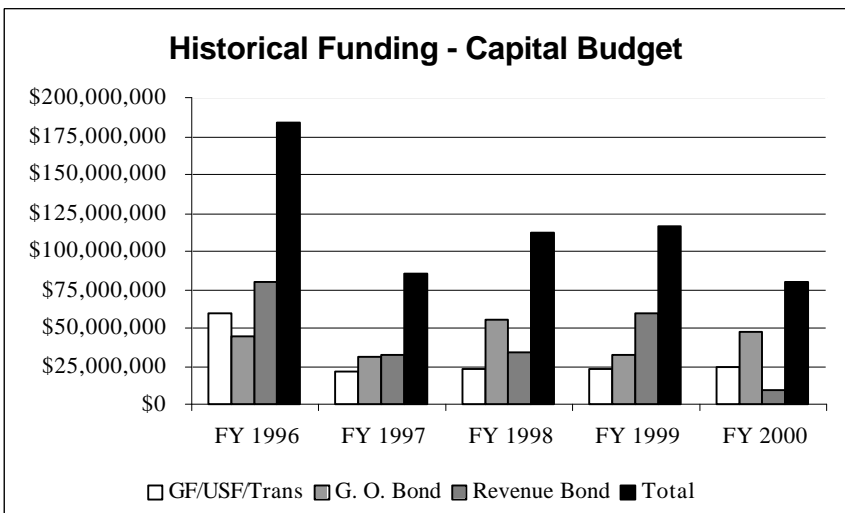
INTERNAL SERVICE FUND INCOME STATEMENT SUMMARY					
<b>Revenues</b>	<b>FY 1999 Estimated</b>	<b>FY 1999 Supplemental</b>	<b>FY 1999 Revised</b>	<b>FY 2000 Appropriated</b>	<b>Change from Revised 1999</b>
Purchasing and General Services					
Administration	\$189,900		\$189,900	\$190,100	\$200
Central Mail	6,530,000		6,530,000	6,960,000	430,000
Copy Centers/ Publishing	5,073,600		5,073,600	5,663,700	590,100
Central Stores/Electronic Purchasing	100,800		100,800	290,400	189,600
<b>Subtotal</b>	<b>\$11,894,300</b>	<b>\$0</b>	<b>\$11,894,300</b>	<b>\$13,104,200</b>	<b>\$1,209,900</b>
Division of Fleet Operations					
Fleet Services-Administration	\$796,700		\$796,700	\$851,200	\$54,500
Fleet Services-Motor Pool	11,350,000		11,350,000	20,535,800	9,185,800
Fleet Services-Fuel Network	10,492,100		10,492,100	11,681,000	1,188,900
Fleet Services-Surplus Property	1,210,100		1,210,100	1,246,000	35,900
<b>Subtotal</b>	<b>\$23,848,900</b>	<b>\$0</b>	<b>\$23,848,900</b>	<b>\$34,314,000</b>	<b>\$10,465,100</b>
Information Technology Serv.	\$55,262,200		\$55,262,200	\$56,810,300	\$1,548,100
Risk Management	27,210,400		27,210,400	27,859,400	649,000
DFCM Facilities Management	16,284,200		16,284,200	16,415,700	131,500
DFCM Fac. Mang. - Roofing/ Paving	447,400		447,400	459,900	12,500
DFCM Fac. Mang. - Planning/ Design	291,600		291,600	291,600	
Office of Debt Collection	535,000		535,000	222,100	(312,900)
<b>Total</b>	<b>\$135,774,000</b>	<b>\$0</b>	<b>\$135,774,000</b>	<b>\$149,477,200</b>	<b>\$13,703,200</b>
Authorized FTE's	491.00		491.00	494.80	3.80
Authorized Capital Outlay	\$34,188,800		\$34,188,800	\$33,463,900	(\$724,900)

<b>DEPARTMENT OF ADMINISTRATIVE SERVICES</b>					
	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriated</b>	<b>Revised 1999</b>
<b><u>Plan of Financing</u></b>					
General Fund	\$17,287,600		\$17,287,600	\$21,101,900	\$3,814,300
General Fund-One-time	2,467,900	\$5,287,600	7,755,500	2,750,000	(5,005,500)
Uniform School Fund-One-time	1,290,000	3,834,400	5,124,400		(5,124,400)
Transportation Fund	450,000		450,000	450,000	
Dedicated Credits	2,003,700		2,003,700	2,033,000	29,300
Federal Funds-One-time	125,000	1,019,700	1,144,700	150,000	(994,700)
Revenue Transfer	888,800		888,800	1,928,200	1,039,400
Beginning Nonlapsing	3,065,100		3,065,100		(3,065,100)
Closing Nonlapsing	(324,800)		(324,800)	324,800	649,600
Restricted Funds	350,000	330,000	680,000		(680,000)
G.F. Restr-ISF Overhead Re.	1,548,000		1,548,000		(1,548,000)
<b>Total</b>	<b>\$29,151,300</b>	<b>\$10,471,700</b>	<b>\$39,623,000</b>	<b>\$28,737,900</b>	<b>(\$10,885,100)</b>
<b><u>Programs</u></b>					
Executive Director	\$814,300		\$814,300	\$870,100	\$55,800
Archives	1,829,700		1,829,700	1,859,700	30,000
Administrative Rules	287,800		287,800	266,300	(21,500)
Purchasing	1,307,600		1,307,600	1,338,500	30,900
Finance-Administration	10,445,100		10,445,100	9,946,700	(498,400)
Finance-Mandated Exp.	241,800		241,800	120,000	(121,800)
Finance-Mand.-Jud. Conduct	264,300		264,300	219,700	(44,600)
DFCM Administration	2,879,900		2,879,900	3,034,100	154,200
DFCM Facilities Management	2,517,700		2,517,700	2,522,300	4,600
Office of Debt Collection	213,300		213,300	179,400	(33,900)
Fleet Operations-Fleet Capitalization				4,000,000	4,000,000
Info. Tech. Serv.-AGRC	1,612,500		1,612,500	1,566,100	(46,400)
Info. Tech. Serv.-Pub. Safety				15,000	15,000
<b>Subtotal</b>	<b>\$22,414,000</b>	<b>\$0</b>	<b>\$22,414,000</b>	<b>\$25,937,900</b>	<b>\$3,523,900</b>
<b><u>One-time Funds</u></b>					
ITS-AGRC Digitized Mapping	\$200,000	\$450,000	\$650,000		(\$650,000)
Leray Mcallister Critical Land Fund	125,000		125,000	\$2,750,000	2,625,000
EDO - Fuel Tank Mitigation	1,482,400	672,000	2,154,400		(2,154,400)
Finance - Payment Tracking	100,000		100,000		(100,000)
Finance - Electronic Commerce	200,000		200,000		(200,000)
Finance Mand.-Year 2000 Mitigation	4,400,900	9,349,700	13,750,600		(13,750,600)
DFCM - 800 MGz Radios	79,000		79,000		(79,000)
Finance-Mand.-Indigent Atty/Inmate	150,000		150,000	50,000	(100,000)
<b>Subtotal</b>	<b>6,737,300</b>	<b>10,471,700</b>	<b>17,209,000</b>	<b>2,800,000</b>	<b>(14,409,000)</b>
<b>Total</b>	<b>\$29,151,300</b>	<b>\$10,471,700</b>	<b>\$39,623,000</b>	<b>\$28,737,900</b>	<b>(\$10,885,100)</b>



## Capital Budget

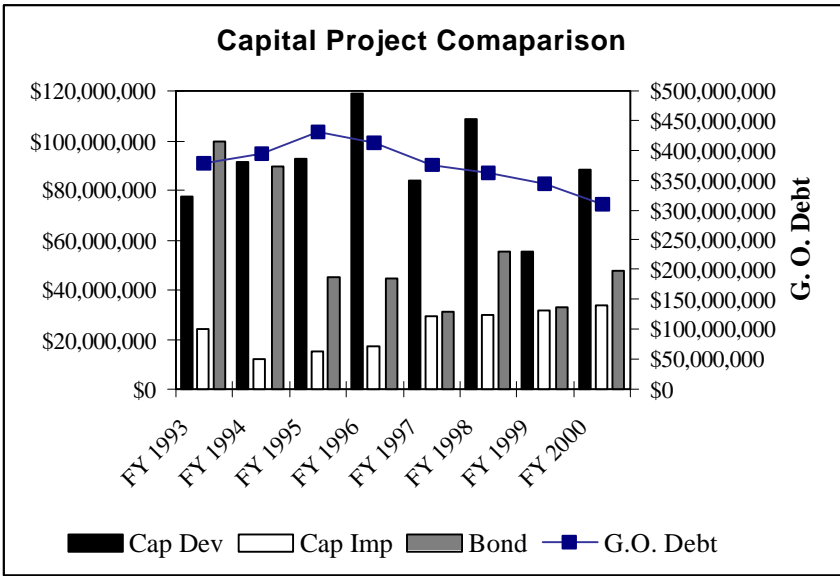
The capital budget provides funding to purchase, construct, and repair State facilities. Funding for these projects comes generally from cash and bonding. The FY 2000 capital budget is approximately \$50 million lower than the FY 1999 level. Half of that decline can be attributed to the University of Utah's Housing Project that added \$25 million in Revenue Bonding to the FY 1999 budget. For FY 2000, capital appropriations from the General Fund and Uniform School Fund totaled \$58,726,400 - about \$10.5 million less than the FY 1999 total.



### Legislative Action

**Capital Improvements - Maintaining existing facilities:** FY 2000 capital improvement funding increased by 5 percent over FY 1999. Current law requires that 0.9 percent of the replacement values of State-owned facilities be funded for improvements before any new facilities are authorized.

The following chart shows the historical relationship between funding for alterations, repairs, and improvements (capital improvements) and new facilities (capital developments). It also adds the annual bond level and graphs the outstanding balances for General Obligation debt. Note that the 1998 and 1999 outstanding balances do not include bonding associated with the Centennial Highway Project.



In FY 1995, funding for Capital Improvements shifted to a formula driven methodology to ensure that critical repairs were being made. Since the policy change, the amount of funds dedicated to Capital Improvements has doubled - an indication that the Legislature is committed to preservation of State assets.

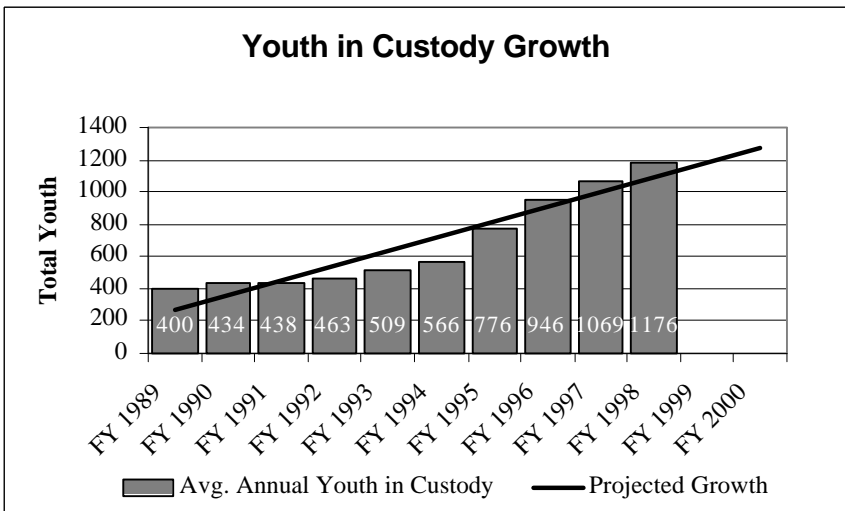
**Adult Correctional Facilities:** The 1999 Legislature approved funding for 300 new adult beds at the Draper Prison Complex. With the completion of these beds, the Department of Corrections will have 5,761 State owned beds. By the beginning of FY 2001, the Department of Corrections will be funded for nearly 7,200 beds. The Department currently houses approximately 5,200 inmates and projects a growth rate of 450 inmates per year. Assuming the incarceration rate continues at its current level, the Department should not need additional beds built or funded for at least four years.

Adult Corrections Housing

	<u>Beds</u>
State Owned	5,761
Private Sector	500
County Jails-(Funded)	901
<b>Total</b>	<b><u><u>7,162</u></u></b>

**Youth Correctional Facilities:** The 1999 Legislature provided funding for a 32 bed facility in Richfield. With the completion of this facility and facilities in Logan, Vernal and Ogden that are currently under construction, the Division of Youth Corrections will have nearly 800 state owned beds.

The chart below shows a linear growth projection for the number of youth that are in the custody of the state. It should be noted that not all youth in custody are assigned to state run facilities - some are assigned to their homes, some to community service and some are sent out of state. Furthermore, on any given day, there are approximately 300 youth who are held in a Youth Correctional facility but are not officially in state custody. They may be awaiting a court date, seeking shelter, or waiting for parents or guardians to pick them up following an encounter with law enforcement officials.

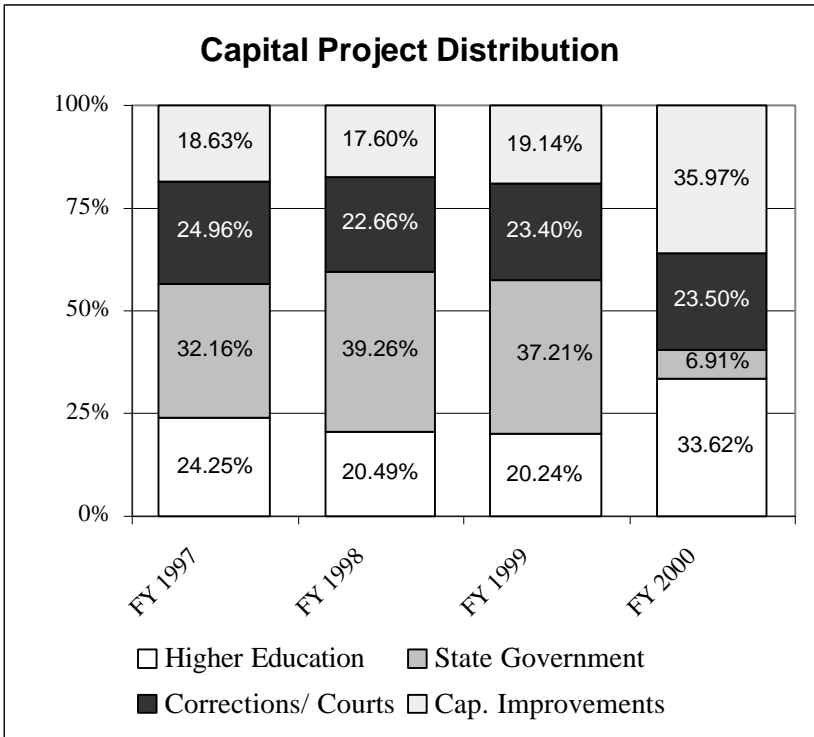


Assuming the growth rate for youth held in detention (about 13 percent) is similar to the growth rate for youth in custody, the addition of the three new facilities over the next two years should alleviate pressure on facility needs within the Department of Youth Corrections.

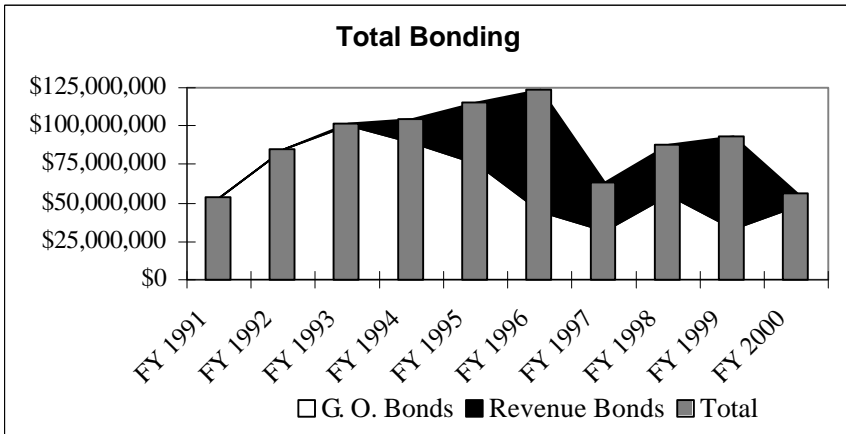
Youth Corrections Housing

	Total Beds	Avg. Population	FY 2000 Proj. Population
Long-term Secure	258	225	254
Detention	370	302	341
Shelter	40	12	14
Observation/Assessment	128	96	108
<b>Total</b>	<b>796</b>	<b>635</b>	<b>718</b>

**Funding for Other Agencies and Institutions:** The following chart reflects a four-year history of capital budgets by major category:



**Capital Facility Bonding:** The chart below does not include the funds authorized for the UTAX project authorized in fiscal years 1998, 1999 and 2000. Although the FY 2000 General Obligation bond was up compared to the previous year, overall bonding showed a significant dip.



## Intent Language

- ▶ **Revenue Authorizations (63B-8-502):** The Legislature authorized the Department of Corrections and the Division of Workforce Services to issue revenue bonds. The Department of Corrections will apply current rent payments to debt service on a new office building to be located near the State Prison Complex in Draper. By taking advantage of low interest rates, the Department of Workforce Services will be able to purchase an office building they are currently leasing in Brigham City. The debt service on the revenue bond will have an annual cost lower than their current lease payment.
- ▶ **Non-State Funded Projects (63B-8-502):** The Legislature approved 11 facilities that will be funded by sources other than State funds. A complete listing can be found in the tables that follow. Two projects of note include a new 300 bed correctional facility and an energy saving project at the University of Utah.

- ▶ **VOITIS Dormitory:** The federal Violent Offender Incarceration Truth In Sentencing (VOITIS) program will provide approximately \$3.6 million to construct a 300 bed minimum security facility at the Draper Prison Complex. Federal funds will also be applied to the first year's operation and maintenance, but the State will have to provide operating funds beyond FY 2000.
- ▶ **U of U East Campus Central Plant:** The University of Utah entered into an agreement with a private provider to upgrade heating systems with new, energy efficient elements. The company has guaranteed that energy savings will be enough to offset the cost of the project.

## Funding Detail

CAPITAL BUDGET					
	FY 1999 <u>Estimated</u>	FY 1999 <u>Supplemental</u>	FY 1999 <u>Revised</u>	FY 2000 <u>Appropriated</u>	Change from <u>Revised 1999</u>
<b><u>Plan of Financing</u></b>					
General Fund	\$46,061,900		\$46,061,900	\$47,310,300	\$1,248,400
Uniform School Fund - One-time	10,500,000		10,500,000		(10,500,000)
Uniform School Fund	11,000,000		11,000,000	11,816,100	816,100
Transportation Fund	2,118,900		2,118,900		(2,118,900)
Federal Funds	3,505,800		3,505,800	3,662,500	156,700
General Obligation Bond - Capital Bud.	32,855,300		32,855,300	47,501,200	14,645,900
General Obligation Bond - UTAX	15,650,000		15,650,000	7,000,000	(8,650,000)
Lease Revenue Bond Proceeds (BOA)	59,868,600		59,868,600	9,028,000	(50,840,600)
Revenue Transfers	686,300		686,300	4,949,000	4,262,700
<b>Total</b>	<b>\$182,246,800</b>	<b>\$0</b>	<b>\$182,246,800</b>	<b>\$131,267,100</b>	<b>(\$50,979,700)</b>
<b><u>Programs</u></b>					
Capital Improvements	\$31,893,500		\$31,893,500	\$33,558,000	\$1,664,500
Capital Planning	40,000		40,000	50,000	10,000
Capital Developments	126,757,400		126,757,400	89,735,100	(37,022,300)
Statewide Land Purchases	5,787,000		5,787,000		(5,787,000)
Economic Dev / Other - UTAX	15,650,000		15,650,000	7,000,000	(8,650,000)
Transportation Buildings	2,118,900		2,118,900	924,000	(1,194,900)
<b>Total</b>	<b>\$182,246,800</b>	<b>\$0</b>	<b>\$182,246,800</b>	<b>\$131,267,100</b>	<b>(\$50,979,700)</b>

CAPITAL BUDGET PROJECTS					
1999 General Session					
	SB 2 Lease/Rev Bond	SB 2 G.O.bond	HB 1 Cash	HB 1/SB3 Intent	Total FY 2000
<b>Capital Improvements</b>					
Capital Improvements			\$33,558,000		\$33,558,000
<b>Subtotal</b>			\$33,558,000		\$33,558,000
<b>Capital Planning</b>					
Prototypical Office Building			\$50,000		\$50,000
<b>Subtotal</b>			\$50,000		\$50,000
<b>Capital Developments</b>					
SUU - E. Building		\$2,493,200	\$17,452,000		\$19,945,200
UVSC- nformation Sciences Building		29,000,000			29,000,000
Bridgerland ATC Remodel-HB 1 and SB 3 (1)			3,534,000	\$400,000	3,934,000
Youth Corrections - Richfield (1)			4,132,400	300,000	4,432,400
U of U - Cowles Building Renovation		7,268,500			7,268,500
Vernal District Court (2)		4,539,500		2,775,000	7,314,500
SLCC - Applied Education Center (3)		4,200,000		950,000	5,150,000
Corrections Office Building	\$6,518,000				6,518,000
DWS - Office Building Purchase	2,510,000				2,510,000
Corrections - Draper 300 Beds (4)				3,662,500	3,662,500
<b>Subtotal</b>	\$9,028,000	\$47,501,200	\$25,118,400	\$8,087,500	\$89,735,100
<b>Transportation</b>					
UDOT - Region One HQ Expansioin				\$924,000	\$924,000
<b>Subtotal</b>				\$924,000	\$924,000
Non capital project-UTAX		\$7,000,000			\$7,000,000
<b>Total</b>	\$9,028,000	\$54,501,200	\$58,726,400	\$9,011,500	\$131,267,100

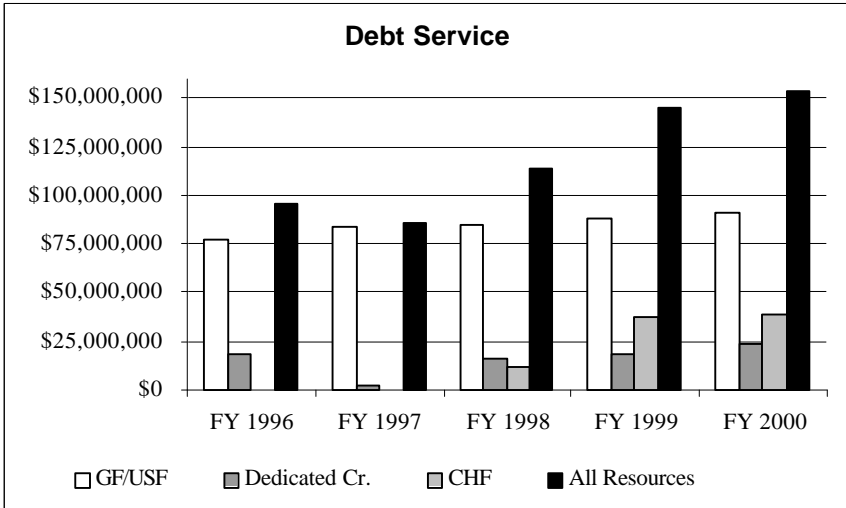
(1) Other funds from use of agency balances.  
 (2) Other funds from Court fees.  
 (3) Other funds from sale of property.  
 (4) All construction funds to come from Federal Funds.

CAPITAL BUDGET PROJECTS (cont.)		
1999 General Session		
<b>Other Funds Projects - Senate Bill 2</b>	<b>Amount</b>	<b>Source</b>
SLCC - Student Activity Center - Redwood Rd Campus	2,000,000	Student Fees
SLCC - Student Activity Center - Jordan Campus	2,000,000	Student Fees
SUU - Shakespearean Festival Scene Shop	7,151,000	Donor Funds
U of U - Pioneer Memorial Theater Expansion	5,000,000	Donor Funds
U of U - East Campus Central Plant	22,900,000	3rd Party
U of U - College of Pharmacy Expansion	35,500,000	Donor Funds
U of U - Pedestrian Bridge Over Wasatch Drive	4,989,000	Federal Funds
USU - Nora Eccles Harrison Museum of Art	7,651,000	Donor Funds
USU - Lyric Theater	1,894,000	Grants
WSU - Visual Arts Building	14,997,000	Donor Funds
<b>Total</b>	<u>\$104,082,000</u>	
<b>Higher Education - Revenue Bond - Senate Bill 2</b>	<b>Amount</b>	<b>Source</b>
U of U - West Campus Parking Structure (1)	700,000	Fees
<b>Total H.E. Revenue Bonds</b>	<u>\$700,000</u>	
<b>In addition to the above appropriations, the following actions were taken:</b>		
(1) FY 1999 Revenue Bond authorization increased from \$6,500,000 to \$7,200,000.		

## Debt Service

The Debt Service appropriation pays interest and principal due on the State's bonded indebtedness. Debt Service on Revenue bonds and General Obligation bonds are included in this appropriation.

A transfer from the Centennial Highway Fund (CHF) of \$38,097,300 will be required in FY 1999 to service the Highway General Obligation Bonding. Total Debt Service for FY 1999 is \$145,157,200.



## Legislative Action

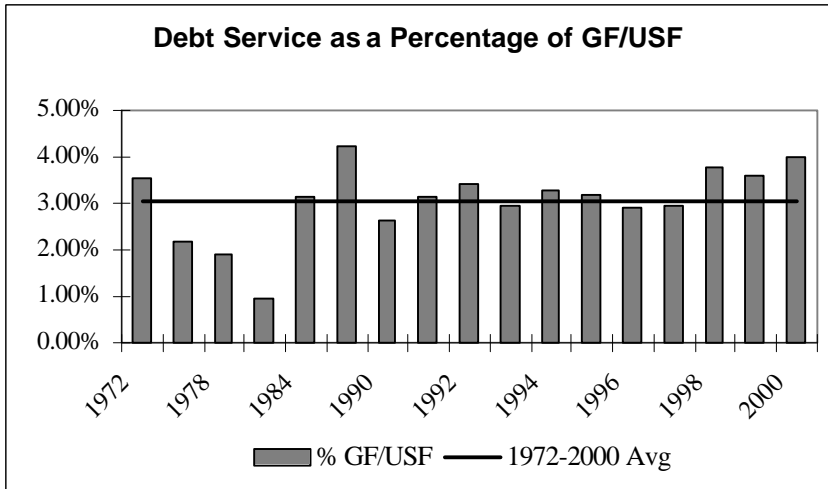
**General Obligation Bonding:** General Obligation Debt Service as a percent of General Fund and Uniform School Fund appropriations has increased over the last three years. This is due to the unprecedented bonding levels required to finance the I-15 reconstruction. Even with the increased bonding levels of the last three years, Debt Service has remained at 4 percent of the combined General Fund and Uniform School Fund. Since Highway bonding is exempt from the statutory limit, total bond levels are still \$321 million below the statutory limit.



**Outstanding Indebtedness:** The FY 2000 appropriation will pay principle and interest on the following outstanding bonds:

General Obligation Bonds	\$1,202,310,000
Lease Revenue Bonds	<u>215,575,000</u>
Total FY 2000	<u>\$1,417,885,000</u>

These totals do not include indebtedness incurred by colleges and universities, student loans, or the Utah Housing Finance Agency. Such debt is issued and repaid independent of the Board of Bonding Commissioners and the Utah Building Ownership Authority. Additional bonds in the amount of \$63,529,200 are authorized to be issued in FY 2000, and will require debt service payments beginning in FY 2001. These will be offset by \$77 million in bonds to be retired in FY 2000.



## Funding Detail

<b>BOARD OF BONDING COMMISSIONERS - DEBT SERVICE</b>					
	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriated</b>	<b>Revised 1999</b>
<b><u>Plan of Financing</u></b>					
General Fund	\$79,951,300		\$79,951,300	\$71,206,700	(\$8,744,600)
Uniform School Fund	8,426,400		8,426,400	20,152,500	11,726,100
Dedicated Credits	223,500		223,500		(223,500)
Dedicated Credits-Rev. Bonds	18,078,600		18,078,600	23,388,600	5,310,000
Transfer-Centennial Highway Fund	28,005,600	\$10,091,700	38,097,300	38,842,000	744,700
Beginning Nonlapsing Balance	380,100		380,100		(380,100)
<b>Total</b>	<b>\$135,065,500</b>	<b>\$10,091,700</b>	<b>\$145,157,200</b>	<b>\$153,589,800</b>	<b>\$8,432,600</b>
<b><u>Programs</u></b>					
General Obligation Principal	\$79,951,300		\$79,951,300	\$77,200,000	(\$2,751,300)
General Obligation Interest	8,426,400	\$10,091,700	18,518,100	52,678,700	34,160,600
Agent Fees	223,500		223,500	99,500	(124,000)
Revenue Bond Principal	18,078,600		18,078,600	11,105,000	(6,973,600)
Revenue Bond Interest	28,005,600		28,005,600	12,441,400	(15,564,200)
Revenue Bond Fees	380,100		380,100	65,200	(314,900)
<b>Total</b>	<b>\$135,065,500</b>	<b>\$10,091,700</b>	<b>\$145,157,200</b>	<b>\$153,589,800</b>	<b>\$8,432,600</b>

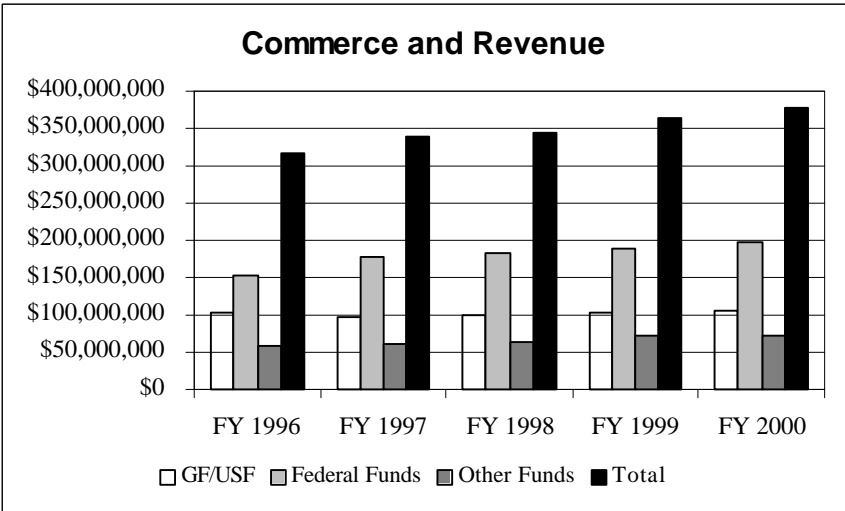
# Commerce and Revenue



## Subcommittee Overview

The Commerce and Revenue Appropriations Subcommittee provides oversight of the State’s regulatory agencies, the State Tax Commission and the Department of Workforce Services. The major issues addressed by the Subcommittee included: salaries for hard to fill positions; welfare reform; UTAX; continued funding of technology in various agencies; transfer of revenue collection responsibilities from the counties back to the State Tax Commission; and deregulation of the electric industry.

Appropriations for FY 2000 totaling \$376,852,600 were allocated to agencies under the responsibility of the Commerce and Revenue Appropriations Subcommittee. Of this amount, \$90,043,000 is from the General Fund; \$16,365,400 is from the Uniform School Fund; \$197,529,400 is from federal funds; and the remainder is from various other funding sources.



## General Subcommittee Issues

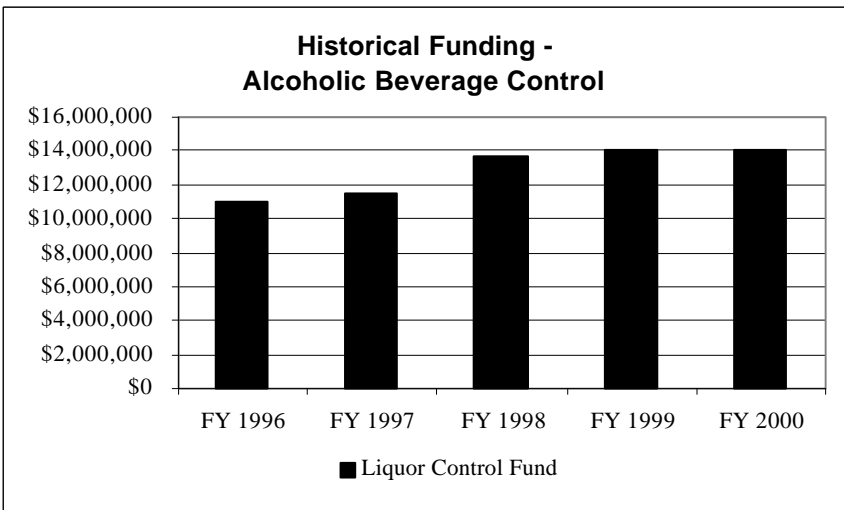
**Personal service salary adjustments for hard to fill positions:** State Human Resource Management policy requires a position to be at least 11 percent below market and to have at least 11 percent turnover before a “market comparability adjustment” is made. It is increasingly difficult for Alcoholic Beverage Control, Department of Commerce, Financial

Institutions, and the Department of Workforce Services to find qualified personnel to fill certain positions. All agencies have been affected by the shortage of qualified technology development personnel. There is an increasingly high turnover rate in this field.

**Funding of an agency that collects revenue in excess of its appropriation:** Several agencies endeavor to meet workload demand increases, while at the same time, collecting fees and other revenue beyond their base appropriation which are deposited into the General Fund. Agencies affected include Alcoholic Beverage Control, Department of Commerce, Insurance Department, Labor Commission, and the Department of Workforce Services.

## Department of Alcoholic Beverage Control

Utah is one of 18 liquor control states and one of two totally State run systems. The Department operates 36 State stores and approximately 80 package agencies. These State stores and package agencies are the exclusive retailers of liquor, wine and heavy beer (more than 4 percent alcohol by volume) in the State.



Alcoholic Beverage Control administers liquor laws and licenses on-premise businesses, manufacturers, wholesalers, warehouse, importers, and liquor representatives. It regulates the manufacture, sale and use of alcoholic

beverages in a manner which serves the citizen and tourist populations of Utah.

Even though the appropriations between FY 1999 and FY 2000 reflect an overall 0.76 percent decrease, the base ongoing budget was increased 6.62 percent when the one-time funding from both years are removed.

**Legislative Action**

**Facility Maintenance:** Additional appropriations were made for FY 1999 of \$157,000 and ongoing for FY 2000 of \$197,000 to fund maintenance performed by the State Division of Facilities and Construction Management (DFCM).

**Sales Clerk Compensation:** The Subcommittee discussed the issues related to salaries for sales clerks which are required to be at least 21 years of age to distribute a “controlled substance”. The Subcommittee reviewed a variety of options, but no additional funds were provided.

**Technology:** Ongoing funding of \$220,000 and one-time funding of \$100,000 from the Liquor Control Fund was provided for FY 2000 for technology development and office system upgrades.

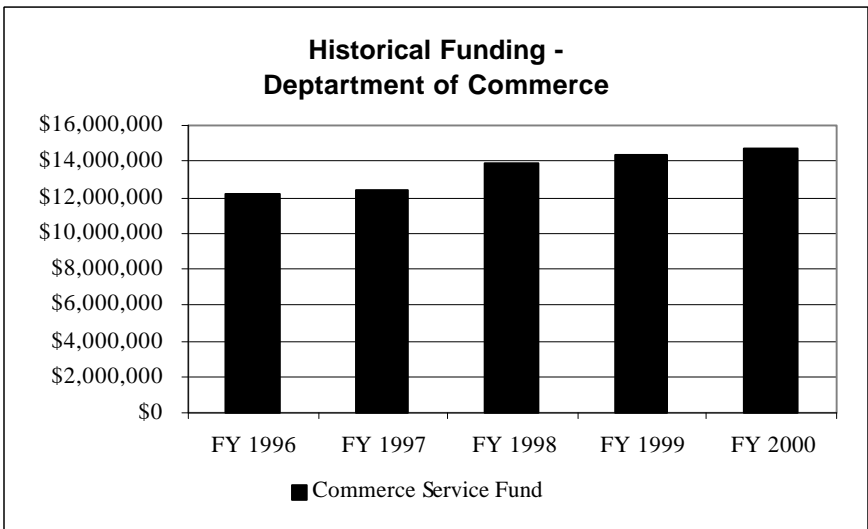
**Funding Detail**

ALCOHOLIC BEVERAGE CONTROL					
<u>Plan of Financing</u>	<u>FY 1999 Estimated</u>	<u>FY 1999 Supplemental</u>	<u>FY 1999 Revised</u>	<u>FY 2000 Appropriated</u>	<u>Change From Revised 1999</u>
Liquor Control Fund	\$13,028,900		\$13,028,900	\$13,891,100	\$862,200
Liquor Control Fund (One-time)	812,000	\$157,000	969,000	100,000	(\$869,000)
Beginning Nonlapsing	100,000		100,000	0	(100,000)
<b>Total</b>	<b>\$13,940,900</b>	<b>\$157,000</b>	<b>\$14,097,900</b>	<b>\$13,991,100</b>	<b>(\$106,800)</b>
<b>Programs</b>					
Executive Director's Office	\$842,400		\$842,400	\$872,400	\$30,000
Administration	974,300		974,300	988,900	14,600
Operations	1,512,000		1,512,000	1,633,100	121,100
Warehouse and Distribution	681,200		681,200	704,000	22,800
Stores and Agencies	9,119,000		9,119,000	9,692,700	573,700
<b>Subtotal</b>	<b>\$13,128,900</b>	<b>\$0</b>	<b>\$13,128,900</b>	<b>\$13,891,100</b>	<b>\$762,200</b>
<b>One-Time Funds</b>					
ABC Computer Hardware and Software	\$812,000		\$812,000	\$100,000	(\$712,000)
ABC Facility Maintenance		\$157,000	157,000	0	(157,000)
<b>Subtotal</b>	<b>\$812,000</b>	<b>\$157,000</b>	<b>\$969,000</b>	<b>\$100,000</b>	<b>(\$869,000)</b>
<b>Total</b>	<b>\$13,940,900</b>	<b>\$157,000</b>	<b>\$14,097,900</b>	<b>\$13,991,100</b>	<b>(\$106,800)</b>

## Department of Commerce

The Utah Department of Commerce is the licensing and registration agency for Utah's professional and corporate community. Business registrations, professional licensing, consumer protection and education, oversight of public utilities and the monitoring of the real estate and securities industries all fall within the scope of the Department.

Funding for the Department is primarily from the Commerce Service Fund. This is made up of fees generated by the Department. By statute, fees collected over the amount appropriated to the Department are to be deposited into the General Fund. Every year, an unused portion of the Commerce Service Fund is added to the General Fund. The Department also receives Dedicated Credits, Trust Funds, and a small amount of federal funds.



### Legislative Action

The FY 2000 Department of Commerce budget was increased by \$308,600 over FY 1999 after adjustments for legislation, supplemental appropriations, and compensation. This is a 2.14 percent increase. It is estimated that more than \$2,000,000 from the Commerce Service Fund revenue will be deposited into the General Fund.



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Supplemental funding was provided from restricted accounts and the Commerce Service Fund to various professional and occupational committees. Most adjustments were appropriations authorizing the expenditure of restricted funds collected by the professional committees.

**Controlled Substance Database:** A FY 2000 appropriation of \$55,000 provides funding for the increased demand for the data base information collected by the Department.

**Occupational and Professional Licensure Review Committee:** Senate Bill 71 “Occupational and Professional Licensure Review Committee” establishes a group to determine which industries will be regulated by the Department of Commerce.

**Professional and Technical Support:** A one-time appropriation of \$100,000 from the Commerce Service Fund was made to the Committee of Consumer Services in anticipation of providing additional support for study and advocacy for issues related to the deregulation of the electric industry.

**Amateur Boxing:** Senate Bill 3 added \$35,000 from the General Fund to the Department to establish an amateur boxing program. Intent language was included that authorizes the Department to expend a portion of the funds for administrative expenses with the remainder to promote boxing and provide grants to qualified organizations. Intent language in Senate Bill 3, Item 40 authorizes the Department of Commerce to establish rules for distributing the funds and outlines specific issues to be addressed.

## Funding Detail

DEPARTMENT OF COMMERCE					
	FY 1999	FY 1999	FY 1999	FY 2000	Change From
<u>Plan of Financing</u>	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
GF Rest. - Commerce Service Fund	\$13,392,000		\$13,392,000	\$14,090,100	\$698,100
GF Rest. - Commerce Service Fund (One-Time)		\$19,000	19,000	0	(19,000)
General Fund-One-Time			0	35,000	35,000
Federal Funds	124,900		124,900	138,000	13,100
Dedicated Credits	236,000		236,000	289,000	53,000
GF Rest.- Nurses Educ. & Enforcement Fund	10,000		10,000	0	(10,000)
GF Rest.-FactoryBuiltHousingFees	104,400		104,400	0	(104,400)
Revenue Transfer -	25,000		25,000	25,000	0
Other - Real Estate Ed., Res.&Rec	143,400		143,400	147,500	4,100
Beginning Nonlapsing	361,300		361,300	0	(361,300)
<b>Total</b>	<b>\$14,397,000</b>	<b>\$19,000</b>	<b>\$14,416,000</b>	<b>\$14,724,600</b>	<b>\$308,600</b>
<b>Programs</b>					
Administration	\$1,362,600	\$0	\$1,362,600	\$1,131,200	(\$231,400)
Occupational & Professional Licensing	5,378,600		5,378,600	5,570,200	191,600
Division of Securities	1,050,200		1,050,200	1,082,700	32,500
Division of Consumer Protection	589,800		589,800	687,200	97,400
Corporations & Commercial Code	1,431,300		1,431,300	1,469,600	38,300
Division of Real Estate	780,500		780,500	813,000	32,500
Real Estate Ed. & Recovery Fund	144,000		144,000	145,500	1,500
Division of Public Utilities	2,819,600		2,819,600	2,928,200	108,600
Committee of Consumer Services	617,100		617,100	638,700	21,600
Building Rent	223,300		223,300	223,300	0
<b>Subtotal</b>	<b>\$14,397,000</b>	<b>\$0</b>	<b>\$14,397,000</b>	<b>\$14,689,600</b>	<b>\$292,600</b>
<b>One-Time Funds</b>					
DOC Boxing Program	\$0			\$35,000	\$35,000
DOC Music Licensing Practice Act		\$19,000	\$19,000		(19,000)
<b>Subtotal</b>	<b>\$0</b>	<b>\$19,000</b>	<b>\$19,000</b>	<b>\$35,000</b>	<b>\$16,000</b>
<b>Total</b>	<b>\$14,397,000</b>	<b>\$19,000</b>	<b>\$14,416,000</b>	<b>\$14,724,600</b>	<b>\$308,600</b>

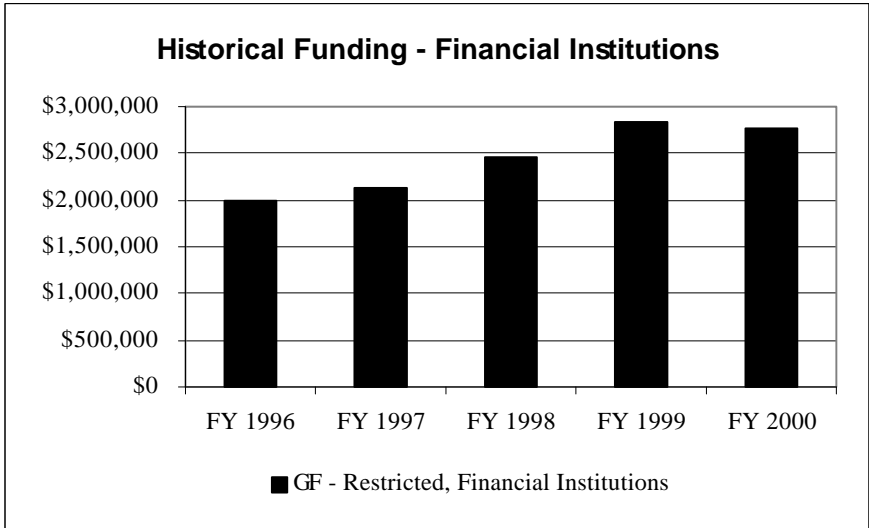
DEPARTMENT OF COMMERCE DIVISION OF PUBLIC UTILITIES - PROFESSIONAL & TECHNICAL					
<u>Plan of Financing</u>	FY 1999	FY 1999	FY 1999	FY 2000	Change From
	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
GF Rest. - Commerce Service Fund	\$100,000	\$0	\$100,000	\$100,000	\$0
Beginning Nonlapsing	165,100		165,100	115,100	(50,000)
Closing Nonlapsing	(115,100)		(115,100)	(65,100)	50,000
<b>Total</b>	<b>\$150,000</b>	<b>\$0</b>	<b>\$150,000</b>	<b>\$150,000</b>	<b>\$0</b>
<b>Programs</b>					
DPU - Professional & Technical	\$150,000	\$0	\$150,000	\$150,000	\$0
<b>Subtotal</b>	<b>\$150,000</b>	<b>\$0</b>	<b>\$150,000</b>	<b>\$150,000</b>	<b>\$0</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$150,000</b>	<b>\$0</b>	<b>\$150,000</b>	<b>\$150,000</b>	<b>\$0</b>

DEPARTMENT OF COMMERCE COMMITTEE OF CONSUMER SERVICE - PROFESSIONAL & TECHNICAL					
<u>Plan of Financing</u>	FY 1999	FY 1999	FY 1999	FY 2000	Change From
	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
GF Rest. - Commerce Service Fund	\$235,000		\$235,000	\$235,000	\$0
GF Rest. - Commerce Service Fund (One-Time)			0	100,000	100,000
Beginning Nonlapsing	289,500		289,500	139,500	(150,000)
Closing Nonlapsing	(139,500)		(139,500)	0	139,500
<b>Total</b>	<b>\$385,000</b>	<b>\$0</b>	<b>\$385,000</b>	<b>\$474,500</b>	<b>\$89,500</b>
<b>Programs</b>					
Committee of Consumer Services P&T	\$385,000		\$385,000	\$374,500	(\$10,500)
<b>Subtotal</b>	<b>\$385,000</b>	<b>\$0</b>	<b>\$385,000</b>	<b>\$374,500</b>	<b>(\$10,500)</b>
<b>One-Time Funds</b>					
CCS P&T Technical Support				\$100,000	\$100,000
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$100,000</b>	<b>\$100,000</b>
<b>Total</b>	<b>\$385,000</b>	<b>\$0</b>	<b>\$385,000</b>	<b>\$474,500</b>	<b>\$89,500</b>

## Department of Financial Institutions

The Department of Financial Institutions regulates the deposit taking state chartered institutions in the State of Utah. This includes banks and credit unions. The assets of these regulated businesses have grown in recent years. The Year 2000 challenge will have a significant impact on this industry.

Funding for the Department is from a general fund restricted account. Fees are collected on assets and for examinations (UCA 7-1-401,402, 403). These funds are used solely for the regulation of financial institutions. Funds remaining at the end of the year lapse back to the restricted account.



## Legislative Action

Operational efficiencies at the Department of Financial Institutions enabled the Subcommittee to recommend a base budget reduction of \$69,500. After the compensation adjustment for FY 2000, the Department budget was increased less than 1.4 percent.

**Unfunded Legislation:** Senate Bill 57 “Regulation of Check Cashing” authorized one FTE and had a fiscal note of \$54,200 General Fund Restricted - Financial Institutions. Funding was not provided through Senate Bill 3 “Appropriations Act II.”

## Funding Detail

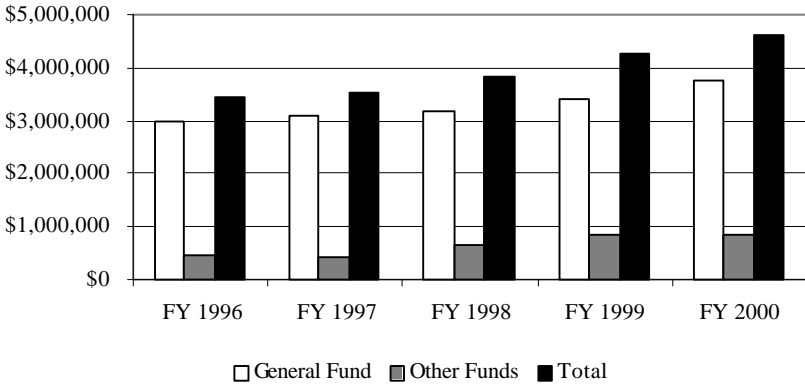
DEPARTMENT OF FINANCIAL INSTITUTIONS					
	FY 1999	FY 1999	FY 1999	FY 2000	Change From
<u>Plan of Financing</u>	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
GF Rest. - Financial Institutions	\$2,732,800		\$2,732,800	\$2,770,200	\$37,400
GF Rest. - Financial Institutions (One-Time)	100,000		100,000		(100,000)
<b>Total</b>	<b>\$2,832,800</b>	<b>\$0</b>	<b>\$2,832,800</b>	<b>\$2,770,200</b>	<b>(\$62,600)</b>
<b><u>Programs</u></b>					
Administration	\$2,642,000		\$2,642,000	\$2,679,400	\$37,400
Building Rent	90,800		90,800	90,800	0
<b>Subtotal</b>	<b>\$2,732,800</b>	<b>\$0</b>	<b>\$2,732,800</b>	<b>\$2,770,200</b>	<b>\$37,400</b>
<b><u>One-Time Funds</u></b>					
DFI Computer Hardware	\$100,000		\$100,000		(\$100,000)
<b>Subtotal</b>	<b>\$100,000</b>	<b>\$0</b>	<b>\$100,000</b>	<b>\$0</b>	<b>(\$100,000)</b>
<b>Total</b>	<b>\$2,832,800</b>	<b>\$0</b>	<b>\$2,832,800</b>	<b>\$2,770,200</b>	<b>(\$62,600)</b>

## Insurance Department

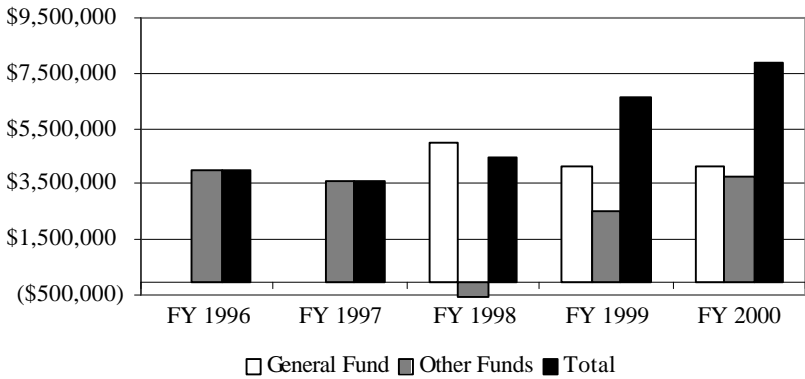
The Insurance Department is a service organization that protects the public and consumer of insurance products by reasonably and fairly regulating the Utah insurance industry. It works to foster a competitive insurance market within the State. The Department monitors and promotes the solvency of insurance companies in Utah.

The Department recently reorganized work processes along lines of insurance. Activity, function and structure are being regrouped to reduce processing time, improve Department efficiency, and enhance customer service. Fees are collected for a variety of activities in addition to licensing of agents and brokers.

### Historical Funding - Insurance Department



### Historical Funding - Comprehensive Health Insurance Program



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## Legislative Action

The Department of Insurance experienced a 60 percent increase in workload from FY 1998 to FY 1999. The Legislature appropriated an increase of 8.45 percent and 4 staff FTE to address these increases. Additional FTE were authorized for legal support to be funded with Dedicated Credits in the current budget.

The Legislature authorized a fee increase which will generate over \$900,000 additional revenue. A portion of this will be used to fund additional processing personnel.

**Processing Personnel:** The Legislature approved 4 FTE to be funded with a fee increase. An appropriation of \$160,100 from the General Fund was made to provide two office technicians, one health insurance specialist, and one rate and forms specialist.

**Office of Consumer Health:** Senate Bill 56 “Office of Consumer Health Assistance” established the office and added \$93,000 from the General Fund for 2 FTE.

**Comprehensive Health Insurance Pool:** The General Fund base budget for the Comprehensive Health Insurance Pool remains flat for FY 2000 at \$4,135,100. It is estimated that Dedicated Credit revenue from premiums and interest will increase. It is estimated that the pool will be able to accept all who qualify for the program and still remain solvent for the foreseeable future.

## Funding Detail

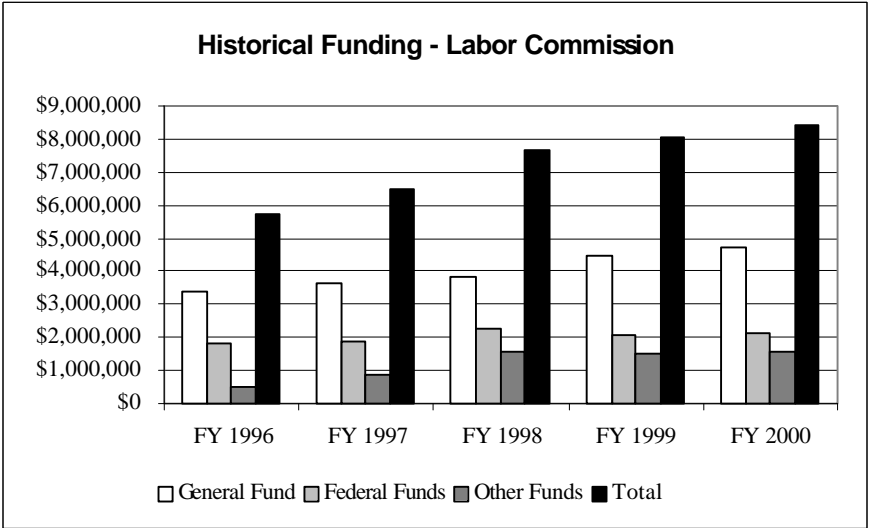
INSURANCE DEPARTMENT					
	FY 1999	FY 1999	FY 1999	FY 2000	Change From
<u>Plan of Financing</u>	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
General Fund	\$3,392,600		\$3,392,600	\$3,756,000	\$363,400
GF Rest.-Bail Bond Surety Admin	15,000		15,000	15,000	
Dedicated Credits	885,500		885,500	914,100	28,600
Beginning Nonlapsing	661,000		661,000	691,500	30,500
Closing Nonlapsing	(691,500)		(691,500)	(753,700)	(62,200)
<b>Total</b>	<b>\$4,262,600</b>	<b>\$0</b>	<b>\$4,262,600</b>	<b>\$4,622,900</b>	<b>\$360,300</b>
<b>Programs</b>					
Administration	\$3,412,600		\$3,412,600	\$3,686,700	\$274,100
House Bill 270 "Insurance Law Amendments"				1,300	1,300
Senate Bill 56 "Office of Consumer Health Assistance"				93,000	93,000
Senate Bill 184 "Motor Vehicle Liability Coverage"				6,300	6,300
Insurance Relative Value Study	50,000		50,000		(50,000)
Insurance Fraud Program	748,200		748,200	775,400	27,200
Title Insurance	36,800		36,800	45,200	8,400
Bail Bond Program	15,000		15,000	15,000	
<b>Subtotal</b>	<b>\$4,262,600</b>	<b>\$0</b>	<b>\$4,262,600</b>	<b>\$4,622,900</b>	<b>\$360,300</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$4,262,600</b>	<b>\$0</b>	<b>\$4,262,600</b>	<b>\$4,622,900</b>	<b>\$360,300</b>

INSURANCE DEPARTMENT COMPREHENSIVE HEALTH INSURANCE POOL					
	FY 1999	FY 1999	FY 1999	FY 2000	Change From
<u>Plan of Financing</u>	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
General Fund	\$4,135,100		\$4,135,100	\$4,135,100	\$0
Dedicated Credits	3,939,000		3,939,000	5,390,000	1,451,000
Beginning Nonlapsing	5,908,300		5,908,300	7,328,100	1,419,800
Closing Nonlapsing	(7,328,100)		(7,328,100)	(8,943,800)	(1,615,700)
<b>Total</b>	<b>\$6,654,300</b>	<b>\$0</b>	<b>\$6,654,300</b>	<b>\$7,909,400</b>	<b>\$1,255,100</b>
<b>Program</b>					
Comprehensive Health Insurance Pool	\$6,654,300		\$6,654,300	\$7,909,400	\$1,255,100
<b>Subtotal</b>	<b>\$6,654,300</b>	<b>\$0</b>	<b>\$6,654,300</b>	<b>\$7,909,400</b>	<b>\$1,255,100</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$6,654,300</b>	<b>\$0</b>	<b>\$6,654,300</b>	<b>\$7,909,400</b>	<b>\$1,255,100</b>



## Labor Commission

The Utah Labor Commission provides programs that work to assure a safe, healthful, fair, non-discriminatory work environment, administer state and federal fair housing practices, and promote the general welfare of the State’s employees and employers without needless interference. The Commission also administers policies related to workers’ compensation for employers that are self-insured.



### Legislative Action

The funding increase for the Labor Commission came from three areas: compensation adjustment; internal service fund adjustments; and one additional FTE. A portion of the overall growth came from an estimated increase in federal funds.

**Assistant LAN Administrator:** The Legislature authorized \$51,300 from the General Fund for one FTE.

**Intent Language:** Intent language was approved making fees received from sponsoring and holding seminars nonlapsing and authorizing those fees to be used by the Commission to continue offering yearly training seminars instead of using General Fund money.

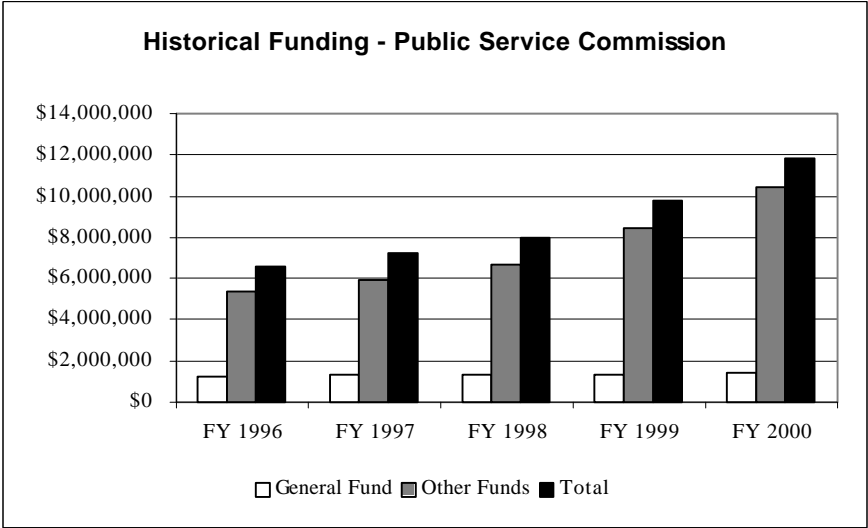
## Funding Detail

LABOR COMMISSION					
<u>Plan of Financing</u>	FY 1999 <u>Estimated</u>	FY 1999 <u>Supplemental</u>	FY 1999 <u>Revised</u>	FY 2000 <u>Appropriated</u>	Change From <u>Revised 1999</u>
General Fund	\$4,457,200	\$0	\$4,457,200	\$4,747,400	\$290,200
Federal Funds	2,078,700		2,078,700	2,144,900	66,200
GF Rest.-Workplace Safety	795,000		795,000	758,800	(36,200)
Employers' Reinsurance Fund	286,900		286,900	314,400	27,500
Uninsured Employers' Fund	494,600		494,600	474,700	(19,900)
Beginning Nonlapsing	13,100		13,100	0	(13,100)
Lapsing	(50,400)		(50,400)	0	50,400
<b>Total</b>	<b>\$8,075,100</b>	<b>\$0</b>	<b>\$8,075,100</b>	<b>\$8,440,200</b>	<b>\$365,100</b>
<b><u>Programs</u></b>					
Administration	\$1,563,600	\$0	\$1,563,600	\$1,682,800	\$119,200
Industrial Accidents	957,700		957,700	992,500	34,800
Appeals Board	38,600		38,600	40,300	1,700
Adjudication	631,800		631,800	653,700	21,900
Division of Safety	983,500		983,500	1,033,600	50,100
Workplace Safety	830,800		830,800	847,800	17,000
Anti-Discrimination	1,070,200		1,070,200	1,106,100	35,900
Occupational Safety and Health	1,852,300		1,852,300	1,936,800	84,500
Building Rent	146,600		146,600	146,600	0
<b>Subtotal</b>	<b>\$8,075,100</b>	<b>\$0</b>	<b>\$8,075,100</b>	<b>\$8,440,200</b>	<b>\$365,100</b>
<b><u>One-Time Funds</u></b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$8,075,100</b>	<b>\$0</b>	<b>\$8,075,100</b>	<b>\$8,440,200</b>	<b>\$365,100</b>

## Public Service Commission

The primary responsibility of the Commission is to ensure safe, reliable and adequate utility service. It conducts hearings and investigations of utility company operations in order to determine just and reasonable rates for service. The Commission's goals for regulation are efficient reliable, reasonably-priced utility service for customers, and maintenance of financially healthy utility companies.

The base budget for the Public Service Commission is primarily General Fund. The Commission has not requested nor received any funding building blocks other than compensation adjustments for the last several years. The budget has remained relatively flat in spite of the increases in workload due to the deregulation of several industries, including utilities.



**Legislative Action**

**Lifeline Telecommunications Service Fund:** An appropriation of \$600,000 authorized the collection of Dedicated Credits for the purposes of the program.

**Speech and Hearing Impaired:** This program is estimated to carry-over a large sum into the next fiscal year for a major overhaul of its capital equipment. Current statute keeps the base funding stable at approximately \$3,236,100 Dedicated Credits.

**Universal Public Telecommunications Service Support Fund:** The fund is intended to subsidize eligible telephone exchange customers whose costs are much higher to operate than the State-wide average for providing local exchange and switched access service.

## Funding Detail

PUBLIC SERVICE COMMISSION					
<u>Plan of Financing</u>	<u>FY 1999</u> <u>Estimated</u>	<u>FY 1999</u> <u>Supplemental</u>	<u>FY 1999</u> <u>Revised</u>	<u>FY 2000</u> <u>Appropriated</u>	<u>Change From</u> <u>Revised 1999</u>
General Fund	\$1,355,800	\$0	\$1,355,800	\$1,393,700	\$37,900
Dedicated Credits	61,200		61,200	61,200	0
Beginning Nonlapsing	50,000		50,000	50,000	0
Closing Nonlapsing	(50,000)		(50,000)	0	50,000
<b>Total</b>	<b>\$1,417,000</b>	<b>\$0</b>	<b>\$1,417,000</b>	<b>\$1,504,900</b>	<b>\$87,900</b>
<b>Program</b>					
Administration	\$1,330,700	\$0	\$1,330,700	\$1,418,600	\$87,900
Research and Analysis	60,000		60,000	60,000	0
Building Rent	26,300		26,300	26,300	0
<b>Subtotal</b>	<b>\$1,417,000</b>	<b>\$0</b>	<b>\$1,417,000</b>	<b>\$1,504,900</b>	<b>\$87,900</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$1,417,000</b>	<b>\$0</b>	<b>\$1,417,000</b>	<b>\$1,504,900</b>	<b>\$87,900</b>

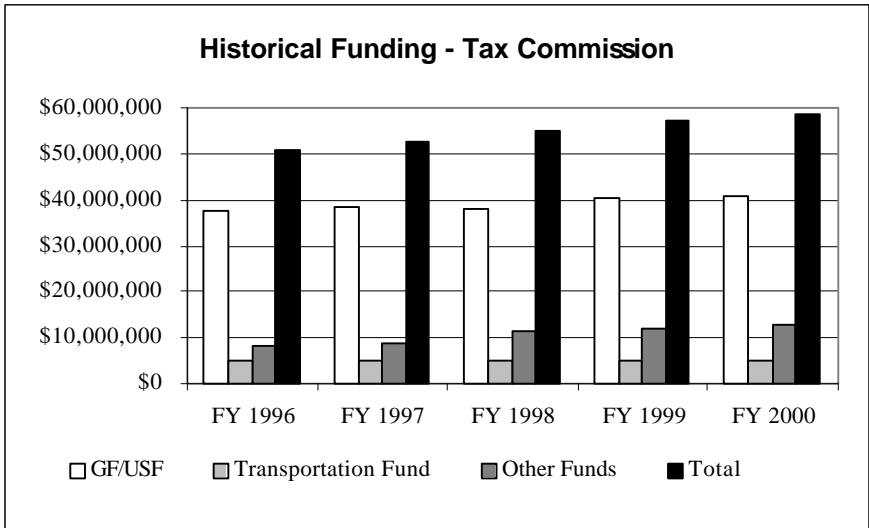
PUBLIC SERVICE COMMISSION SPEECH AND HEARING IMPAIRED					
<u>Plan of Financing</u>	<u>FY 1999</u> <u>Estimated</u>	<u>FY 1999</u> <u>Supplemental</u>	<u>FY 1999</u> <u>Revised</u>	<u>FY 2000</u> <u>Appropriated</u>	<u>Change From</u> <u>Revised 1999</u>
Dedicated Credits	\$3,236,100	\$0	\$3,236,100	\$3,236,100	\$0
Beginning Nonlapsing	2,993,100		2,993,100	3,249,000	255,900
Closing Nonlapsing	(3,249,000)		(3,249,000)	(2,254,900)	994,100
<b>Total</b>	<b>\$2,980,200</b>	<b>\$0</b>	<b>\$2,980,200</b>	<b>\$4,230,200</b>	<b>\$1,250,000</b>
<b>Program</b>					
Speech and Hearing Impaired	\$2,980,200	\$0	\$2,980,200	\$4,230,200	\$1,250,000
<b>Subtotal</b>	<b>\$2,980,200</b>	<b>\$0</b>	<b>\$2,980,200</b>	<b>\$4,230,200</b>	<b>\$1,250,000</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$2,980,200</b>	<b>\$0</b>	<b>\$2,980,200</b>	<b>\$4,230,200</b>	<b>\$1,250,000</b>

PUBLIC SERVICE COMMISSION UNIVERSAL PUBLIC TELECOMMUNICATIONS SERVICE SUPPORT FUND					
<u>Plan of Financing</u>	<u>FY 1999 Estimated</u>	<u>FY 1999 Supplemental</u>	<u>FY 1999 Revised</u>	<u>FY 2000 Appropriated</u>	<u>Change From Revised 1999</u>
Universal Public Tele. Service Spt Fnd	\$6,014,100	\$0	\$6,014,100	\$6,131,100	\$117,000
Beginning Nonlapsing	4,480,600		4,480,600	5,124,700	644,100
Closing Nonlapsing	(5,124,700)		(5,124,700)	(5,755,700)	(631,000)
<b>Total</b>	<b>\$5,370,000</b>	<b>\$0</b>	<b>\$5,370,000</b>	<b>\$5,500,100</b>	<b>\$130,100</b>
<b>Programs</b>					
Universal Service Trust Fund	\$5,370,000	\$0	\$5,370,000	\$5,500,100	\$130,100
<b>Subtotal</b>	<b>\$5,370,000</b>	<b>\$0</b>	<b>\$5,370,000</b>	<b>\$5,500,100</b>	<b>\$130,100</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$5,370,000</b>	<b>\$0</b>	<b>\$5,370,000</b>	<b>\$5,500,100</b>	<b>\$130,100</b>

PUBLIC SERVICE COMMISSION LIFELINE TELECOMMUNICATIONS SUPPORT FUND					
<u>Plan of Financing</u>	<u>FY 1999 Estimated</u>	<u>FY 1999 Supplemental</u>	<u>FY 1999 Revised</u>	<u>FY 2000 Appropriated</u>	<u>Change From Revised 1999</u>
Dedicated Credits				\$600,000	\$600,000
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$600,000</b>	<b>\$600,000</b>
<b>Programs</b>					
Lifeline Telecommunications Support				\$600,000	\$600,000
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$600,000</b>	<b>\$600,000</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$600,000</b>	<b>\$600,000</b>

## Utah State Tax Commission

The Utah State Tax Commission administers the tax laws of the State and collects tax revenue for the State of Utah and its local governments. It collects and distributes revenue from more than 40 taxes, surcharges and fees, registers automobiles and regulates the automobile industry.



## Legislative Action

The Utah State Tax Commission appropriation for FY 2000 is \$58,805,100, a 2.45 percent increase over FY 1999. This includes the increases for compensation, ongoing adjustments for required changes, and one-time funding for special projects. Additional funding for UTAX from bonding is not included. Efficiency savings were used to fund several funding increase requests.

**State Reimbursement to the Counties:** The Legislature approved a building block of \$71,200 ongoing General Fund for a 1.6 percent increase to the State's reimbursement fee for motor vehicle registration and collections.

**Remittance Processor:** Funding of \$180,000 from Nonlapsing Balances of the License Plate Fund was provided to replace a third remittance processor.

**Income Tax Booklets:** An ongoing appropriation of \$80,000 from the General Fund was added to the base budget to fund placement of taxpayer information into the tax booklet instead of on the outside label.

**Technology Management:** The Technology Management Division budget was increased \$110,100 from one-time Uniform School Fund and

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one-time Transportation Fund Restricted through Senate Bill 9 “Long-Term Care Amendments,” Senate Bill 62 “Individual Income Tax Credit for At-Home Parents”, and Senate Bill 139 “In Lieu Fee On Airplanes.”

**UTAX:** The phased funding of the Tax Commission’s five year modernization project, called UTAX, was continued with \$7 million from General Obligation bonds. This funded the third installment for the project. Intent language was passed to require future funding to come from increased revenue collections.

## Intent Language

- ▶ **UTAX Benefits Analysis:** House Bill 1, Item 96 authorizes the Tax Commission to use nonlapsing funds to supplement funding for UTAX. It also makes FY 2000 funding for UTAX contingent on the Tax Commission’s ability to demonstrate to the Executive Appropriations Committee three consecutive months of observed positive net monthly benefits when compared with agreed upon benchmark revenue projections as a result of the Computer Assisted Collections System for Government module. It is the intent of the Legislature to appropriate funding to the Tax Commission for the UTAX project from the collection of outsourced accounts receivables. This appropriation will be limited to the amount of funds recovered, not to exceed \$6,600,000.
- ▶ **UTAX Revenue Tracking:** House Bill 1, Item 96 expresses the intent that the Utah State Tax Commission continue to track additional revenue that are a result of the modernization of tax and motor vehicle systems and related processes (UTAX). The amount of these additional revenues are to be reported to the Legislative Fiscal Analyst, the Governor’s Office of Planning and Budget, and the Division of Finance on a quarterly basis.
- ▶ **License Plate Production Fees:** House Bill 1, Item 97 makes License Plate Production funds nonlapsing.

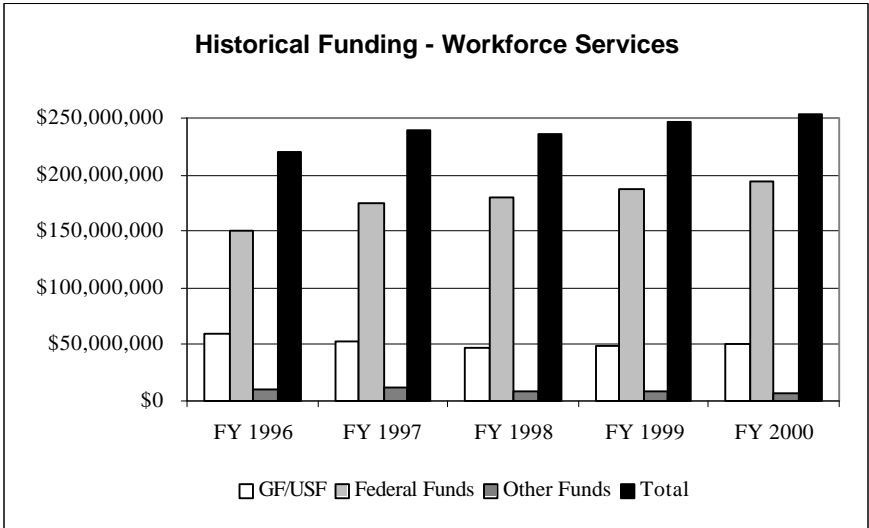
## Funding Detail

UTAH STATE TAX COMMISSION					
	FY 1999	FY 1999	FY 1999	FY 2000	Change From
<u>Plan of Financing</u>	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
General Fund	\$23,961,000		\$23,961,000	\$24,509,600	\$548,600
General Fund (One-Time)	10,000	(\$23,200)	(13,200)	0	13,200
Uniform School Fund	15,787,400		15,787,400	16,265,400	478,000
Uniform School Fund - One-Time	360,000		360,000	100,000	(260,000)
Transportation Fund	4,857,400		4,857,400	4,857,400	0
Trans. FR-Aeronautical Operation-One-Time			0	10,100	10,100
Federal Funds	502,100		502,100	412,000	(90,100)
Dedicated Credits	6,198,300		6,198,300	6,765,200	566,900
GF Rest.-Sales & Use Tax Admin.	2,993,600		2,993,600	4,876,800	1,883,200
GF Rest.-Sales & Use Tax Admin. - One-Time	2,000,000		2,000,000		(2,000,000)
Beginning Nonlapsing - License Plate Production			0	180,000	180,000
Beginning Nonlapsing	4,650,500		4,650,500	3,720,500	(930,000)
Closing Nonlapsing	(3,900,500)		(3,900,500)	(2,891,900)	1,008,600
<b>Total</b>	<b>\$57,419,800</b>	<b>(\$23,200)</b>	<b>\$57,396,600</b>	<b>\$58,805,100</b>	<b>\$1,408,500</b>
<b>Programs</b>					
Administration	\$3,485,200		\$3,485,200	\$5,991,900	\$2,506,700
Auditing Division	7,655,600		7,655,600	7,900,800	245,200
Multi-State Compact	174,300		174,300	174,300	0
Technology Management Division	9,618,200		9,618,200	9,243,900	(374,300)
Tax Processing Division	8,210,700		8,210,700	8,601,200	390,500
Seasonal Employees	686,000		686,000	703,500	17,500
Collections Division	4,803,700		4,803,700	4,990,500	186,800
Property Tax Division	3,886,300		3,886,300	4,035,100	148,800
Customer Service Division	9,759,300		9,759,300	10,015,900	256,600
Motor Vehicle Enforcement Division	1,844,700		1,844,700	1,922,100	77,400
License Plate Production	2,326,800		2,326,800	2,326,800	0
Liquor Profit Distribution	2,609,000		2,609,000	2,609,000	0
<b>Subtotal</b>	<b>\$55,059,800</b>	<b>\$0</b>	<b>\$55,059,800</b>	<b>\$58,515,000</b>	<b>\$3,455,200</b>
<b>One-Time Funds</b>					
Tax Senate Bill 9 "Long-Term Care Amendments"				\$50,000	\$50,000
Tax Senate Bill 62 "Individual Income Tax Credit for At-Home Parents"				50,000	50,000
Tax Senate Bill 139 "Uniform Fee & Registration Fee on Airplanes"				10,100	10,100
Tax Remittance Processor	\$360,000		\$360,000	180,000	(180,000)
Tax UTAX	2,000,000		2,000,000		(2,000,000)
Tax Senate Bill 50 1998 General Session		(\$23,200)	(23,200)		23,200
<b>Subtotal</b>	<b>\$2,360,000</b>	<b>(\$23,200)</b>	<b>\$2,336,800</b>	<b>\$290,100</b>	<b>(\$2,046,700)</b>
<b>Total</b>	<b>\$57,419,800</b>	<b>(\$23,200)</b>	<b>\$57,396,600</b>	<b>\$58,805,100</b>	<b>\$1,408,500</b>



## Department of Workforce Services

The Utah Department of Workforce Services is to provide quality, accessible, and comprehensive, employment-related and supportive services responsive to the needs of employers, job seekers, and the community.” The Department operates consistent with the State’s general welfare philosophy of employment. Program design and funding support these efforts toward individual self-sufficiency.



### Legislative Action

The Department’s total FY 2000 budget increased 2.68 percent over FY 1999 to \$253,129,400. Appropriations from the General Fund increased 3.5 percent to \$51,466,200. This is lower than the General Fund appropriation for FY 1997 and 12.86 percent less than FY 1996, prior to welfare reform.

**General Assistance:** A FY 1999 shortfall in General Assistance funding was mitigated with a one-time appropriation of \$500,000 from the General Fund. A FY 2000 base funding increase of \$900,000 was made.

**Food Stamp Employment Program:** Appropriations of \$1,000,000 from the General Fund were made for FY 1999 and FY 2000 to address an expanding caseload in the Food Stamp Employment Program. These funds will be matched one to one with federal dollars.

**Wagner-Peyser Federal Funds Replacement:** Federal funds were reduced because Utah no longer qualifies as a “small state” by federal standards. Ongoing General Fund of \$400,000 was appropriated for an increasing workload for employment services and to address the federal fund reduction.

**Child Care Increase:** An ongoing General Fund appropriation increase of \$500,000 was made for child care. This will be matched with approximately \$1,400,000 federal funds.

**TANF Transfer:** Funding of \$5,098,600 from the Temporary Assistance for Needy Families Block Grant was transferred from the Department of Workforce Services to the Department of Human Services for FY 1999. A transfer of \$2,900,000 of these funds was authorized for FY 2000 to offset a federal reduction in the Social Services Block Grant.

**Welfare Legislation:** Senate Bill 10 “Public Assistance Eligibility” and Senate Bill 51 “ Family Employment Program Amendments” change the eligibility requirements authorizing benefits more clients. These bills will increase usage of federal Temporary Assistance for Needy Families (TANF) funds.

## Intent Language

- ▶ **Public Employment Services System Funding Allocation:** Senate Bill 3, Item 89 expressed the intent that the Department of Workforce Services fund the Public Employment Services System as established in Section 35A-3-115 in the following order: (1) from applicable federal appropriations; (2) from applicable state appropriations; and (3) from a one-time appropriation of up to \$2,500,000 from the Special Administrative Expense Fund as established in Section 35A-4-506.

- ▶ **Unemployment Insurance Trust Fund:** Senate Bill 3, Item 89 specified that the amount of \$122,699.40 distributed to the Unemployment Insurance Trust Fund as a Reed Act Distribution be allocated to the Public Employment Service System and be obligated within two years from the date of appropriation by the Legislature.
- ▶ **Allocation of Carry-forward Balances:** Senate Bill 3, Item 89 also outlined a priority system for distributing \$159,379 that has been carrying forward for the last several years. The funds are to be used for job training, first related to defense conversion, second, for activities for dislocated workers in industries adversely affected by defense cutbacks, and third job training activities for dislocated workers in other non-defense related industries.

**Funding Detail**

DEPARTMENT OF WORKFORCE SERVICES					
<u>Plan of Financing</u>	FY 1999 <u>Estimated</u>	FY 1999 <u>Supplemental</u>	FY 1999 <u>Revised</u>	FY 2000 <u>Appropriated</u>	Change From <u>Revised 1999</u>
General Fund	\$48,226,900		\$48,226,900	\$51,466,200	\$3,239,300
General Fund-One-Time		\$1,500,000	1,500,000	0	(1,500,000)
GF Rest.-Special Adm. Expense Fd	2,500,000		2,500,000	0	(2,500,000)
Federal Funds	186,329,700		186,329,700	194,834,500	8,504,800
Federal Funds-One-Time		1,000,000	1,000,000	0	(1,000,000)
Dedicated Credits	2,776,300		2,776,300	2,790,000	13,700
Revenue Transfer	4,038,700		4,038,700	4,038,700	0
Beginning Nonlapsing	161,900		161,900	0	(161,900)
<b>Total</b>	<b>\$244,033,500</b>	<b>\$2,500,000</b>	<b>\$246,533,500</b>	<b>\$253,129,400</b>	<b>\$6,595,900</b>
<b>Programs</b>					
Administrative Services	\$28,969,300		\$28,969,300	\$29,250,200	\$280,900
Employment Development Division	4,418,500		4,418,500	4,206,100	(212,400)
Workforce Info. & Payment Services	14,949,300		14,949,300	16,777,700	1,828,400
Regional Administration	69,809,800		69,809,800	70,688,800	879,000
Temp. Assistance for Needy Families	53,035,200		53,035,200	55,778,400	2,743,200
Senate Bill 10 "Public Assistance Eligibility"				270,000	270,000
Food Stamp Cash Out Program	22,165,000		22,165,000	22,608,300	443,300
Refugee Relocation	909,500		909,500	973,000	63,500
General Assistance/SSI/WTE	3,448,200		3,448,200	4,348,200	900,000
Child Care	38,205,700		38,205,700	40,105,700	1,900,000
JTPA/Workforce Investment Act	8,123,000		8,123,000	8,123,000	0
<b>Subtotal</b>	<b>\$244,033,500</b>	<b>\$0</b>	<b>\$244,033,500</b>	<b>\$253,129,400</b>	<b>\$9,095,900</b>
<b>One-Time Funds</b>					
DWS Food Stamp Employment Dev.		\$2,000,000	\$2,000,000	\$0	(\$2,000,000)
DWS General Assistance		500,000	500,000	0	(500,000)
<b>Subtotal</b>	<b>\$0</b>	<b>\$2,500,000</b>	<b>\$2,500,000</b>	<b>\$0</b>	<b>(\$2,500,000)</b>
<b>Total</b>	<b>\$244,033,500</b>	<b>\$2,500,000</b>	<b>\$246,533,500</b>	<b>\$253,129,400</b>	<b>\$6,595,900</b>

## **Retirement Systems / Public Employees Health Program**

The Utah State Retirement Office is an independent State agency. No direct appropriations are made and the budget is not included in the Appropriations Act. All funding is through premium and investment income. Retirement investment and disbursement services are provided to State and local governments. Public Employees Health Program (PEHP) is co-located with Retirement Systems. PEHP provides health and dental insurance to state government and to a variety of local governments. It also administers the Children's Health Insurance Program (CHIP) and the Flexible Reimbursement Program (FLEX) for the State.

## **Workers Compensation Fund of Utah**

The Legislature established the workers' compensation system in 1917. Employers have the option of obtaining workers' compensation coverage through the Workers Compensation Fund of Utah (the Company) or another private carrier or self insuring (with the approval of the Industrial Commission). The Company insures over 29,000 Utah employers.

The Company provides employers with low cost workers' compensation and employer liability insurance. All funding comes from premiums paid by policyholders. The Company receives no funding from the State except for premiums paid by the State as a policyholder. Premiums paid by the State accounted for \$4,908,000 or 4.3 percent of total 1997 premium. No appropriations are listed in the Appropriations Acts.

<b>COMMERCE AND REVENUE APPROPRIATIONS SUBCOMMITTEE</b>					
<b>SUMMARY OF FINANCING</b>					
<b>Plan of Financing</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change From</b>
	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriated</b>	<b>Revised 1999</b>
General Fund	\$85,528,600		\$85,528,600	\$90,008,000	\$4,479,400
General Fund-One-Time	110,000	\$1,476,800	1,586,800	35,000	(1,551,800)
Uniform School Fund	15,787,400		15,787,400	16,265,400	478,000
Uniform School Fund-One-Time	360,000		360,000	100,000	(260,000)
Transportation Fund	4,857,400		4,857,400	4,857,400	
Trans. FR-Aeronautical Operation-One-Time				10,100	10,100
Federal Funds	189,035,400		189,035,400	197,529,400	8,494,000
Federal Funds-One-Time		1,000,000	1,000,000		(1,000,000)
Dedicated Credits	17,332,400		17,332,400	20,045,600	2,713,200
Liquor Control Fund	13,028,900		13,028,900	13,891,100	862,200
Liquor Control Fund (One-time)	812,000	157,000	969,000	100,000	(869,000)
GF Rest.-Commerce Service Fnd	13,727,000		13,727,000	14,425,100	698,100
GF Rest. - Commerce Service Fund (One-Time)		19,000	19,000	100,000	81,000
GF Rest.- Nurses Educ. & Enforcement Fund	10,000		10,000		(10,000)
GF Rest.-FactoryBuiltHousingFees	104,400		104,400		(104,400)
GF Rest.-Financial Institutions	2,732,800		2,732,800	2,770,200	37,400
GF Rest.-Financial Institutions (One-Time)	100,000		100,000		(100,000)
GF Rest.-Bail Bond Surety Admin	15,000		15,000	15,000	
GF Rest.-Workplace Safety	795,000		795,000	758,800	(36,200)
GF Rest.-Sales & Use Tax Admin.	2,993,600		2,993,600	4,876,800	1,883,200
GF Rest.-Sales & Use Tax Admin. - One-Time	2,000,000		2,000,000		(2,000,000)
GF Rest.-Special Adm. Expense Fd	2,500,000		2,500,000		(2,500,000)
Other - Real Estate Ed., Res.&Rec	143,400		143,400	147,500	4,100
Revenue Transfer	4,063,700		4,063,700	4,063,700	
Employers' Reinsurance Fund	286,900		286,900	314,400	27,500
Uninsured Employers' Fund	494,600		494,600	474,700	(19,900)
Univ. Public Tele. Service Spt Fnd	6,014,100		6,014,100	6,131,100	117,000
Beginning Nonlapsing License Plate Production				180,000	180,000
Beginning Nonlapsing	19,834,400		19,834,400	20,418,400	584,000
Closing Nonlapsing	(20,598,400)		(20,598,400)	(20,665,100)	(66,700)
Lapsing	(50,400)		(50,400)		50,400
<b>Total</b>	<b>\$362,018,200</b>	<b>\$2,652,800</b>	<b>\$364,671,000</b>	<b>\$376,852,600</b>	<b>\$12,181,600</b>

COMMERCE AND REVENUE APPROPRIATIONS SUBCOMMITTEE					
SUMMARY OF PROGRAMS					
Programs	FY 1999	FY 1999	FY 1999	FY 2000	Change From
	Estimated	Supplemental	Revised	Appropriated	Revised 1999
Alcoholic Beverage Control	\$13,128,900		\$13,128,900	\$13,891,100	\$762,200
Department of Commerce	14,397,000		14,397,000	14,689,600	292,600
Division of Public Utilities P&T	150,000		150,000	150,000	
Committee of Consumer Services P&T	385,000		385,000	374,500	(10,500)
Department of Financial Institutions	2,732,800		2,732,800	2,770,200	37,400
Insurance Department	4,262,600		4,262,600	4,622,900	360,300
Comprehensive Health Insurance Pool	6,654,300		6,654,300	7,909,400	1,255,100
Labor Commission	8,075,100		8,075,100	8,440,200	365,100
Public Service Commission	1,417,000		1,417,000	1,504,900	87,900
Speech and Hearing Impaired	2,980,200		2,980,200	4,230,200	1,250,000
Univ. Public Tele. Service Spt Fnd	5,370,000		5,370,000	5,500,100	130,100
Lifeline Telecommunications Support				600,000	600,000
Utah State Tax Commission	55,059,800		55,059,800	58,515,000	3,455,200
Department of Workforce Services	244,033,500		244,033,500	253,129,400	9,095,900
<b>Subtotal</b>	<b>\$358,646,200</b>	<b>\$0</b>	<b>\$358,646,200</b>	<b>\$376,327,500</b>	<b>\$17,681,300</b>
<b>One-Time Funds</b>					
ABC Computer Hardware and Software	\$812,000		\$812,000	\$100,000	(\$712,000)
ABC Facility Maintenance		\$157,000	157,000		(157,000)
DOC Boxing Program				35,000	35,000
DOC Music Licensing Practice Act		19,000	19,000		(19,000)
CCS P&T Technical Support				100,000	100,000
DFI Computer Hardware	100,000		100,000		(100,000)
Tax Senate Bill 9 "Long-Term Care Amendments"				50,000	50,000
Tax Senate Bill 62 "Individual Income Tax Credit for At-Home Parents"				50,000	50,000
Tax Senate Bill 139 "Uniform Fee & Registration Fee on Airplanes"				10,100	10,100
Tax Remittance Processor	360,000		360,000	180,000	(180,000)
Tax UTAX	2,000,000		2,000,000		(2,000,000)
Tax Senate Bill 50 1998 General Session		(23,200)	(23,200)		23,200
DWS Food Stamp Employment Dev.		2,000,000	2,000,000		(2,000,000)
DWS General Assistance		500,000	500,000		(500,000)
LeRay McAllister Critical Land Conservation	100,000		100,000		(100,000)
<b>Subtotal</b>	<b>\$3,372,000</b>	<b>\$2,652,800</b>	<b>\$6,024,800</b>	<b>\$525,100</b>	<b>(\$5,499,700)</b>
<b>Total</b>	<b>\$362,018,200</b>	<b>\$2,652,800</b>	<b>\$364,671,000</b>	<b>\$376,852,600</b>	<b>\$12,181,600</b>



# Economic Development and Human Resources

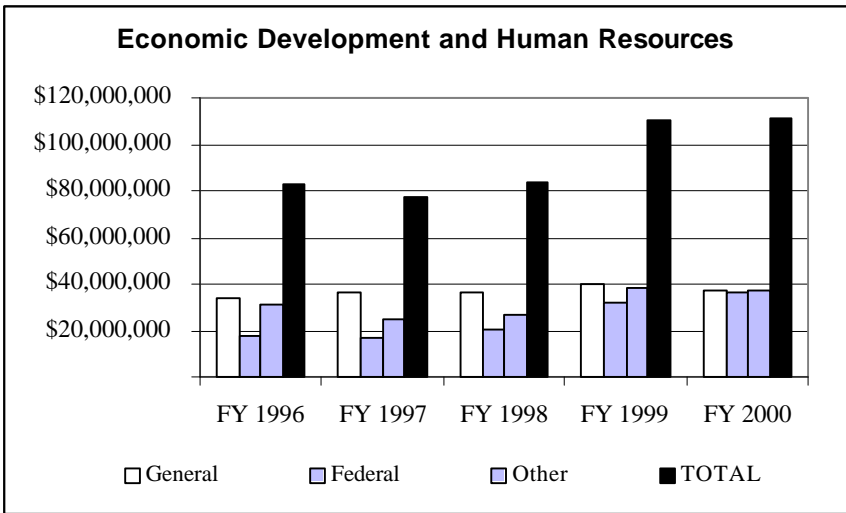




## Subcommittee Overview

The Economic Development and Human Resources Subcommittee is responsible for the Department of Community and Economic Development, the Department of Human Resources Management, the Career Service Review Board, and two independent agencies: Utah Technology Finance Corporation and the Utah State Fair Corporation. They also review, but do not appropriate Utah Housing Finance Corporation’s budget.

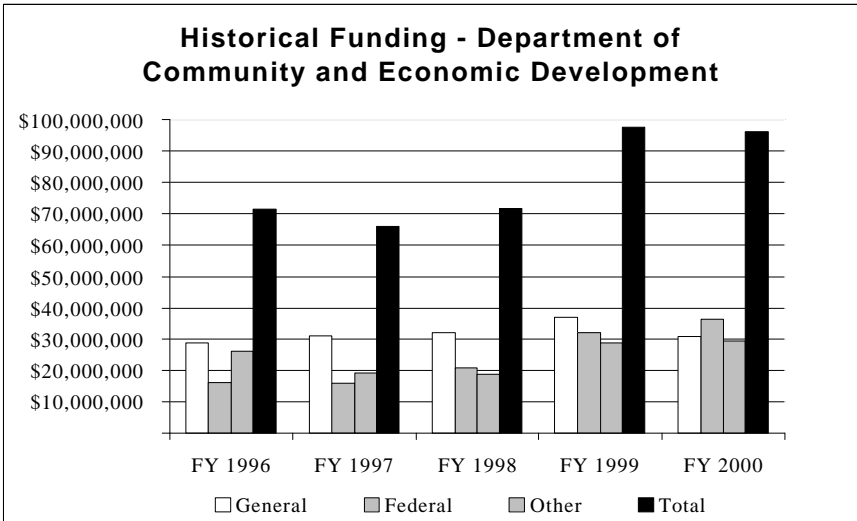
The Legislature appropriated \$111,290,000 to Economic Development and Human Resources’ budgets. General Fund amounted to \$37,629,700 ongoing, \$140,800 one-time, totaling \$37,770,500.



Compared to FY 1999, total appropriations increased 1 percent while the General Fund share declined 7 percent. One-time General Fund appropriations decreased 98 percent.

## Department of Community And Economic Development

The Department has 59 programs funded though 17 line items. The Department’s divisions are: Administration, Special Initiatives, Industrial Assistance, Business and Economic Development, Minority Affairs (Asian, Polynesian, Black, Hispanic, and Indian), Martin Luther King Commission, Travel Council, Utah State Historical Society, State History, Fine Arts, State Library, Energy Services, Community Development, and Community Development Capital Budget. Total appropriation for FY 2000 is \$96,351,300.



### Department Administration

Department Administration leads the department and provides public relations, personnel, accounting, research, and data processing services. The appropriation for FY 2000 is \$2,317,800.

### Legislative Action

**Department Relocation:** Last session the Legislature appropriated funds to help the Department relocate. The expected move did not occur, therefore the Legislature diverted \$50,000 in one-time FY 1999 funds to other uses.

## Special Initiatives

Special Initiatives is where the Department of Community and Economic Development manages one-time projects assigned by the Legislature. However, the Legislature is now moving away from these types of appropriations. For instance, the Legislature appropriated \$258,000 for FY 2000 for refurbishing the Chase Home in Liberty Park, and \$79,000 as a contribution to the World War II Monument in Washington. The Legislature assigned 19 projects worth \$2,577,000 in FY 1999.

### Legislative Action

**Diversion of FY 1999 Funds:** An FY 1999 appropriation of \$20,000 was shifted from Special Initiatives-Salt Lake County Parks to other uses in the Division of Business and Economic Development.

## Industrial Assistance

The Industrial Assistance Fund gives financial incentives to attract jobs to Utah. It also manages the Private Activity Bond Authority (the State's tax exempt volume cap); the Community and Economic Development Project Fund; and the Waste Tire Recycling Fund. The Legislature appropriated \$248,400 for FY 2000.

### Legislative Action

**Industrial Assistance Fund:** In supplemental appropriation, the Legislature added \$4,162,000 to replenish the Industrial Assistance Fund.

## Business and Economic Development

Business and Economic Development promotes and develops Utah's economy. The **Film Commission** entices motion picture, television and advertising business. The **International Program** develops foreign investment in Utah and helps Utah businesses export to foreign countries. **National Development** recruits new and expanding businesses to Utah. The **Business Development** program helps local companies grow through the Rural Development Council, Small Business Development Centers, Utah's Defense Conversion Fund, and Local Economic Development Initiatives.

**Procurement** helps Utah firms get government and large commercial contracts. Modeled after the National Science Foundation's University-Industry Cooperative Research Centers Program, **Centers of Excellence** is devoted to commercializing research at Utah's universities. The Legislature appropriated \$8,716,900 for FY 2000.

## Legislative Action

**Film Commission:** The Legislature increased funding \$90,000 in ongoing funds to digitize the Film Commission's photo library. This will allow them to make electronic presentations which will reduce response time and presentation costs, as well as increase professionalism.

**Utah Manufacturers' Extension:** The Legislature started funding the Utah Manufacturers' Extension at \$100,000, which works for manufacturing businesses like Agricultural Extension works for farming. It operates under the Department of Commerce through the National Institute of Standards and Technology (NIST).

**Recruitment Budgets:** Division recruitment budgets were increased by \$400,000 in one-time funding from the Olympic Special Revenue fund. This will help the division take advantage of increased interest in Utah created by the Olympics.

**Atlas Tailings:** The legislature appropriated \$20,000 in one-time FY 1999 funds to the Division to persuade the federal government to move the Atlas tailings rather than cap them in place.

**Local Economic Development Initiatives:** The Local Economic Development Initiatives program (LEDI) was eliminated in the FY 2000 budget but funded with \$50,000 in non-lapsing one-time FY 1999 funds.

**Hill Air Force Base Easements:** The Legislature made the final payment of \$450,000 for Hill Air Force Base easements in a supplemental appropriation for FY 1999.

**Heritage Highway Project:** Senate Bill 100, "Appropriation for the Utah Heritage Highway Project," sent \$50,000 to the Division to develop and promote Highway 89 as a heritage art and craft merchandising corridor.

**Youth Mentoring:** Senate Bill 186, “Youth Mentoring Leadership Summit”, appropriates \$30,000 in one-time funds to the Division to pass through to Southern Utah University to develop a youth leadership summit and training program.

**WWII Veterans’ Monument:** As discussed under Special Initiatives, House Bill 316, “Appropriation for World War II Veterans’ Monument” sends \$79,000 in one-time funds to the Division to pass-through as Utah’s donation to the World War II memorial in Washington, D.C.

## **Intent Language**

### **State Fair Feasibility Study:**

*It is the intent of the Legislature that the Division of Business and Economic Development prepare an independent economic feasibility study of the Utah State Fair Park Master Plan. It is further the intent of the Legislature that the Division of Business and Economic Development utilize funds in the Fair Park Master Study Account in the Capital Projects Fund to complete this study. It is further the intent of the Legislature that the Division of Business and Economic Development shall provide an opportunity for public input into the feasibility study and plans for redevelopment of the state fair park.*

### **National Recruiting Conditions:**

*It is the intent of the Legislature that funds allocated to the Department of Community and Economic Development, Division of Business and Economic Development, for the purpose of contracting with a private entity for national business recruitment services have the following conditions attached: all books and records of the private contracting entity shall be open for inspection and/or audit by the Department of Community and Economic Development, the State Auditor, and the Legislative Auditor, upon request by the government entity.*

## **Defense Conversion Funds:**

*It is the intent of the Legislature that the Division of Business and Economic Development use remaining Defense Conversion funds for other job training programs and promotional opportunities.*

## **Minority Offices**

The Minority Offices are Asian Affairs, Polynesian Affairs, Black Affairs, Hispanic Affairs, and Indian Affairs. They coordinate issues for the Governor. For all the offices, the Legislature Appropriated \$709,900 for FY 2000.

## **Legislative Action**

**Division of Indian Affairs:** Senate Bill 3, “Supplemental Appropriations Act II,” appropriates an additional \$3,900 in ongoing FY 2000 funds to Indian Affairs to implement the provision of House Bill 191, “Utah Division of Indian Affairs Amendments.”

## **Martin Luther King Commission**

The Martin Luther King Commission promotes the National Human Rights Holiday celebration and advances the principles of non-violence through education and training. The Legislature appropriated \$26,300 for FY 2000.

## **Travel Development**

Travel Development improves the State’s economy through tourism. The **Destination Development** program develops rural tourism attractions and facilities. **Internal Development** oversees the Welcome Centers, information services, travel publications, and publicity. **External Development** manages the national and international travel development programs. The Division also has programs that do research and planning, and advertising. The Legislature appropriated \$4,829,500 for FY 2000.

## Legislative Action

**Advertising:** The Legislature increased the advertising budget with \$500,000 in one-time Olympic Special Revenue funds. This will help the division take advantage of Olympic interest in Utah. The Destination Development program was reduced by about half to \$48,800.

## Intent Language

### Industry match:

*It is the intent of the Legislature that funding to meet the requirements of UCA 9-2-1703(2)(E)(d) be considered as an FY 2000 supplemental recommendation in the 2000 General Session of the Legislature. The Department of Community and Economic Development should request this funding as part of the budget recommendations to the Governor's Office of Planning and Budget for FY 2001 and FY 2000 Supplemental Funding.*

## Historical Society

The Historical Society is State History's fund raising arm. Total budget for FY 2000 is \$324,900.

## State History

State History promotes all things related to the State's history except paleontology which belongs to the Department of Natural Resources. The **Collections and Education** program curates collections and sets up displays and shows for educational and public relations purposes. It publishes the Utah Historical Quarterly, Beehive History and books such as *Brief History of Utah* and the County Histories project. The **Preservation Office** funds the Division's Antiquities Section which issues archeological work permits for state lands and maintains a cultural sites database. It also funds both state and federal historic preservation programs. Through the **History Projects** program, it funds the Utah State History Fair, the Utah Heritage Foundation, and the County Centennial Writing Projects. The total FY 2000 budget for this program is \$2,455,500.

## Intent Language

### Utah Centennial Writing Program:

*It is the intent of the Legislature that the Utah Centennial Writing Program be completed by June 30, 1999. All remaining project funds shall lapse to the General Fund.*

## Arts Council

The Arts Council promotes fine arts. **Grants to Nonprofit Organizations** funds more than 200 arts organizations, and **Community Arts Outreach and Development** provides technical assistance to organizations and runs the Arts in Education, Visual Arts, Folk Arts, Literary Arts, and Percent for the Arts activities. The total FY 2000 budget for this program is \$3,561,500.

As previously mentioned under Special Initiatives, House Bill 256, “**Appropriation for Chase Home in Liberty Park**,” appropriates \$258,000 to the Arts Council for matching funds that will be used to renovate the 145 year old Brigham Young-Issac Chase Home in Liberty Park that houses the State Folk Art Collection.

## Legislative Action

**Symphony Grants:** Arts grants to the Utah Valley Symphony and the Southwest Symphony were eliminated at \$50,000 each.

**Utah Festival Opera:** Senate Bill 3, “Supplemental Appropriations Act II,” appropriates \$100,000 in one-time FY 2000 funding to the Arts Council to make a grant to the Utah Festival Opera.

## State Library

The State Library improves Utah libraries. The **Blind and Physically Handicapped** program is the sole state source of material for the visually handicapped and, by contract with the Library of Congress, serves 24 other states. The Division has a computer driven Braille printer that can generate



materials. The **Library Development** program trains and consults local librarians. **Information Services** coordinates the interlibrary loan network for smaller libraries; orders, catalogs, and processes library materials; circulates audiovisual materials; reimburses net lender libraries; and sponsors a children's book examination center. In partnership with the Utah Education Network, the Utah Academic Library Consortium, and the State Office of Education, the State Library created PIONEER: Utah's Online Electronic Library. The total FY 2000 budget for this program is \$6,661,100.

## Legislative Action

**New Building:** The Library's new building was funded for the coming year with one-time savings of \$626,000 and given ongoing status for future years.

### Energy Services

Energy Services promotes energy efficiency. The **Weatherization** programs helps low income, elderly, and handicapped persons save on energy bills. **State Energy Conservation** is an educational program that targets the general public, school children, private building managers, and federal agencies. **Energy Technology Demonstration** provides grants and loans to implement the latest energy saving technologies. **State Building Energy Loan** program finances energy efficiency projects in State buildings with energy savings repaying the loans. **Alternative Fuels-Private** finances fleet vehicle conversions to cleaner burning fuels with savings repaying the loans. The total FY 2000 budgetfor this program is \$5,733,100.

### Community Development

Community Development helps local governments develop infrastructure. **Museum Services** gives grants and technical support to local museums. **Community Assistance** administers the federal Community Development Block Grant program, and staffs the permanent Community Impact Board, Disaster Relief Board, Private Activity Bond Review, Navajo Revitalization Fund, and the Uintah Basin Revitalization Fund. **Pioneer Communities** helps local Governments preserve and revitalize their historic districts. **Housing Development** staffs all of the State's housing programs: Homeless Committee, HOME, Housing Trust Fund, Critical Needs Housing,

and Emergency Shelter. **Community Service** administers the federal anti-poverty Community Services Block Grant program and special projects like funding for the food Bank, Food Bank Network, and Healthy Communities. The **Commission on Volunteers** is the federal AmeriCorps program that gives post secondary scholarships for volunteer work. The **Zoos** program helps support Hogle Zoo in Salt Lake City and Willow Park Zoo in Logan. The **Homeless Committee** channels General Funds and income tax homeless check-off funds to state and local housing organizations. The total FY 2000 budget for this program is \$36,182,300.

## Legislative Action

**AOG Planning Pass-through:** The Legislature funded half (\$125,000) of the Associations of Governments' pass-through planning funding and stated its intent not to fund this item in the future.

**Olene Walker Housing Trust Fund:** The Legislature increased funding to the Olene Walker Housing Trust Fund by \$500,000 in ongoing funds. This brings the annual appropriation to \$2,000,000. The Legislature also increased the annual ongoing appropriation to the Homeless Trust by \$120,000, and to the Emergency Food Network by \$40,000 (a 50 percent increase).

**Child Literacy:** House Bill 8, "Child Literacy Programs," appropriates \$150,000 in one-time funds to the Commission on Volunteers for start up costs for the volunteer portion of the Legislature's child literacy initiative.

## Intent Language

### Emergency Food Network:

*It is the intent of the Legislature that the Office of Community Services shall act as the State Agency responsible for the evaluation and improvement of emergency food assistance services in Utah and monitor the impact of Welfare Reform on the emergency food network.*

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## **Permanent Community Impact and Community Development Block Grant Preference for Affordable Housing Plans:**

*It is the intent of the Legislature that the Division of Community Development establish Permanent Community Impact Board and Community Development Block Grant allocation preferences for counties and municipalities that have master plans with affordable housing plans.*

## **Community Development Capital**

Community Development Capital provides funding for housing the needy, and rural development. **Emergency Shelter** pays for utilities, building renovations and leased space for the homeless. **Supportive Housing** buys housing for the chronically mentally ill and disabled homeless with HUD funds. **Critical Needs Housing** helps local governments buy shelters for the homeless, low-income, battered women, mentally ill, retarded, abused children and migrant farm workers. **Housing Preservation Grants** provides low income home improvement federal matching grants that bring rural homes in Farmer Home Loan eligible areas up to code. The **Permanent Community Impact Fund** program uses Mineral Lease and Mineral Bonus funds to mitigate the effects of mineral development in the state. The total FY 2000 budget for this item is \$24,247,100.

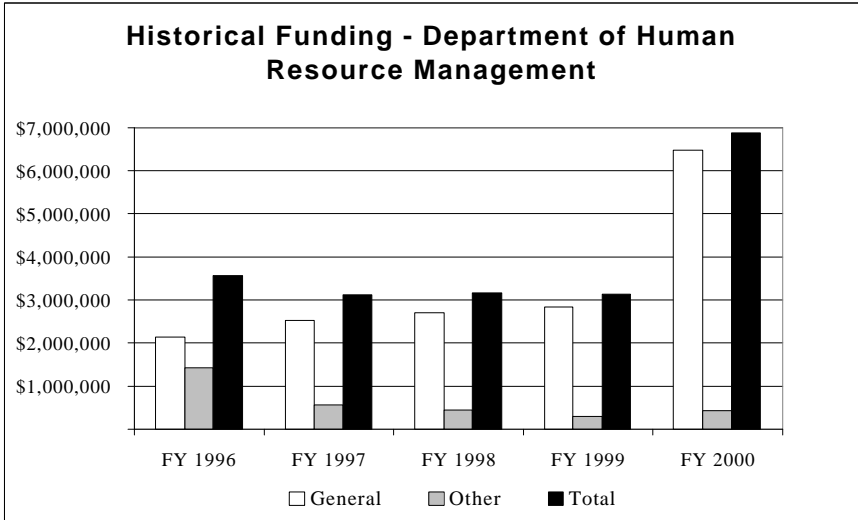
## **Intent Language**

### **Permanent Community Impact and Community Development Block Grant Preference for Affordable Housing Plans:**

*It is the intent of the legislature that the Division of Community Development establish Permanent Community Impact Board and Community Development Block Grant allocation preferences for counties and municipalities that have master plans with affordable housing plans.*

## Department of Human Resource Management

The Department of Human Resource Management operates the state's personnel system. Its total budget for FY 2000 is \$6,884,200.



### Legislative Action

**Corrections Special Selective Salary Increases:** The Legislature appropriated \$3,500,000 to the Department to pass-through to the Department of Corrections for corrections special selective salary increases.

### Intent Language

#### Correction and Public Safety Officer Market Salary Survey:

*It is the intent of the Legislature that the Department of Human Resource Management conduct a study comparing correctional officer and public safety compensation with the market, for review during the 2000 legislative sessions.*

**Selective Salary Increases:**

*It is the intent of the Legislature that the Department of Human Resource Management distribute through interdepartmental transfers up to \$3,500,000 for critical compensation increases and related salary driven benefits.*

**Health and Dental Increases:**

*It is the intent of the Legislature that health and dental benefit rate increases for state employees be provided for from funding sources computed on the same basis as the compensation increase. The funding is to be computed on the basis of 7.1 percent health premium increase for PEHP Traditional and Preferred coverages and 2 percent for PEHP Exclusive Care. Dental premium costs for the Group Insurance Division (PEHP), are to be computed at a 14.3 percent increase.*

**Compensation Retroactive Application:**

*It is the intent of the Legislature that the FY 2000 compensation package for State Employees have retrospective application to June 26, 1999, to coincide with the State payroll period.*

**Merit and Longevity Increases:**

*It is the intent of the Legislature that funds allocated for compensation for state employees under the state system are to be used for merit and longevity increase adjustments based on eligibility and qualifying performance and according to rules and procedures established by the Department of Human Resource Management.*

**Career Service Review Board**

The Career Service Review Board runs the State's grievance and appeals process. Total FY 2000 budget is \$160,600.

## Legislative Action

**Workload increases:** Increasing workload necessitated an ongoing appropriation increase of \$12,000 and a one-time supplemental increase of \$15,000.

## Utah Technology Finance Corporation

Utah Technology Finance Corporation provides capital and technical assistance to starting and emerging Utah businesses. Total FY 2000 budget is \$4,200,000.

## Intent Language

### State Building Board Approval Requirement:

*It is the intent of the Legislature that unless the State Building Board approves the demolition of a facility at the state fair park, the State Fair Corporation should not enter into or amend any agreement, contract, or lease that would specify the demolition of any facility at the state fair park other than the facilities within the footprint of the proposed Science Center and the three barns along North Temple Street. It is the intent of the legislature that in accordance with Section 9-4-1103, the Division of Facilities Construction and Management review any agreement, contract, or lease entered into or amended by the State Fair Corporation for the demolition of a facility at the state fair park to ensure compliance with this legislative intent.*

## Utah Housing Finance Corporation

Utah Housing Finance Corporation helps create affordable housing through financial incentives. The Legislature oversees but does not appropriate their budget.

**ECONOMIC DEVELOPMENT AND HUMAN RESOURCES  
PLAN OF FINANCING**

<b>Financing</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriated</b>	<b>Revised 1999</b>
General Fund	\$32,087,800		\$32,087,800	\$37,629,700	\$5,541,900
General Fund (1-time)	3,667,000	\$4,627,000	8,294,000	140,800	(8,153,200)
Federal Funds	31,950,500		31,950,500	36,373,000	4,422,500
Dedicated Credits	9,758,400		9,758,400	10,385,500	627,100
Transportation	118,000		118,000	118,000	
GFR-Industrial Assistance	177,100		177,100	179,900	2,800
GFR-Homeless Trust	150,000		150,000	150,000	
GFR-Mineral Lease				1,425,000	1,425,000
Permanent Community Impact	15,361,000		15,361,000	13,337,500	(2,023,500)
Repayments	8,900,000		8,900,000	8,375,000	(525,000)
Oil Overcharge-Exxon				185,000	185,000
Oil Overcharge-Stripper Well	1,388,600		1,388,600	2,090,600	702,000
Transfers	(602,800)		(602,800)		602,800
Olympic Special Revenue				900,000	900,000
Beginning Non-Lapsing	11,762,100		11,762,100	8,721,600	(3,040,500)
Closing Non-Lapsing	(9,194,900)		(9,194,900)	(8,721,600)	473,300
<b>Total</b>	<b>\$105,522,800</b>	<b>\$4,627,000</b>	<b>\$110,149,800</b>	<b>\$111,290,000</b>	<b>\$1,140,200</b>

<b>ECONOMIC DEVELOPMENT AND HUMAN RESOURCES SUMMARY OF PROGRAMS</b>					
<b>Programs</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriated</b>	<b>Revised 1999</b>
Administration	\$2,287,900		\$2,287,900	\$2,317,800	\$29,900
Industrial Assistance	(680,500)		(680,500)	248,400	928,900
Business & Economic Development	8,080,000		8,080,000	8,236,900	156,900
Asian Affairs	118,700		118,700	122,100	3,400
Polynesian Affairs	118,900		118,900	122,000	3,100
Black Affairs	118,700		118,700	122,000	3,300
Hispanic Affairs	121,000		121,000	124,000	3,000
Indian Affairs	210,600		210,600	219,800	9,200
Martin Luther King Commission	25,000		25,000	26,300	1,300
Travel Development	4,343,000		4,343,000	4,329,500	(13,500)
Utah State Historical Society	317,400		317,400	324,900	7,500
State History	2,399,700		2,399,700	2,455,500	55,800
Fine Arts	3,703,500		3,703,500	3,461,500	(242,000)
State Library	6,426,400		6,426,400	7,287,300	860,900
Energy Services	4,504,700		4,504,700	5,733,100	1,228,400
Community Development	30,976,100		30,976,100	36,032,300	5,056,200
Community Capital	25,397,000		25,397,000	24,247,100	(1,149,900)
Disaster Relief	2,200		2,200		(2,200)
Utah Technology Finance Corporation	5,500,000		5,500,000	4,200,000	(1,300,000)
Utah State Fair	3,344,000		3,344,000	3,593,900	249,900
Human Resource Management	3,146,900		3,146,900	6,884,200	3,737,300
Career Service Review Board	144,600		144,600	160,600	16,000
<b>Subtotal</b>	<b>\$100,605,800</b>	<b>\$0</b>	<b>\$100,605,800</b>	<b>\$110,249,200</b>	<b>\$9,643,400</b>
<b>One-time</b>					
Administration	\$70,000	(\$50,000)	\$20,000		(\$20,000)
Special Initiatives	2,577,000	(20,000)	2,557,000	\$337,000	(2,220,000)
Industrial Assistance	925,000	4,162,000	5,087,000		(5,087,000)
Business & Economic Development	374,400	520,000	894,400	480,000	(414,400)
Indian Affairs	300,000		300,000		(300,000)
Martin Luther King Commission	10,000		10,000		(10,000)
Travel Development	100,000		100,000	500,000	400,000
Fine Arts	75,000		75,000	100,000	25,000
State Library			0	(626,200)	(626,200)
Community Development	160,000		160,000	150,000	(10,000)
Community Capital	(22,200)		(22,200)		22,200
Disaster Relief	(2,200)		(2,200)		2,200
Utah State Fair	350,000		350,000	100,000	(250,000)
Career Service Review Board		15,000	15,000		(15,000)
<b>Subtotal</b>	<b>\$4,917,000</b>	<b>\$4,627,000</b>	<b>\$9,544,000</b>	<b>\$1,040,800</b>	<b>(\$8,503,200)</b>
<b>Total</b>	<b>105,522,800</b>	<b>4,627,000</b>	<b>110,149,800</b>	<b>111,290,000</b>	<b>1,140,200</b>





# Department of Health

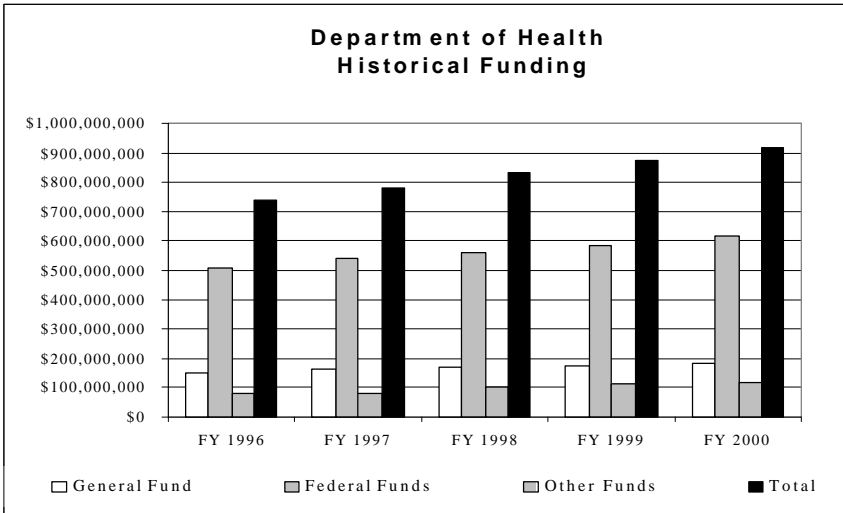


## Department of Health

The Utah Department of Health’s mission is to protect the public’s health through preventing avoidable illness, injury, disability, and premature death; assuring access to affordable, quality health care; and promoting healthy lifestyles.

The Health Policy Commission was established by the 1994 Legislature to bring about needed reform in areas affecting, and affected by, the health care industry.

The Medical Education Program was established in 1997 to secure stabilized funding sources for graduate medical education expenses.



### Legislative Action

The total FY 2000 appropriation of \$916,815,700 for the Department of Health is an increase of 5.0 percent compared to FY 1999 revised expenditures. The FY 2000 General Fund appropriation is an increase of 5.6 percent. The appropriations and legislative intent for the divisions and offices of the Department are outlined below.

**Healthy Communities Program:** House Bill 289, “Healthy Community Act,” added \$100,000 to the Executive Director’s budget to provide grants awarded to qualifying communities in the State.

**Emergency Medical Services:** Senate Bill 54, “Emergency Medical Services Systems Act,” added \$45,000 to the Division of Health Systems Improvement’s budget to allow the Division to administer emergency medical technician tests in rural areas of the State.

**Background Checks:** Senate Bill 74, “Child Care Provider Criminal Check Amendments,” requires background checks on child care providers and increased the Division of Health Systems Improvement’s budget by \$133,500.

**Utah Statewide Immunization Information System:** The Legislature approved an increase of \$859,100 to implement the Utah Statewide Immunization Information System (USIIS), which will link over 300 private pediatricians, local health departments, HMOs, and other providers and players in the childhood immunization effort. This funding was designated as nonlapsing through intent language.

**Child Literacy:** The Legislature passed House Bill 8, “Child Literacy Programs,” which appropriates \$25,000 to the Department of Health for information kits.

**General Medicaid Increases:** An increase of \$34.4 million to cover the reduction in the federal match rate, projected inflation, caseload growth, and utilization rates.

**New Medicaid-Eligible Children:** An increase of \$4.4 million for additional children who are expected to enroll in Medicaid as a result of outreach efforts.

**Expansion of the Travis C. Waiver:** This waiver is for medically-fragile, technology-dependent children eligible for Medicaid Services. The funded amount of \$600,000 is projected to cover 32 children who are waiting for services.

**Children's Health Insurance Program:** The Legislature approved funding for the second year of the Children's Health Insurance Program (CHIP). The total FY 2000 appropriation is \$19,702,700. Approximately \$15.5 million of this amount is from federal funds; the state match comes from assessment on hospital providers.

**Graduate Medical Education:** The Legislature approved one-time funding of \$500,000 to the Medical Education Program for assistance in graduate medical education.

## Intent Language

- ▶ **Outcome Measures and Budget Overviews:** In the Executive Director's budget, the Legislature again requested detailed outcome measures and budget overviews for disability and aging services that are funded through the Department of Health, the Department of Human Services, the Department of Workforce Services and the State Office of Education.
- ▶ **Primary Care Grant Program:** The Legislature intends that the funding for the Primary Care Grant Program be from the General Fund in FY 2001.
- ▶ **Early Intervention Program:** The Legislature removed the parent fee in the Early Intervention Program but passed intent language placing a \$10 suggested donation for these services.

## Health Policy Commission:

*It is the intent of the Legislature that the authority of the Health Policy Commission be extended to the statutory repeal date of July 1, 2001 as long as the Commission continues to implement the following principles, as established in HealthPrint:*

*Individuals should be responsible for their own health coverage.  
Choice of provider should be decided by cost-conscious consumers.*

*Problems in the current market should be fixed by enhancing competition rather than setting up a government-run system.*

*Health system reform should not require new taxes.*

*Effective health system reform is a long-term, ongoing process.*

<b>DEPARTMENT OF HEALTH</b>					
<b>Plan of Financing</b>	<b>FY 1999 Estimated</b>	<b>FY 1999 Supplemental</b>	<b>FY 1999 Revised</b>	<b>FY 2000 Appropriation</b>	<b>Change from Revised 1999</b>
General Fund	\$173,811,500		\$173,811,500	\$183,089,900	\$9,278,400
General Fund - one-time	270,000		270,000	683,800	413,800
Federal Funds	585,390,600		585,390,600	616,129,000	30,738,400
Dedicated Credits	52,436,800		52,436,800	52,676,000	239,200
Restricted Funds	10,364,200	\$400,000	10,764,200	15,745,000	4,980,800
Transfers	49,021,000		49,021,000	48,236,100	(784,900)
Beginning Nonlapsing	3,145,100		3,145,100	1,874,900	(1,270,200)
Closing Nonlapsing	(1,874,900)		(1,874,900)	(1,619,000)	255,900
<b>Total</b>	<b>\$872,564,300</b>	<b>\$400,000</b>	<b>\$872,964,300</b>	<b>\$916,815,700</b>	<b>\$43,851,400</b>
<b>Programs</b>					
Executive Director	\$11,455,300		\$11,455,300	\$11,460,100	\$4,800
Veterans' Nursing Home	3,059,100		3,059,100	2,807,800	(251,300)
Health Systems Improv.	11,203,400		11,203,400	11,730,700	527,300
Epidemiology and Laboratory Services	10,845,400	\$150,000	10,995,400	10,807,100	(188,300)
Community and Family Health	73,767,300	250,000	74,017,300	74,535,600	518,300
Health Care Financing	52,232,700		52,232,700	52,521,100	288,400
Medical Assistance	700,470,000		700,470,000	732,174,500	31,704,500
Children's Health Insurance	8,797,600		8,797,600	19,702,700	10,905,100
Health Policy Comm.	423,500		423,500	434,100	10,600
Medical Education Program	40,000		40,000	40,000	0
<b>Subtotal</b>	<b>\$872,294,300</b>	<b>\$400,000</b>	<b>\$872,694,300</b>	<b>\$916,213,700</b>	<b>\$43,519,400</b>
<b>One-time Funds</b>					
2nd Dose MMR	\$250,000		\$250,000		(\$250,000)
Medical Examiner Equipment	15,000		15,000		(15,000)
Public Health Data	5,000		5,000		(5,000)
Healthy Community Act				\$100,000	100,000
Health Fac. Licen. Equip.				2,000	2,000
Medical Education Program				500,000	500,000
<b>Subtotal</b>	<b>\$270,000</b>	<b>\$0</b>	<b>\$270,000</b>	<b>\$602,000</b>	<b>\$332,000</b>
<b>Total</b>	<b>\$872,564,300</b>	<b>\$400,000</b>	<b>\$872,964,300</b>	<b>\$916,815,700</b>	<b>\$43,851,400</b>



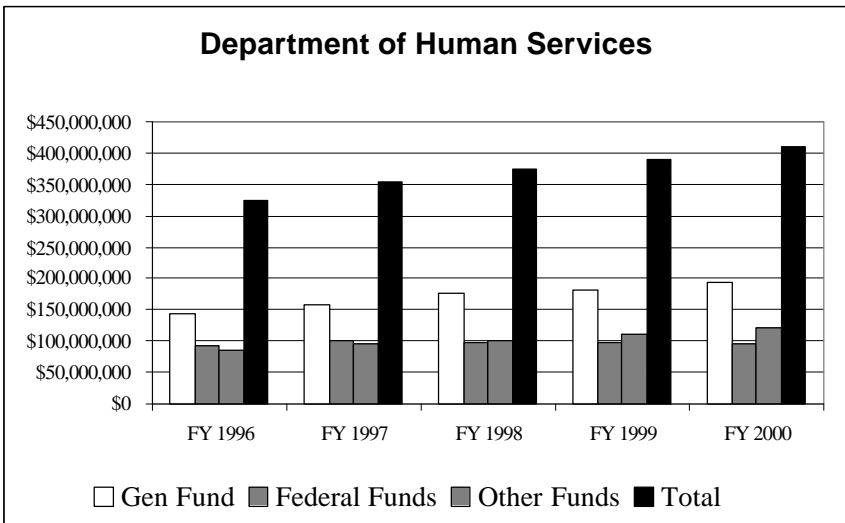
# Department of Human Services





## Subcommittee Overview

The Department of Human Services is established and functions under authority of Title 62A of the Utah Code. In addition to the Executive Director Operations, there are seven divisions within the Department of Human Services. These include the Divisions of Substance Abuse, Mental Health, Services for People with Disabilities, Aging and Adult Services, Office of Recovery Services, Child and Family Services, and Youth Corrections. While the Division of Youth Corrections is structurally in the Department of Human Services, the budget is included with the other criminal justice budgets in the Executive Offices, Criminal Justice and Legislature chapter of this report.



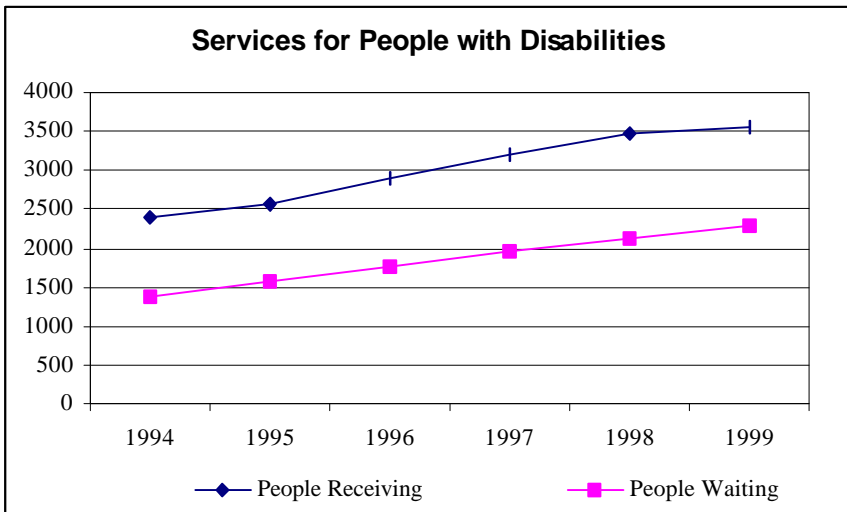
For FY 2000, the Legislature appropriated \$408.7 million to the Department of Human Services, including \$193.8 million from the General Fund. This is an increase in total funding of \$18.3 million over FY 1999. The General Fund appropriation increased by \$13.2 million. This represents a 4.7 percent increase over the revised FY 1999 budget, and a 7.3 percent increase in the General Fund appropriation.

## General Subcommittee Issues

**Transfer from TANF to SSBG:** Included in the FY 2000 appropriation is a transfer of \$2,937,000 transfer from the Temporary Assistance for Needy Families (TANF) “rainy day” fund to the Social Services Block Grant (SSBG). The increased SSBG funds will be used in current programs to make a similar General Fund amount available for approved budget building blocks for FY 2000. The TANF funds will be available through FY 2002 when the State will have to consider replacing these transferred funds with State funds.

For FY 1999, the Legislature, in the Supplemental Appropriations Act, reduced the General Fund appropriation for the Division of Child and Family Services by \$5,098,000 and replaced it with a transfer from TANF to the SSBG. This is a one-time appropriation transfer.

**People With Disabilities Waiting List:** The number of people with mental retardation and developmental disabilities waiting for home and community based services continues to grow in spite of recent legislative funding increases. The graph below shows the growth in the number of people receiving services and the growing number of people on the waiting list.



For FY 2000, the Legislature appropriated \$7,794,600 in new funding to provide services for people with disabilities on the waiting list. This amount includes \$1,365,000 from the General Fund, \$1 million from TANF funds transferred to the SSBG, plus another \$5,429,600 in federal Medicaid matching funds. Depending on the mix of services provided, this funding should provide services for about 350 individuals on the waiting list.

Of the \$1,365,000 State General Funds appropriated for services for people on the waiting list, \$985,100 came from budget reductions in four divisions in the department, namely Executive Director Operations (\$61,400), Division of Services for People with Disabilities (\$247,200), Office of Recovery Services (\$100,500), and the Division of Child and Family Services (\$576,000). The table below summarizes funding increases for the waiting list.

**DIVISION OF SERVICES  
FOR PEOPLE WITH DISABILITIES  
FY 2000 FUNDING FOR WAITING LIST**

New General Fund	\$379,900
Divisions' Gen Fund Budget Reductions	985,100
TANF to SSBG Transfer	1,000,000
Federal Medicaid Transfers	5,429,600
<b>Total New Funding</b>	<b>\$7,794,600</b>

**Compensation / Provider COLA:** In addition to the 2.5 percent merit/productivity increases, the Legislature funded market adjustments for certain department employees, mostly at the Developmental Center and the State Hospital (\$773,800 with \$216,900 from the General Fund). Private service providers for the Division of Services for People with Disabilities and local mental health, substance abuse and aging services authorities also received a 2.5 percent COLA to be distributed to their employees. This adjustment totals \$2,120,400 (with \$1,244,500 from the General Fund).

**FMAP Match Rate Change:** The federal medical assistance percentage (FMAP) match rate for FY 2000 is changing from 71.98 percent to 71.61 percent. To maintain current service levels, the Legislature increased state funds by \$537,100. Most of these funds (\$501,500) came from transfers of TANF funds to the SSBG, with the balance of \$35,600 coming from the General Fund.

**Mental Health and Substance Abuse:** House Bill 102, “Public Mental Health and Substance Abuse System Reform:” To implement increased oversight and auditing functions required by this legislation, the Legislature approved \$117,000 for two new auditors in the Divisions of Mental Health and Substance Abuse.

**Transfers:** The Legislature authorized several transfers of personnel and resources. These include:

- ▶ \$43,000 in General Funds from the Division of Child and Family Services to the Executive Director’s budget to move the Consumer Hearing Panel and Compliance Support staff.
- ▶ \$18,400 in General Funds from the Division of Aging and Adult Services to the Division of Services for People with Disabilities to move one-half FTE training position.
- ▶ \$57,200 in General Funds and three FTEs from the Divisions of Child and Family Services (DCFS) and Youth Corrections to the Office of Recovery Services to increase collection efforts in behalf of those two agencies.
- ▶ \$35,000 in General Funds and two Title XIX eligibility technicians from the Department of Health to DCFS.

**Internal Service Fund Rate Changes:** For FY 2000, the State’s Internal Service Funds (ISF), such as the Motor Pool, Risk Management and Information Technology Services, have increased some rates and lowered others. The Legislature appropriated \$232,800 from the General Fund to the Department of Human Services to offset these cost increases.

## **Executive Director Operations**

The Executive Director Operations (EDO) budget includes the Department Director’s Office and various services and bureaus that serve other divisions in the department such as Fiscal Operations and Human Resource Management. EDO also includes programs that are independent of the divisions, such as the Governor’s Council for People with Disabilities, Foster Care Citizens Review Boards, and the Office of Children’s Ombudsman.

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## Legislative Action

For FY 2000, the Legislature appropriated \$18.6 million for EDO, including \$8.3 million from the General Fund. While this is only \$45,700 above the FY 1999 authorized spending level (0.2 percent), it does include an increase of \$235,500 from the General Fund (2.9 percent).

**Base Reductions:** Base reductions include elimination of one-time funding for the DCFS Monitoring Panel (\$21,700 General Fund plus \$71,300 in other funds), and a reduction of \$7,500 (General Fund) due to the refinancing of a bond used to purchase the Department's main office building in Salt Lake City. The Legislature also reduced EDO's FY 2000 budget by \$122,800 (\$61,400 General Fund) to increase funding for people with disabilities currently waiting for services.

**Foster Care Citizens' Review Board:** The Legislature provided \$35,700 in new funding, of which \$30,000 comes from transferred TANF funds, for lease space in the Salt Lake area.

**Other Adjustments:** Other budget adjustments include an increase of \$99,100, of which \$66,600 is from the General Fund, to cover increased rates charged by the State's internal service funds, and \$6,000 from the General Fund for space reallocation in the Department's main office in Salt Lake City.

## Intent Language

- ▶ **Outcome Measures:** The Legislature directed the Department to provide outcome measures for each Division regarding populations served and information on people eligible but not served.

## Division of Mental Health

The Division of Mental Health (DMH) is the State's public mental health authority. The Division has general supervision of the State Hospital in Provo. Other mental health services are delivered by 11 local mental health authorities. The Division contracts with county governing boards and distributes state and federal funds earmarked for mental health services. Counties are required to provide a minimum scope and level of service, and must provide a minimum 20 percent funding match.

### Legislative Action

For FY 2000, the Legislature appropriated \$66.6 million, with \$53.1 million from the General Fund, for Utah's public mental health system. This represents an overall increase of \$4.2 million (6.8 percent) above the current FY 1999 operating budget and an increase of \$4.3 million (8.9 percent) from General Funds.

**State Hospital Forensic Building Operation:** The major budget adjustment for FY 2000 is \$3,140,000 for staffing and maintaining the new forensic facility at the State hospital which will open in July, 1999. This facility will house patients who are in the judicial/corrections system, such as persons adjudicated and found not guilty by reason of insanity, persons found guilty and mentally ill, and persons with mental disorders in custody of the Corrections Department.

The new 100 bed facility will house the current population of approximately 75 forensic patients. Along with a transfer of \$4.9 million currently in the forensic operating budget, the \$3.1 million increase will fund operation of three of the four wings (75 new beds). The Legislature will consider additional operating funds in the next General Session to fund operation of the facility's fourth wing.

**“Haunted Castle” Fund Replacement:** The “Haunted Castle” Halloween fund raiser was discontinued by the State Hospital in 1998. As a result, approximately \$100,000 in recreational therapy funds were lost. The Legislature restored \$76,000 by reducing administrative budgets in the Division by \$30,000 and providing an additional \$46,000 in new funds.

**Other Budget Adjustments:** Other budget adjustments include \$114,800 (General Fund) for the State’s internal service fund rate increases, \$35,600 (General Fund) to replace federal funds lost from a change in the federal medical assistance percentage (FMAP) rate, and \$800 (General Fund) for rent reallocation at the Salt Lake City department offices.

**State Hospital Management Information System:** The 1998 Legislature appropriated \$600,000 (\$200,000 General Funds) for development of a new management information system for the State Hospital. The FY 2000 budget does not include this one-time funding; however, non-lapsing authority was granted for these funds in case some development costs carry over into FY 2000.

## **Division of Substance Abuse**

The Division of Substance Abuse (DSA) is the substance abuse authority for the state. The Division administers state and federal funds, contracting with 13 local substance abuse authorities which provide services, either directly or by contract with private providers.

### **Legislative Action**

The FY 2000 appropriated budget for DSA is \$25.1million, with \$10.7 million from the General Fund. This represents an overall increase of \$492,300 (2.0 percent) over the FY 1999 authorized budget including an increase of \$257,800 from the General Fund (2.8 percent).

**Drug Courts:** While no additional funding was provided specifically for increased services used by the State’s drug courts, the Legislature included intent language directing the Division to use at least \$200,000 from increases in the federal Substance Abuse and Prevention Treatment grant for that purpose.

## Intent Language

- ▶ **Utah Alcoholism Foundation:** The State Board of Substance Abuse and local substance abuse boards are encouraged to consider contracting with the Utah Alcoholism Foundation for services.

## Division of Services for People with Disabilities

The Division of Services for People with Disabilities (DSPD) is responsible for providing residential, day, and support services for people with mental retardation and other developmental disabilities. Services range from limited family support to a full array of services and 24-hour care at the Utah State Developmental Center. DSPD provides its community-based services through four regional offices.

## Legislative Action

The Division's FY 2000 appropriated budget of \$121.8 million is \$11.1 million above the current FY 1999 authorized budget (a 10.0 percent increase). The General Fund appropriation of \$38.1million is \$2.3 million above the FY 1999 budget (a 6.5 percent increase). The budget increases include \$1,645,200 from TANF funds transferred to the SSBG. These funds will have to be transferred again next year. By the year 2002, the TANF "rainy day" fund will no longer exist, and the Legislature will have to consider whether to provide State funds for these budget increases. Intent language was passed in the 1999 Session instructing the 2000 Legislature to consider replacing these funds.

**Base Reductions:** Base reductions include \$690,000 one-time appropriations from the Trust Fund for People with Disabilities, and \$247,200 in General Funds cut from administrative budgets to fund the waiting list for people with disabilities.

**Emergency Services:** In addition to funding provided for the waiting list, the Legislature appropriated \$1,063,400 (including \$300,000 from TANF transfers to the SSBG) for emergency services for people with disabilities. This will address the needs of about 50 additional persons.



**Other Adjustments:** Other budget adjustments include \$345,200 in transferred TANF funds to make up the loss of federal medicaid assistance percentage matching funds (FMAP), \$281,700 (\$76,900 General Funds) for internal service fund rate adjustments, and \$68,600 from the General Fund for increases in rent and lease contracts for office space and rent reallocation at the Salt Lake City main office.

**Trust Fund for People with Disabilities:** This fund was created by the Legislature in 1995 to receive proceeds from the sale or lease of land and assets at the Developmental Center in American Fork. The Legislature may only appropriate interest and lease revenues deposited with the Fund. Proceeds from the sale of assets (the principle amount) must be left in the Fund. The funds are to be used for needs at the Developmental Center or for programs for people with disabilities authorized by the Code. For FY 2000, the Division received one-time authorization to spend \$200,000.

## Intent Language

- ▶ **Prevailing Labor Market Conditions:** The Division was directed to consider prevailing labor market conditions when renewing contracts with private service providers.
- ▶ **State Owned Group Homes:** Rent collected from occupants of state owned group homes are to be applied to maintenance costs of these homes. The Division will provide an accounting to the Legislature.
- ▶ **Cross-Division Budget Reports:** Various State agencies, including DSPD and Aging and Adult Services, which provide services to people with disabilities and to the aged, are to present budget overviews, including a recommendation for the most appropriate and least costly funding options.
- ▶ **Lisa P. Settlement:** The Division, through the Attorney General's Office, was directed to seek dismissal of the Lisa P. Settlement at the earliest possible date and report to the Legislature.
- ▶ **Increasing Services for People with Disabilities:** The Division was directed to review policies, budgets, pursue additional federal waivers, and use other creative mechanisms to increase the number of people served and to report to the Legislature.

## Office of Recovery Services

The Office of Recovery Services (ORS) is responsible for collecting child support and other funds owed to the State by individuals receiving services in the social service and medical assistance areas. Federal law requires the Office to provide child support collection services also to families not receiving assistance.

### Legislative Action

The FY 2000 appropriated budget for ORS is slightly less than the current FY 1999 authorized amount, a decrease of \$341,500, to \$39,995,600 (0.8 percent). The General Fund appropriation increased by \$201,600, to \$12,136,900 (an increase of 1.7 percent).

**Base Reductions:** Base budget reductions reflect the State's internal service funds' rate reductions of \$153,100 (General Fund), and transfers to DSPD of \$100,500 (General Fund) for the waiting list.

**Other Adjustments:** Other budget adjustments include funding for rent and lease increases totaling \$100,200 (\$39,900 General Fund), including rent reallocation at the Salt Lake City main office.

**Compensation - Attorney General Staff:** The compensation package for ORS employees includes \$95,000 (\$37,300 General Fund) for compensation adjustments for Attorney General staff working with ORS and paid through a contract.

## Division of Child and Family Services

State statute (62A-4a-103) defines the primary purpose of the Division of Child and Family Services (DCFS) as providing child welfare services. The Division shall also, "when possible and appropriate, provide preventive services and family preservation services ..." Furthermore, the Division shall "provide domestic violence services in accordance with federal law," and "youth services for minors who are dependent, ungovernable, or runaway..."

## Legislative Action

For FY 2000, the Legislature appropriated \$118.4 million (\$60.2 million General Fund) for DCFS. This is \$2.5 million above the FY 2000 current authorized budget, an increase of 2.2 percent. The General Fund amount increased by \$331,200 (0.6 percent).

**Base Reductions:** Base reductions include elimination of one-time funding for two pilot projects (Early Intervention for Juveniles, Intensive Family-based Services) in the amount of \$515,000 General Fund. Both of these pilot projects appear effective and are being incorporated into the Division's regular program options. The Early Intervention for Juveniles program, started in Utah County, is now being introduced into other areas of the State, including Salt Lake County.

Other base reductions include \$576,000 General Funds made available for the DSPD waiting list, reduction for caseload decreases (\$363,200 General Fund), and a reduction for one-time portion of building blocks funded previously (\$213,200 General Fund plus \$57,400 federal matching funds).

**State Automated Child Welfare Information System (SACWIS):** The Legislature approved a total of \$1.2 million for operation and maintenance of the new SACWIS (also known as "SAFE"). This system, which will provide system wide electronic case management, becomes fully operational this summer. Funding includes \$605,500 from TANF funds transferred to the SSBG.

**Foster Care Initiative:** As part of an effort to increase the number of available foster homes in the State, last year the Legislature authorized the creation of a private non-profit foundation which would contract with DCFS to recruit and train foster parents. This year, the Legislature appropriated \$750,000 for contracting with this newly created foundation.

**Domestic Violence:** For FY 2000, the Legislature increased funding for domestic violence programs and services by \$500,000. Some of these funds will be used to enhance service contracts with the various domestic violence shelters around the State. The funding comes from TANF funds transferred to the SSBG.

**Other Adjustments:** Other budget adjustments totaling \$400,800 General Fund, include a reduction of \$9,700 due to rent reallocation at the Salt Lake Department offices, an increase of \$116,100 for increased rates charged by the State's internal service funds, an increase of \$294,400 for office space rental and lease increases, and \$129,300 in TANF transfers to offset the reduced federal medical assistance percentage (FMAP) rate.

**SE Utah Family Support Center:** The Legislature passed Senate Bill 23, "Funding Family Support Center" which provided \$100,000 (General Fund) for the Family Support Center of Southeastern Utah in Price. This Center's federal grant expires in FY 1999.

## **Division of Aging and Adult Services**

The Division of Aging and Adult Services (DAAS) is the designated State Agency authorized to coordinate all State activities related to the Older Americans Act of 1965. It advocates for the elderly, contracts for services, and administers State and federal programs for the elderly. The Division is also responsible for the protection of abused, neglected and exploited adults. Programs funded through the Older Americans Act must be distributed to the State's 12 local Area Agencies on Aging (AAAs) through an approved funding formula.

### **Legislative Action**

For FY 2000, the Legislature appropriated \$18.2 million for DAAS, which is \$294,200 above the current FY 1999 authorized level, an increase of 1.6 percent. The General Fund appropriation is \$11.2 million, which is \$452,700, or 4.2 percent, higher than the FY 1999 amount.

**Base Reductions:** Base reductions include a reduction of \$200,000 (General Fund) appropriated last year on a one-time basis to develop a state-wide management information system (NAPIS). However, the Division was granted non-lapsing authority for these funds in case some development costs carry over into FY 2000.

**Aging Waiver Services:** The 1999 Legislature increased funding by \$400,000 (General Fund) for the aging waiver program funded in part by Medicaid. This program provides services for the elderly in non-institutional settings, often allowing seniors to maintain their independence and continue living in their homes or with families.

**Other Adjustments:** Other budget adjustments totaling \$12,200 (General Fund) include \$800 for rent reallocation at the Department main office in Salt Lake, \$11,400 for increases in rates charged by the State's internal service funds, and \$27,000 (TANF transfers to the SSBG) to replace reduced federal funding from the federal medical assistance percentage (FMAP).

**Senior Citizen Center Repairs:** Included in Senate Bill 3 ("Supplemental Appropriations Act II") was \$50,000 from the General Fund for remodeling and repairs of senior citizens' centers. These one-time funds will be distributed by the Division's State Board after review of applications from the centers.

## **Intent language**

- ▶ **Cross-Division Budget Reports:** Various State agencies, including DAAS and the Division of Services for People with Disabilities, which provide services to the aged and to people with disabilities, are to present budget overviews, including a recommendation for the most appropriate and least costly funding options.

## Internal Service Funds

The Department of Human Services operates two internal service funds (ISF) that provide shared services to the divisions and bureaus of the Department. These include General Services and Data Processing. A third ISF, Field Services, which handled maintenance and rent expenses in the Richfield, Blanding, and Brigham City facilities, discontinued operations after FY 1998, as the owners of these facilities now bill agencies directly.

General Services collects funds from divisions in the Department for building maintenance and rent for space occupied in the Department main office and warehouse in Salt Lake City. Data Processing provides programming services for the Department.

The FY 2000 Appropriations Act authorized collections of \$3,565,900. Operating expenses are estimated at \$3,421,300, which should provide an operating income of \$144,600. Non-operating losses from disposal of equipment results in a projected net income of \$115,400. The Legislature also approved a staffing level of 44 FTEs and no capital acquisitions for FY 2000. The rates charged by the two internal service funds remain the same as in FY 1999, as shown in the following table.

<b>DHS INTERNAL SERVICE FUNDS - FY 2000</b>			
<b>Programs</b>	Revenues	Expenses	Income/Loss
General Services	\$1,472,000	\$1,443,300	\$28,700
Data Processing	2,093,900	1,978,000	115,900
Sub-totals	\$3,565,900	\$3,421,300	\$144,600
Non-operating income/expenditures			(29,200)
<b>Net Income / Loss</b>			<b>\$115,400</b>
Authorized Capital	\$0		
Authorized FTEs	44		
<b>Rates:</b> Admin Building Per Square Foot	\$13.44		
Warehouse Per Square Foot	\$4.75		
Programing per hour	\$50.00		

Funding Detail

<b>DEPARTMENT OF HUMAN SERVICES</b>					
<b>Plan of Financing</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
	<b>Estimated</b>	<b>Supplementals</b>	<b>Revised</b>	<b>Appropriated</b>	<b>Revised 1999</b>
General Fund	\$184,732,400	(\$5,098,000)	\$179,634,400	\$193,759,300	\$14,124,900
General Fund-One-time	936,700		936,700	50,000	(886,700)
General Fund Restricted	2,540,000		2,540,000	2,050,000	(490,000)
Federal Funds *	94,132,900	5,098,000	99,230,900	94,950,800	(4,280,100)
Dedicated Credits	8,054,200		8,054,200	8,655,900	601,700
Revenue Transfers	97,795,500		97,795,500	109,210,500	11,415,000
Beginning Nonlapsing	2,151,800		2,151,800	0	(2,151,800)
Ending Nonlapsing	0		0	0	0
<b>Total</b>	<b>\$390,343,500</b>	<b>\$0</b>	<b>\$390,343,500</b>	<b>\$408,676,500</b>	<b>\$18,333,000</b>
<i>* Note: For FY 1999, federal amount includes \$5,098,000 transferred from TANF to SSBG.</i>					
<i>For FY 2000, it includes \$2,937,000 transferred from TANF to SSBG.</i>					
<b>Programs</b>					
Exec. Director Operations	\$18,459,200		\$18,459,200	\$18,597,900	\$138,700
Mental Health	61,783,700		61,783,700	66,617,500	4,833,800
Substance Abuse	24,558,800		24,558,800	25,051,100	492,300
Svc for People w Disabilities	109,966,800		109,966,800	121,572,700	11,605,900
Child & Family Services	115,393,600		115,393,600	118,401,200	3,007,600
Office of Recovery Svc	40,337,100		40,337,100	39,995,600	(341,500)
Aging & Adult Svc	17,746,300		17,746,300	18,190,500	444,200
<b>Subtotal</b>	<b>\$388,245,500</b>	<b>\$0</b>	<b>\$388,245,500</b>	<b>\$408,426,500</b>	<b>\$20,181,000</b>
<b>One-Time Funds</b>					
EDO: Monitoring Panel	\$93,000		\$93,000		(\$93,000)
DMH: State Hospital MIS	600,000		600,000		(600,000)
DCFS: Intensive Family Treat	195,000		195,000		(195,000)
DCFS: YRI Pilot Project	320,000		320,000		(320,000)
DSPD: Trust Fund Projects	690,000		690,000	\$200,000	(490,000)
DAAS: Aging Services MIS	200,000		200,000		(200,000)
DAAS: Sr.Cit.Ctr Remodel				\$50,000	50,000
<b>Sub-total</b>	<b>\$2,098,000</b>	<b>\$0</b>	<b>\$2,098,000</b>	<b>\$250,000</b>	<b>(\$1,848,000)</b>
<b>Total</b>	<b>\$390,343,500</b>	<b>\$0</b>	<b>\$390,343,500</b>	<b>\$408,676,500</b>	<b>\$18,333,000</b>





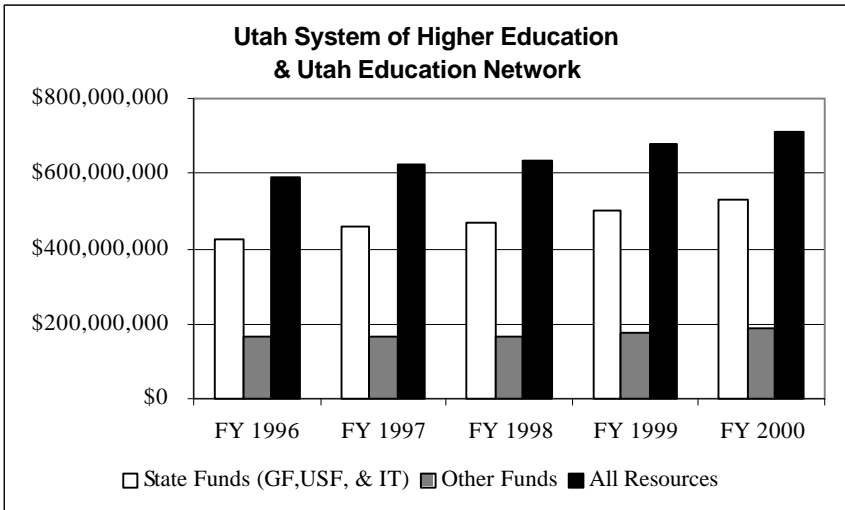


# Higher Education



## Subcommittee Overview

The Legislature increased State funding to the Utah System of Higher Education (USHE) by \$30,060,200 over the FY 1999 appropriated base budget of \$665,886,100. Higher Education receives its funding from several sources. Revenue from the General Fund, Uniform School Fund, Income Tax, Mineral Lease Account, federal funds, Land Grant Trust Fund and dedicated credits (student tuition) will amount to \$698,283,900 in FY 2000.



The Utah System of Higher Education (USHE) consists of nine public colleges and universities governed by the State Board of Regents (SBR) whose members are appointed by the Governor. In turn, the Board appoints the State Commissioner of Higher Education and all nine institutional presidents. The system includes two major research/teaching universities, two metropolitan/regional universities, one state college and four community colleges.

### Research/Teaching Universities

Research universities are charged with creating knowledge through the research process. Faculty members are evaluated not only for the classes they teach, but also for the quality of their research. In addition to undergraduate programs, research universities maintain a strong commitment

to graduate studies. Utah has two research universities (University of Utah and Utah State University) with a combined enrollment of more than 36,000 full time equivalent students. Approximately 16 percent of total enrollment are students seeking graduate degrees.

**University of Utah** is the State's major urban university. Its mission consists of undergraduate studies and significant programs of sponsored research, graduate, and professional education in some 15 colleges and professional schools.

**Utah State University** serves as the State's land-grant institution under state and federal legislation and is a primary center of university research and of graduate, professional, and undergraduate education in numerous authorized fields of study.

### **Metro/Regional Universities**

Regional universities focus on undergraduate education and offer selected graduate degrees. The primary duty of faculty members at a regional university is classroom instruction, although there is an expectation of moderate production of knowledge through applied research.

**Weber State University** (WSU) has the mission of a large comprehensive undergraduate institution seeking to develop and refine programs and achieve distinction within that mission. WSU offers a limited number of masters programs. Any new graduate programs authorized for the institution will not be oriented toward traditional basic research.

**Southern Utah University** (SUU) has the mission of a four-year undergraduate teaching institution meeting the baccalaureate and assigned vocational training needs of Southern Utah. SUU also offers graduate programs primarily in education and business.

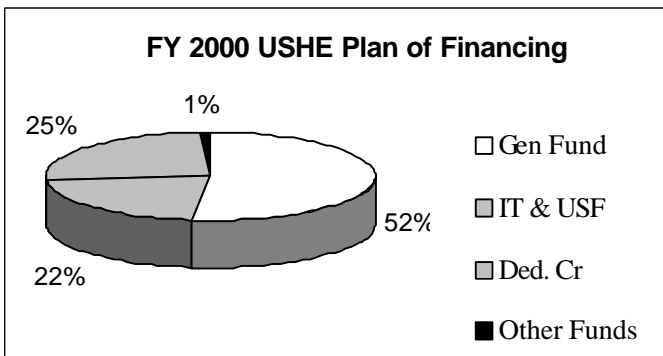
### **State and Community Colleges**

Snow College, Dixie College, the College of Eastern Utah, Utah Valley State College, and Salt Lake Community College are the State's open-access comprehensive community colleges. It is their mission to address area needs with programs of vocational-technical training, general education, and

continuing education for personal enrichment or career development. In addition to the above mentioned missions, Utah Valley State College, which also has a community college mission, is currently authorized by the Board of Regents to offer seven baccalaureate level programs serving specific regional needs. Faculty members at community colleges are evaluated solely on the quality of their instruction. With no research expectations, community college faculty are expected to carry a heavier teaching load than their counterparts at regional or research universities.

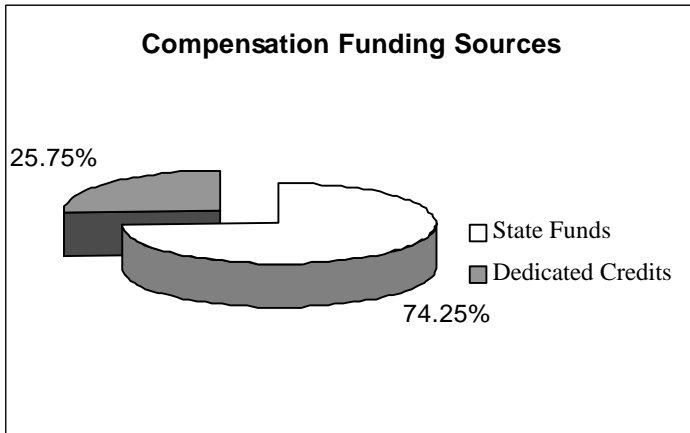
## General Subcommittee Issues

**State Funds:** State Funds account for \$514,810,300 (74%) of the appropriated budget for higher education. Of this amount, \$361,871,200 is from the General Fund, \$149,393,500 is from Income Tax (IT), and \$3,545,600 is from the Uniform School Fund (USF). An additional \$2,213,500 is provided through the Mineral Lease Account.



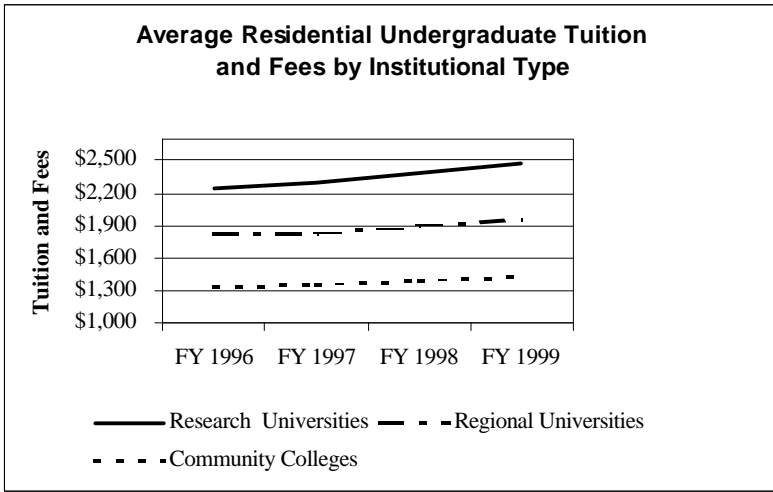
**Compensation:** The Legislature funded a 2.5 percent salary package that includes increases in benefits. Legislative policy requires agencies that receive revenue from dedicated credits to fund a proportional share of compensation with the revenue received. In accordance with this policy, a proportional amount (26 percent) of the USHE salary package is funded by dedicated credits (tuition). The compensation package totals \$13,368,300 of which \$9,890,500 is state funds (General Funds, Income Tax, and Uniform School Funds), \$12,700 is Mineral Lease Funds and \$3,465,100 is from dedicated credits. Salary adjustments should be administered according to the following intent language:

*It is the intent of the Legislature that any salary increases be distributed to faculty, professional and classified employees in an equitable manner.*



**Tuition and Fees:** The State Board of Regents is responsible for establishing tuition rates for each of the nine institutions within the USHE. Tuition is set in consideration of the institutional mission, which includes research universities, regional universities, and state community colleges. In addition to tuition, each college and university may enact fees to cover increased costs associated with particular classes (such as lab fees) or items that are not directly instructional but enhance the educational quality of programs (such as student unions). These fees often include student services, computer centers and recreational programs. The Regents approved a 3 percent tuition increase for FY 2000, which is expected to generate an additional \$4,823,200 in dedicated credits. Total tuition and fee collections are expected to total \$175,415,100. The following intent was adopted by the Legislature:

*It is the intent of the Legislature that tuition revenue generated from tuition rate increases shall remain with the institution (after compensation). However, the allocation of tuition revenue for institutional needs be determined by the President of each institution in conjunction with student body representation.*



### Legislative Action

Changes to the base involved making technical adjustments in several programs as follows:

**Snow College South:** The passage of House Bill 114, “Snow College South”(1998 General Session), transfers the operation of the Sevier Valley ATC from the State Board of Education to Snow College. These funds reflect the operating costs of Sevier Valley ATC and were transferred from Public Education to Higher Education for FY 2000.

Uniform School Fund	\$3,329,800
Dedicated Credits	<u>543,200</u>
Total	<u>\$3,873,000</u>

**Mineral Lease Reduction:** To help mitigate the local impact of major energy and mineral developments on federal lands, the federal government shares the royalty revenue with State and local governments. These funds, called mineral lease payments, are sent back to the states for allocation to the impacted communities. Because of the extent of federal land holdings in Utah, the amount of funds available to this State are extensive. As provided by statute, USHE received an annual appropriation from the Mineral Lease Account. Ensuing legislation called for the replacement of these funds over a period of five years with General Funds. The amount for replacement totals \$2,827,100. With two years left, the mineral lease replacement is \$1,413,800 or 50 percent of the remaining balance from the General Fund in FY 2000.

**Operation and Maintenance:** The Legislature appropriated funding for operation and maintenance (O&M) of new facilities at the following institutions:

University of Utah -	\$1,507,400
Weber State University	188,000
Southern Utah University	18,400
Snow College	70,900
Dixie College	295,900
Salt Lake Community College	17,900
<b>Total</b>	<u><u>\$2,098,500</u></u>

The Legislature included the following intent language regarding the use of O&M funds for FY 2000:

*It is the intent of the Legislature that all state agencies and institutions use facility operation and maintenance (O&M) funding only for O&M purposes.*

**Motor Pool Fleet Participation:** The appropriation for FY 2000 includes \$299,700 to cover the increased lease cost on vehicles USHE institutions are currently leasing from the Central Motor Pool. The remaining balance of \$74,000 finances the cost of entering institutionally owned vehicle information on the State's Fleet Management Information System. The table on the following page details fleet funding increases by higher education institution.

The following intent was adopted by the Legislature:

*It is the intent of the Legislature that all State Agencies, in cooperation with the Division of Fleet Operations, fully implement the three core components of CARS fleet information system by July 1, 1999, in accordance with UCA 63A-9-401 (1)(b). The three core components are as follows: 1) Inventory tracking center, 2) Motor Pool Utilization Center (Reservations) and 3) Work Order Center. It is further the intent of the Legislature that all State Agencies fully utilize CARS to obtain at least six calendar months of fleet cost data prior to the FY 2000 General Session.*



**Motor Pool Fleet Funding**

University of Utah	\$57,300
Utah State University	18,200
Weber State University	18,500
Southern Utah University	79,400
Snow College	42,500
Dixie College	21,400
College of Eastern Utah	21,000
Utah Valley State College	37,000
Salt Lake Community College	4,100
State Board of Regents	300
Management Information System	74,000
<b>Total</b>	<b><u><u>\$373,700</u></u></b>

**Utility and Contract Rate Increases:** The USHE received an appropriation of \$56,900 to cover the inflationary costs of contract and utility rate increases for three of the USHE institutions as follows:

U of U's Creighton University Contract	\$20,000
Dixie College water	\$15,400
Utah Valley State College power	\$9,400
Utah Valley State College sewer	\$12,100

**Enrollment Funding:** Enrollment funding increased \$4,892,500 for FY 2000. The plan of financing for FY 2000 includes \$3,208,800 of General Funds and \$1,683,700 from tuition revenue. Beginning fall term of academic year 1998-99, USHE converted to a semester calendar. Historic evidence indicates that a drop in student enrollment would occur in the year of conversion. In anticipation of this, the Legislature passed intent language in FY 1998, promising not to penalize institutions in the first year of conversion for enrollment decreases. Student enrollment dropped 5,393 FTE's below the FY 1999 funded targets. However, four institutions experienced enrollment growth of 1,479 FTE's in FY 1999. Student enrollment growth is included in the following table:

**Enrollment Increases**

Southern Utah University	28
Snow College South	166
Dixie College	66
Utah Valley State College	1,219
<b>Total</b>	<u><u>1,479</u></u>

**Non-Compensation Base Funding:** The non-compensation base funding of \$1,500,000 (\$500,000 is one-time) is to enhance the instructional budgets of each institution. The allocation will be based on a State appropriation of approximately \$17.70 for each FTE student enrolled at each institution. The total FTE students for academic year 1997-98 was 84,735. The Legislature adopted intent language addressing the distribution of these funds:

*The Council of Presidents and a representative of the Board of Regents working in conjunction with the Legislative Fiscal Analyst and a representative of the Governor's Office, shall recommend key performance indicators that will be used to determine the criteria for allocating productivity funds to the .nine institutions of higher education. These performance indicators shall be used to report on the quality of instruction, enhanced productivity and efficiency. The allocation of funds will be based on each institution's demonstration of improved quality of instruction, and enhanced productivity and efficiency. The Board of Regents and the Council of Presidents shall report to the Higher Education Appropriations Subcommittee and Executive Appropriations Committee by December 1 on how the funds were spent and the benefits derived from those funds.*

**Salt Lake Community College Vocational Education:** A transfer of \$249,000 from USHE's base budget for ATCSR's was made to the Wasatch Front South ATCSR for vocational education of secondary students. These funds were subsequently replaced with one-time funds at Salt Lake Community College.

**Mineral Lease CPI Increase:** As provided by Statute, the USHE receives an annual increase in Mineral Lease Funds due to inflationary changes in the Consumer Price Index (CPI). It is projected that the adjustment for FY 2000 will total \$146,200 based on a 2.10 percent change in the CPI.

**Utah State University Water Lab:** By FY 2001, all of the Mineral Lease Funds in higher education budgets will be replaced, except for the money in the USU Water Research Lab. The Water Lab receives a separate allocation amounting to \$641,300, or 2.25 percent, of the \$28.5 million of Mineral Lease Royalties projected for FY 2000. Based on projections, the USU Water Lab's mineral lease funding will be decreased in FY 2000 by \$56,200.

**Electronic Course-work and Programs:** The Legislature transferred \$414,000 from the Western Governors' University base budget to Electronic Course-work and Programs for distance learning program development by the nine institutions of higher education. The subcommittee adopted intent language indicating that:

*Funding is designated for distance learning program development by the nine USHE institutions. The Regents are also directed to establish accountability measures and a master plan for the operation of the item in consultation with the nine institutions and the Legislative Fiscal Analyst.*

**Western Interstate Commission on Higher Education (WICHE):** The base budget was increased by \$75,000 in order to maintain the current level of support provided to Utah students through the WICHE programs.

**Sign Language Instructor:** Funding of \$60,000 was provided to hire a sign language instructor at the University of Utah.

**Library Initiative:** The Legislature replaced one-time funding of \$500,000 coupled with \$500,000 for inflationary increases in the acquisition of journals and periodicals.

**Collegiate Assessment of Academic Proficiency (CAAP) Pilot Program:** One-time funding of \$100,000 was approved for the testing of college level sophomores at the nine USHE institutions to assess the effectiveness of the institution's general education programs.

**Snow College Traditional Building Skills Program:** Legislators approved one-time funding of \$50,000 for the development of a Traditional Building Skills Program at Snow College.

**Technology Teacher Education (HB 184):** One-time funding of \$305,300 was appropriated for the education of student teachers based on House Bill 184, “Technology Teacher Education” which was passed in the 1998 General Session but was not funded.

**Utah Area Health Education Centers (AHEC):** The Legislature appropriated one-time funding of \$300,000 to support the State match requirements at the Cedar City and Price centers.

**Financial Aid:** Legislative action provided one-time funding of \$400,000 to replace lost federal funds in order to maintain the current level of financial aid and to cover the increased campus based matching requirements for federal programs.

**Y2K:** One-time funding of \$9.3 million was appropriated to the Division of Finance, of which \$4.4 was allocated by the State’s Chief Information Officer to the USHE.

**Dixie College:** House Bill 32, “Dixie College Status” establishes baccalaureate programs at Dixie College beginning in the Fall of 2000. One-time funding of \$500,000 from dedicated credits will be contributed to enhance academic support of upper division programs from the Dixie College Foundation. The Bill provides for the transfer of General Funds of \$175,000 from Southern Utah University - University Center at St. George to Dixie College to cover administrative costs. The balance of funding is transferred to the State Board of Regents for distribution to Dixie College for baccalaureate programs. The Legislature passed the following intent language relating to the transfer of funds:

*Any surplus revenues shall be transferred to the State Board of Regents- Dixie College University Center.*

**Environmental Education:** House Bill 54, “Appropriation for Environmental Literacy Curriculum” provides \$60,000 of one-time funding to Southern Utah University to coordinate the development of environmental education for public education students.

**Schools of the Future:** House Bill 7, “Center for the School of the Future” appropriates \$250,000 to Utah State University to establish a collaborative effort between public education, higher education, and the private sector in identifying and implementing the most efficient and effective education practices statewide.

**Forest Lands:** House Bill 197, “Cedar Mountain Initiative,” appropriates \$200,000 to Utah State University to conduct research on rangelands and forest lands in the Cedar Mountain area.

**Prison Education:** House Bill 321, “Prison Education” appropriates \$35,000 to the State Board of Regents to initiate university extension programs at the county jails throughout the state.

**Reading Skills:** House Bill 63, “Reading Skills Development Center” appropriates one-time funding of \$250,000 to the University of Utah to assist school districts in identifying, assessing, and providing instructional intervention programs for students with reading difficulties.

**Scholarships:** Senate Bill 90, “Higher Education Scholarships” provided \$27,300 for two year scholarships for students who complete the requirements for an Associates Degree by the time they graduate from high school.

**Apprenticeship Training:** Senate Bill 133, “Apprenticeship Training,” appropriates one-time funding of \$500,000 to enhance apprenticeship programs in the Utah System of Higher Education.

**Landscape Water Management:** House Bill 30, “Center for Landscape Water Management,” appropriates one-time funding of \$100,000 to Utah State University for a landscape water management program.

## Other Intent Language

- ▶ **Fuel and Power:** The State Board of Regents are directed to closely supervise fuel and power budgets. If surplus fuel and power funds appear likely in FY 2000, the Regents may authorize expenditures in excess of 10 percent of the projected surplus for energy efficiency projects.

- ▶ **Utah Academic Library Consortium:** The State Board of Regents in consultation with the Utah Academic Library Consortium should coordinate the acquisition of library materials for the nine USHE institutions.
- ▶ **Graduate Tuition:** The State Board of Regents, in cooperation with the Legislative Fiscal Analyst are to present a report on graduate tuition to the Executive Appropriations Committee by October, 1999.
- ▶ **University Hospital Fees:** Patient fees shall be retained by the Hospital provided that they are spent in compliance with the Hospital's operating budget approved by the State Board of Regents.
- ▶ **Western Governor's University:** \$704,300 of the Western Governors' University non-lapsing balances for FY 1999 lapse to the General Fund.
- ▶ **Health Insurance:** The Legislature would like to know whether a single system risk pool for USHE employee health insurance will lead to reduced premium costs.

## **Utah Education Network**

The Legislature increased State funding to the Utah Education Network (UEN) by \$2,815,500 for FY 2000. Money from the General Fund, Uniform School Fund, and dedicated credits will amount to \$15,198,600 in FY 2000.

State Funds account for \$13,323,000 of the appropriated budget for the UEN. Of this amount, \$2,375,400 is from the General Fund, and \$10,947,600 is from the Uniform School Fund.

The Utah Education Network (UEN) is a partnership of public, higher and vocational education. Under the UEN umbrella organization, the systems of KUED, KULC, and UtahLINK operate. These systems are electronic highways for education. The UEN coordinates both the public and higher education technology initiatives.

## Legislative Action

**Compensation:** The Legislature funded a 2.5 percent salary package that includes increases in benefits. The UEN compensation package totals \$92,200 of state funds.

**EDNET:** The Utah Education Network continues to experience exponential growth in providing technological support for the education process in the state. The funding of \$360,000 from the Uniform School Fund is to replace one-time funding in FY 1999 to ongoing base support in FY 2000.

**UtahLINK:** Most public and higher education institutions have been connected to UtahLINK, creating the need for increasing the base support to cover the Internet access costs, in-state circuit charges, equipment replacement and upgrades, and course content and development. The funding for FY 2000 is \$1,287,400 from the Uniform School Fund.

**UEN Digital TV Conversion:** Under the Federal Telecommunications Act of 1996, television broadcasters, including public television stations are required to change from analog to digital signal transmissions (D-TV conversion) by 2006. The funding for the D-TV conversion for UEN's two television stations, KUED-7 and KULC-9 is one-time funding of \$1875,600 from dedicated credits (E-Rate Revenue) to cover a portion of the cost of construction of new broadcast facilities.

## Intent Language

- ▶ **Distance Education Delivery System:** Scheduling and programming of technology delivered courses should be coordinated through the Utah Education Network. Each institution within the USHE shall have access to distance education technology.

<b>UTAH SYSTEM OF HIGHER EDUCATION &amp; UTAH EDUCATION NETWORK</b>				
<b>Plan of Financing</b>	<b>FY 1999 Estimated</b>	<b>FY 1999 Supplemental</b>	<b>FY 2000 Appropriated</b>	<b>Change from Revised 1999</b>
General Fund	\$360,295,000		\$361,432,300	\$1,137,300
General Fund - One-time	2,860,300		2,814,300	(46,000)
Income Tax	131,193,500		149,393,500	18,200,000
Uniform School Fund	9,268,100		14,493,200	5,225,100
Uniform School Fund - one-time	800,000			(800,000)
Dedicated Credits	166,790,300		175,415,100	8,624,800
Dedicated Credits - one-time			2,375,600	2,375,600
Federal Funds	5,122,300		4,592,300	(530,000)
Mineral Lease	3,524,600		2,213,500	(1,311,100)
Land Grant Trust Fund	752,700		752,700	-
<b>Total</b>	<b>\$680,606,800</b>	<b>\$0</b>	<b>\$713,482,500</b>	<b>\$32,875,700</b>
<b>Programs</b>				
University of Utah	\$240,494,900		\$249,865,200	\$9,370,300
Utah State University	149,393,900		153,918,800	4,524,900
Weber State University	68,887,100		71,081,700	2,194,600
Southern Utah University	30,314,500		30,866,600	552,100
Snow College	13,653,900		18,699,400	5,045,500
Dixie College	17,264,500		18,369,800	1,105,300
College of Eastern Utah	12,495,100		12,828,500	333,400
Utah Valley State College	47,927,100		53,534,800	5,607,700
Salt Lake Community College	64,885,300		66,773,300	1,888,000
State Board of Regents	20,569,800		19,031,500	(1,538,300)
<b>Subtotal, USHE</b>	<b>\$665,886,100</b>	<b>\$0</b>	<b>\$694,969,600</b>	<b>\$29,083,500</b>
Utah Education Network	11,583,100		13,323,000	1,739,900
<b>Subtotal</b>	<b>\$677,469,200</b>	<b>\$0</b>	<b>\$708,292,600</b>	<b>\$30,823,400</b>
<b>One-Time Funds</b>				
FY 99 One-time & Adj.	\$2,337,600			(\$2,337,600)
CAAP			\$100,000	100,000
SLCC Vocational Education			249,000	249,000
Snow College Traditional Bldg.			50,000	50,000
HB 184 Tech.Teacher Ed.			305,300	305,300
Non-comp Base Support			500,000	500,000
AHEC			300,000	300,000
HB 32 Dixie College Status			500,000	500,000
HB 30 Landscape Water Mgmt			100,000	100,000
SB 133 Apprenticeship Training			500,000	500,000
HB 63 Reading Skills			250,000	250,000
HB 54 Environmental Literacy			60,000	60,000
Legislative Action Financial Aid			400,000	400,000
<b>Subtotal, USHE</b>	<b>\$2,337,600</b>	<b>\$0</b>	<b>\$3,314,300</b>	<b>\$976,700</b>
UEN Technology	800,000		1,875,600	1,075,600
<b>Subtotal</b>	<b>\$3,137,600</b>	<b>\$0</b>	<b>\$5,189,900</b>	<b>\$2,052,300</b>
<b>Total</b>	<b>\$680,606,800</b>	<b>\$0</b>	<b>\$713,482,500</b>	<b>\$32,875,700</b>

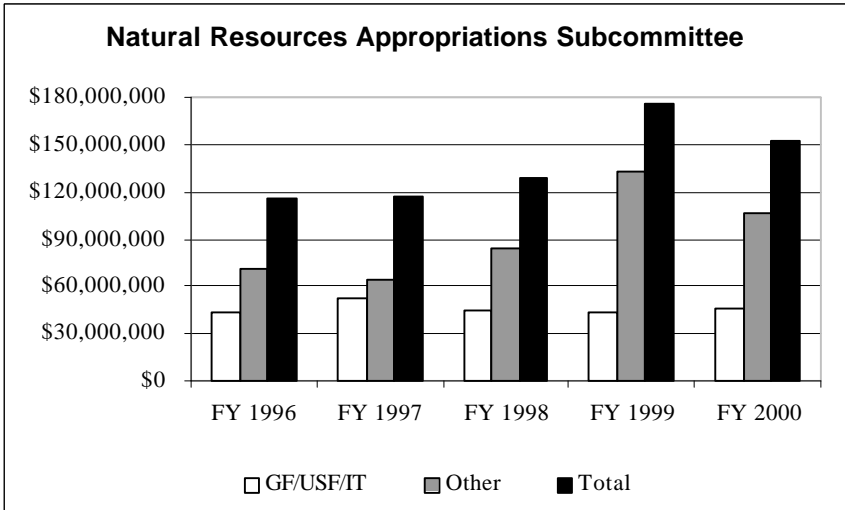


# Natural Resources



## Subcommittee Overview

The FY 2000 appropriation of \$152,291,100 for the Department of Agriculture and Food, Department of Natural Resources, and the School and Institutional Trust Lands Administration is a 14.2 percent decrease from revised expenditures for FY 1999. The General Fund appropriation of \$45,635,000 is an increase of 4.7 percent.



## General Subcommittee Issues

**800 MHz Radios:** Due to the overcrowding of radio airwaves, the federal government authorized the use of the 800 megahertz frequency range for emergency response organizations. The 1998 Legislature appropriated General Funds totaling \$219,700 to the Divisions of Wildlife Resources and Parks and Recreation for radio purchases and connection costs into the Utah Communications Agency Network (UCAN). The 1999 Legislature added a supplemental FY 1999 appropriation totaling \$57,700.

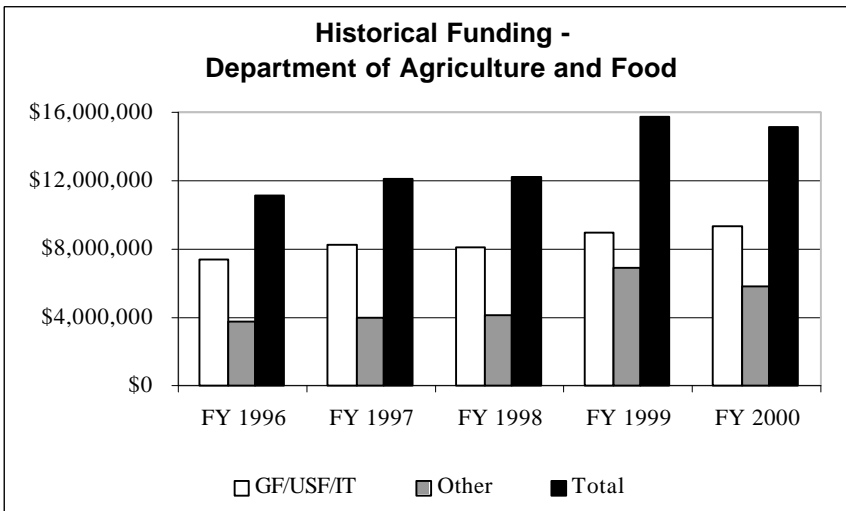
**Oil and Gas Revenue:** Recent low prices for oil and gas have resulted in decreased revenue from assessment on oil and gas extraction for the Division of Oil, Gas and Mining, and the Utah Geological Survey. The Legislature appropriated additional General Funds to these agencies.

## Department of Agriculture and Food

The Department of Agriculture and Food is responsible for the administration of the laws related to agricultural activities. In addition, the Department administers programs for conservation and enhancement of agricultural resources, and marketing of the State's agricultural products.

The Department protects consumers by inspecting commercial food processing establishments. Inspections are made of meat packing plants, grocery stores, dairy farms, and cattle auctions. Further, inspections are made of establishments that sell goods using weights and measures to ensure that uniform standards are met. The Department also ensures that labeling reflects the true measure and composition of package contents.

Recent efforts have emphasized food safety, quicker enforcement action in the field, and preservation of farm and watershed resources.



### Legislative Action

**Geographic Information System:** An appropriation of \$59,000 from the General Fund was approved for digitalizing and mapping critical agricultural data.

**Egg Inspections:** To accommodate inspection requests from Utah's egg producers, \$20,000 in dedicated credits and \$50,000 in federal funds were appropriated for two additional inspectors.

**Brand Inspections:** General Fund Restricted - Brand Inspection revenue in the amount of \$30,000 were appropriated for a review of every livestock brand and earmark during the year 2000.

**Meat Pathogen Sampling and Analysis:** To implement this program, \$7,500 federal funds and \$7,500 nonlapsing funds were appropriated.

**Equine Infectious Anemia Outbreak:** For expenses related to an outbreak of Equine Infectious Anemia in the Uintah Basin, the Legislature approved a FY 1999 Supplemental appropriation of \$1,500 in dedicated credits and authorized the use of \$3,000 of prior-year nonlapsing funds.

## Intent Language

### Rules Concerning Seed Industry

*It is the intent of the Legislature that, if HB 254 passes, the Utah Department of Agriculture and Food apply rule making authority after consultation with the seed industry, the Utah Seed Council, and the Utah Crop Improvement Association. (H.B. 1)*

### Noxious Weeds

*It is the intent of the Legislature that the Natural Resources, Agriculture and Environment Interim Committee study whether an appropriation should be made to the Department of Agriculture and Food to establish a program for biological control of noxious weeds, and report its findings to the 2000 Natural Resources Appropriations Subcommittee. (H.B. 1)*

### County Predator Control Programs

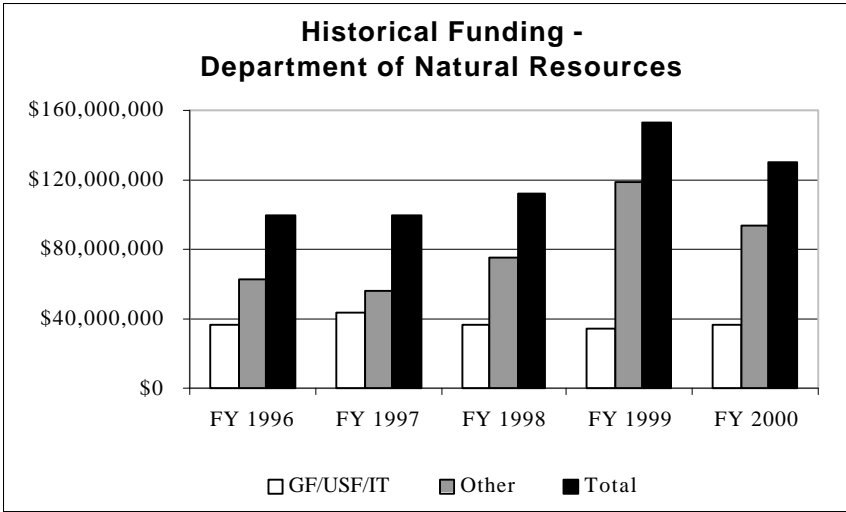
*It is the intent of the Legislature that the additional \$20,000 of revenue provided from the Division of Wildlife Resources' General Fund may be disbursed to county predator control programs, only as a one-to-one match with county funds. It is also the intent of the Legislature that these funds be nonlapsing. (H.B. 1)*

## Funding Detail

<b>DEPARTMENT OF AGRICULTURE AND FOOD</b>					
	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
<b><u>Plan of Financing</u></b>	<b><u>Estimated</u></b>	<b><u>Supplemental</u></b>	<b><u>Revised</u></b>	<b><u>Appropriated</u></b>	<b><u>Revised 1999</u></b>
General Fund	\$8,938,800		\$8,938,800	\$9,299,300	\$360,500
General Fund One-Time					
GFR - Wildlife Damage Prevention	478,000		478,000	498,700	20,700
GFR - Brand Inspection	632,000		632,000	681,200	49,200
GFR - Agriculture Resource Devel	1,030,500		1,030,500	1,030,500	0
GFR - T B and Bangs Disease Cont	10,000		10,000	6,800	(3,200)
GFR - Horse Racing	50,000		50,000	50,000	0
Federal Funds	1,889,400		1,889,400	2,002,000	112,600
Dedicated Credits	792,900	\$1,500	794,400	844,600	50,200
Revenue Transfers	596,100		596,100	619,200	23,100
Utah Rural Rehabilitation Loan	18,000		18,000	18,000	0
Pass Through	33,000		33,000	33,000	0
Beginning Nonlapsing	1,382,600		1,382,600	35,600	(1,347,000)
Ending Nonlapsing	(35,600)		(35,600)		35,600
<b>Total</b>	<b>\$15,815,700</b>	<b>\$1,500</b>	<b>\$15,817,200</b>	<b>\$15,118,900</b>	<b>(\$698,300)</b>
<b><u>Programs</u></b>					
General Administration	\$7,934,900	\$1,500	\$7,936,400	\$7,884,400	(\$52,000)
Marketing and Development	1,213,000		1,213,000	846,700	(366,300)
Brand Inspection	1,022,900		1,022,900	1,042,100	19,200
Predatory Animal Control	1,240,800		1,240,800	1,149,300	(91,500)
Auction Market Vet	60,300		60,300	60,000	(300)
Sheep Promotion	50,000		50,000	50,000	0
Soil Conservation	10,300		10,300	10,300	0
Grain Inspection	383,400		383,400	415,400	32,000
Environmental Quality	1,476,300		1,476,300	1,482,100	5,800
Insect Infestation	732,300		732,300	195,900	(536,400)
Resource Conservation	877,400		877,400	1,138,600	261,200
Loan Funds	814,100		814,100	814,100	0
<b>Subtotal</b>	<b>\$15,815,700</b>	<b>\$1,500</b>	<b>\$15,817,200</b>	<b>\$15,088,900</b>	<b>(\$728,300)</b>
<b><u>One-Time Funds</u></b>					
Brand and Earmark Review				\$30,000	\$30,000
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$30,000</b>	<b>\$30,000</b>
<b>Total</b>	<b>\$15,815,700</b>	<b>\$1,500</b>	<b>\$15,817,200</b>	<b>\$15,118,900</b>	<b>(\$698,300)</b>

## Department of Natural Resources

The Department of Natural Resources acts as an umbrella organization for the divisions that regulate, change, monitor, or maintain the natural resources of the State. On the chart below, note that FY 1999 funding appears high due to nonlapsing funds.



### Administration

The functions of Administration include the Executive Director, Administrative Services, Private Property Ombudsman, Species Protection Account, Energy Resource Planning, Public Affairs, Law Enforcement, Auditing, warehouse operations and building maintenance.

### Legislative Action

**Wide Hollow Reservoir:** To assist with construction costs on the reservoir, \$50,000 was appropriated from the General Fund.

**Private Property Ombudsman:** The Legislature appropriated \$40,000 from the General Fund for salaries, expenses, and per diem of personnel assisting the Ombudsman as authorized in House Bill 212, "Funding Department of Natural Resources Private Property Ombudsman."

## **Intent Language**

### **Motor Pool Management**

*It is the intent of the Legislature that, beginning in FY 2000, the Department of Natural Resources (DNR) and the Department of Administrative Services manage DNR's motor pool resources as agreed to in the Memorandum of Understanding dated January 29, 1999. Accordingly, DNR will control the dispatch and deployment of all vehicles assigned to their fleet. (H.B. 1)*

### **Motor Pool Management Information System**

*It is the intent of the Legislature that all State agencies, in cooperation with the Division of Fleet Operations, fully implement the three core components of CARS fleet information system by July 1, 1999 in accordance with UCA 63A-9-401(1)(b). The three core components are 1) Inventory Tracking Center, 2) Motor Pool Utilization Center (Reservations) and 3) Work Order Center. It is further the intent of the Legislature that all State agencies fully utilize CARS to obtain at least six calendar months of fleet cost data prior to the FY 2000 General Session. (H.B. 1)*

### **Motor Pool Studies**

*It is the intent of the Legislature that any reports on the Natural Resources motor pool fleet be carried out in coordination with the Natural Resources Fiscal Analyst, and provided to the Natural Resources, Agriculture and Environment Interim Committee as well as the Department of Natural Resources management. (H.B. 1)*

## **Forestry, Fire and State Lands**

The Division of Forestry, Fire and State Lands manages the sovereign lands of the State. These lands include all lands, exposed or submerged, that were navigable waterway areas at the time of statehood. The Division assists individuals and organizations in the use of scientific forestry practices. During the wildland fire season, the Division takes responsibility for the State's commitment to fighting those fires.



## Legislative Action

**Public Information Officer:** In order for the division to share the costs of a public information officer, the Legislature appropriated \$25,200 from the General Fund Restricted - Sovereign Lands account.

**Water Improvements:** The Division received a FY 1999 Supplemental appropriation of \$120,000 from the General Fund Restricted - Sovereign Land fund to pay for water district improvements and water rights for facilities on the south shore of the Great Salt Lake.

## Oil, Gas and Mining

In order to regulate the extraction of oil, natural gas, minerals and other related resources in the State, the Division of Oil, Gas and Mining authorizes the operation and inspects the sites of these activities. The Division also represents the interests of the federal government, through primacy, in assuring that these operations adhere to federal law.

## Legislative Action

**Revenue Replacement:** Low oil prices have decreased revenue from assessments on oil/gas extractions. The Legislature appropriated \$267,000 from the General Fund to ensure continuity of operations.

## Intent Language

### Dedicated Credit Collections

*It is the intent of the Legislature that dedicated credits collected by the Division of Oil, Gas and Mining be nonlapsing. (H.B. 1)*

## Utah Geological Survey

The Utah Geological Survey is a professional geological organization that informs the State and its citizens of geological activities and opportunities. Recently it has been responding to survey requests by local governmental entities.

## Legislative Action

**Applied Geology Specialist:** The Legislature appropriated \$110,000 to hire an additional employee to help meet the increased demand for geological inspections, and to replace lost mineral lease revenues.

## Intent Language

### Mineral Lease Revenue Shortfall

*It is the intent of the Legislature that, subject to the availability of supplemental funds, the Analyst prepare a supplemental appropriation recommendation for any estimated Mineral Lease shortfall in the budgets of Utah Geological Survey and the State Board of Education. (H.B. 1)*

### Inspection Costs for Schools

*It is the intent of the Legislature that the Utah Geological Survey request reimbursement from the State Office of Education for inspections of proposed school sites performed in accordance with rule R277-455-4. (H.B. 1)*

## Parks and Recreation

Responsibility for the management and development of the State's park system is entrusted to the Division of Parks and Recreation. It trains and certifies operators of personal watercraft and off-highway vehicles. Grooming and maintenance of snowmobile trails are performed by division personnel during the winter months. Many park rangers are trained in law enforcement and police Utah's waterways and State parks.

## Legislative Action

**Palisade Golf Course Water Rights:** To purchase additional water rights for the recently expanded Palisade golf course, the Legislature appropriated \$225,000 from the General Fund.

**Bonneville Shoreline Trail** : The Legislature appropriated \$200,000 from the General Fund to provide matching grants for construction of the trail as authorized in House Bill 108, "Bonneville Shoreline Trail Program."

**Snowcat Storage Shed:** Supplemental FY 1999 General Fund Restricted - Off-Highway Vehicle funds of \$111,000 were appropriated to construct a Snowcat storage shed in Logan Canyon.

**Boating Access Improvements:** Supplemental FY 1999 General Fund Restricted - Boating funds of \$600,000 and federal funds of \$375,000 were appropriated for boating access improvements at State parks.

## Intent Language

### Commercial Boating Fees

*It is the intent of the Legislature that the Division of Parks and Recreation seek to mitigate the commercial boating fees in cooperation with the affected industry. (H.B. 1)*

### Planning Process

*It is the intent of the Legislature that the Director of the Division of Parks and Recreation report to the Natural Resources, Agriculture and Environment Interim Committee on the planning process for closure of existing parks or incorporation of new parks into the State system. (H.B. 1)*

## Water Rights

While the ownership of water in Utah rests with the State, the right to use the water is determined by the Division of Water Rights. The Division acts as a quasi-judicial body which submits its rulings to the courts for final action. The Division also oversees dam safety, stream channel alterations, and well drilling.

## Legislative Action

**Stream Alteration Permits:** To manage the increased demand for permits, the Legislature appropriated \$50,000 from the General Fund to hire an additional employee.

**Rent Increases:** Due to increased rental costs for the regional offices in Richfield, Logan and Price, the Legislature appropriated \$8,000 from the General Fund.

## Water Resources

The Division of Water Resources is responsible for maintaining an orderly planning and development process for Utah's water.

The Board of Water Resources reviews potential water development projects in the State and determines which projects will be funded from the State's three water loan funds.

The budget for Water Resources was increased by the amount of the compensation package.

## Wildlife Resources

The Division of Wildlife Resources is responsible for the wildlife that live within the boundaries of the State. Whether a species is consumptive, non-consumptive, endangered, or somewhere in between, the Division is responsible for its management.

The Division also acts as a regulator of the hunting and fishing activities in Utah. It accomplishes its mission through professional State employees, volunteer boards, and input from the Legislature.

## Legislative Action

**Creel Survey:** In order for the division to carry out a comprehensive creel survey on the large waters of the State, the Legislature appropriated \$11,200 from the General Fund Restricted - Wildlife Resources account and \$14,700 from federal funds.

**Urban Fisheries:** The Legislature appropriated \$75,000 from the General Fund Restricted - Wildlife Resources account and \$25,000 in federal funds to begin a program to bring more fishing opportunities near the Wasatch Front.

**Hatchery Repair:** To fund fish hatchery repair and replacement at several hatcheries, the Legislature appropriated \$500,000 from the General Fund Restricted - Fish Hatchery Maintenance account.

## **Intent Language**

### **Predator Control**

*It is the intent of the Legislature that the Division of Wildlife Resources provide an additional \$20,000 in General Funds to the Department of Agriculture for use in the Predatory Animal Control program. (H.B. 1)*

### **Species Protection**

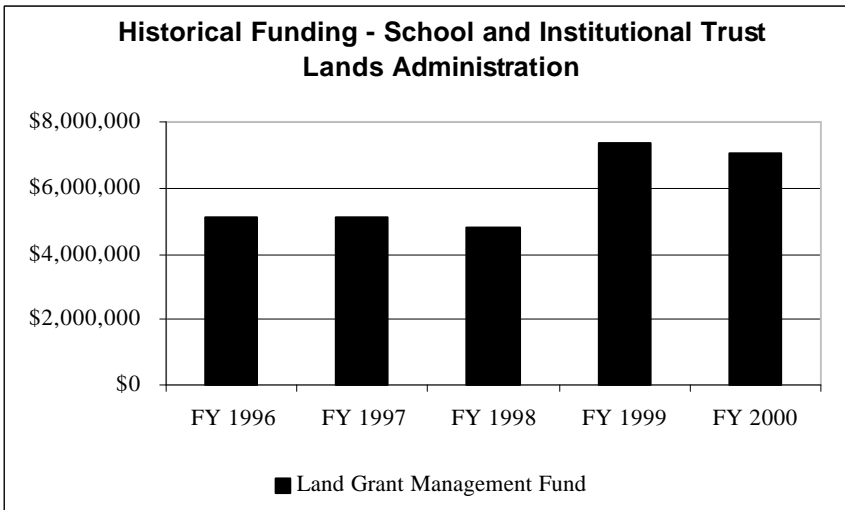
*It is the intent of the Legislature that the Division of Wildlife Resources, in coordination with the Habitat Council, use \$100,000 from the General Fund Restricted - Wildlife Habitat Account to contribute to projects funded by the Department of Natural Resources - Species Protection Account which are consistent with UCA 23-19-43. (H.B. 1)*

## Funding Detail

DEPARTMENT OF NATURAL RESOURCES					
<u>Plan of Financing</u>	FY 1999	FY 1999	FY 1999	FY 2000	Change from
	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
General Fund	\$35,034,400	\$57,700	\$35,092,100	\$35,593,700	\$501,600
General Fund One-Time				742,000	742,000
GF - Fixed Collections	1,297,500		1,297,500	1,322,100	24,600
GF - Mineral Lease Account	658,800		658,800	657,100	(1,700)
GFR - Boating	2,812,600	600,000	3,412,600	2,908,200	(504,400)
GFR - Off-Highway Vehicle	1,683,000	111,000	1,794,000	1,702,800	(91,200)
GFR - Sovereign Land Mgt	1,091,800	120,000	1,211,800	1,151,600	(60,200)
GFR - Wildlife Resources	20,877,500		20,877,500	21,496,100	618,600
GFR - Wildlife Habitat	2,359,300		2,359,300	2,369,100	9,800
GFR - State Fish Hatchery Maint	500,000		500,000	1,000,000	500,000
GFR - Species Protection Account	150,000		150,000	324,100	174,100
Federal Funds	25,934,400	375,000	26,309,400	26,985,500	676,100
Dedicated Credits	10,131,000		10,131,000	10,315,400	184,400
Revenue Transfers	(7,826,300)		(7,826,300)	(8,191,700)	(365,400)
Stripper Well Fund	350,000		350,000	350,000	0
Water Resources - C&D	8,111,200		8,111,200	8,511,000	399,800
Water Res - Construction	150,000		150,000	150,000	0
Water Res - Investigatiion	309,500		309,500		(309,500)
Repayments	13,730,700		13,730,700	13,923,000	192,300
Designated Sales Tax	8,700,000		8,700,000	8,700,000	0
Reimbursement	(206,400)		(206,400)	(200,300)	6,100
Beginning Nonlapsing	30,263,600		30,263,600	2,530,400	(27,733,200)
Ending Nonlapsing	(2,988,100)		(2,988,100)	(2,201,000)	787,100
<b>Total</b>	<b>\$153,124,500</b>	<b>\$1,263,700</b>	<b>\$154,388,200</b>	<b>\$130,139,100</b>	<b>(\$24,249,100)</b>
<b>Programs</b>					
Administration	\$6,617,000		\$6,617,000	\$6,317,800	(\$299,200)
Forestry, Fire and State Lands	5,872,400	\$120,000	5,992,400	5,636,300	(356,100)
Oil, Gas and Mining	6,381,800		6,381,800	6,313,000	(68,800)
Utah Geological Survey	4,561,500		4,561,500	5,241,100	679,600
Parks and Recreation	29,941,200	1,113,700	31,054,900	23,121,800	(7,933,100)
Water Rights	6,317,900		6,317,900	6,429,400	111,500
Water Resources	42,740,100		42,740,100	27,295,600	(15,444,500)
Wildlife Resources	50,692,600	30,000	50,722,600	49,042,100	(1,680,500)
<b>Subtotal</b>	<b>\$153,124,500</b>	<b>\$1,263,700</b>	<b>\$154,388,200</b>	<b>\$129,397,100</b>	<b>(\$24,991,100)</b>
<b>One-Time Funds</b>					
Wide Hollow Reservoir				\$50,000	\$50,000
Oil and Gas Conservation				267,000	267,000
Palisade Golf Course				225,000	225,000
HB 108 Bonneville Shoreline Trail				200,000	200,000
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$742,000</b>	<b>\$742,000</b>
<b>Total</b>	<b>\$153,124,500</b>	<b>\$1,263,700</b>	<b>\$154,388,200</b>	<b>\$130,139,100</b>	<b>(\$24,249,100)</b>

## School and Institutional Trust Lands Administration

At the time of statehood, Congress declared that certain lands should be held in trust by the State for the benefit of the “common” schools. The School and Institutional Trust Lands Administration manages these trust lands. Management in this sense refers to maximizing revenue in the permanent funds of the beneficiaries.



### Legislative Action

**Timber Revenue Enhancement:** In order to augment timber revenues, the Legislature appropriated \$250,000 from the Land Grant Management Fund for a contractual agreement to acquire the expertise of the Division of Forestry, Fire and State Lands.

**Computer Systems:** To fortify the newly developed computerized business system, the Legislature appropriated \$58,800 in Land Grant Management Funds and \$20,500 in FY 1999 Supplemental Land Grant Management funds to hire a programmer.

**Outsourcing:** The agency received a \$100,000 appropriation from the Land Grant Management Fund to outsource its Forestry management.

**Development:** The Legislature authorized \$139,500 from the Land Grant Management Fund to restore the budget of the Development program, which had been depleted in prior years.

**Computer Upgrade:** An appropriation of \$25,000 from the Land Grant Management Fund was made to upgrade the agency's K100 computer server.

**Trespass Protection:** To provide law enforcement on a newly acquired block of land in Kane County, the Legislature appropriated \$25,000 from the Land Grant Management Fund to contract with local law enforcement.

**Auditing:** In order to meet the current expense needs of the auditing function, the Legislature appropriated \$3,700 from the Land Grant Management Fund.

## Funding Detail

<b>SCHOOL AND INSTITUTIONAL TRUST LANDS ADMINISTRATION</b>					
<b>Plan of Financing</b>	<b>FY 1999 Estimated</b>	<b>FY 1999 Supplemental</b>	<b>FY 1999 Revised</b>	<b>FY 2000 Appropriated</b>	<b>Change from Revised 1999</b>
Land Grant Management Fund	\$7,340,000	\$20,500	\$7,360,500	\$7,033,100	(\$327,400)
<b>Total</b>	<b>\$7,340,000</b>	<b>\$20,500</b>	<b>\$7,360,500</b>	<b>\$7,033,100</b>	<b>(\$327,400)</b>
<b>Programs</b>					
Administration	\$487,600		\$487,600	\$510,200	\$22,600
Board	159,900		159,900	161,000	1,100
Director	325,200		325,200	353,600	28,400
Accounting	227,900		227,900	276,400	48,500
Royalty	123,900		123,900	132,700	8,800
Minerals	452,800		452,800	520,100	67,300
Surface	797,200		797,200	828,500	31,300
Forestry and Grazing	192,800		192,800	504,500	311,700
Inholdings	1,007,600		1,007,600		(1,007,600)
Development (Operating)	659,800		659,800	742,300	82,500
Development (Capital)	2,000,000		2,000,000	2,000,000	0
Legal/Contracts	346,300		346,300	353,300	7,000
Data Processing	559,000	\$20,500	\$79,500	\$650,500	\$71,000
<b>Subtotal</b>	<b>\$7,340,000</b>	<b>\$20,500</b>	<b>\$7,360,500</b>	<b>\$7,033,100</b>	<b>(\$327,400)</b>
<b>One-Time Funds</b>					
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Total</b>	<b>\$7,340,000</b>	<b>\$20,500</b>	<b>\$7,360,500</b>	<b>\$7,033,100</b>	<b>(\$327,400)</b>



**NATURAL RESOURCES APPROPRIATIONS SUBCOMMITTEE  
SUMMARY OF FINANCING**

<u>Plan of Financing</u>	FY 1999	FY 1999	FY 1999	FY 2000	Change from
	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriated</u>	<u>Revised 1999</u>
General Fund	\$43,973,200	\$57,700	\$44,030,900	\$44,893,000	\$862,100
General Fund One-Time				742,000	742,000
GF - Fixed Collections	1,297,500		1,297,500	1,322,100	24,600
GF - Mineral Lease Account	658,800		658,800	657,100	(1,700)
GFR - Wildlife Damage Prevention	478,000		478,000	498,700	20,700
GFR - Agriculture Resource Devel	1,030,500		1,030,500	1,030,500	0
GFR - Boating	2,812,600	600,000	3,412,600	2,908,200	(504,400)
GFR - Off-Highway Vehicle	1,683,000	111,000	1,794,000	1,702,800	(91,200)
GFR - Sovereign Land Mgt	1,091,800	120,000	1,211,800	1,151,600	(60,200)
GFR - T B and Bangs Disease Cont	10,000		10,000	6,800	(3,200)
GFR - Brand Inspection	632,000		632,000	681,200	49,200
GFR - Wildlife Resources	20,877,500		20,877,500	21,496,100	618,600
GFR - Wildlife Habitat	2,359,300		2,359,300	2,369,100	9,800
GFR - Horse Racing	50,000		50,000	50,000	0
GFR - State Fish Hatchery Maint	500,000		500,000	1,000,000	500,000
GFR - Species Protection Account	150,000		150,000	324,100	174,100
Federal Funds	27,823,800	375,000	28,198,800	28,987,500	788,700
Dedicated Credits	10,923,900	1,500	10,925,400	11,160,000	234,600
Revenue Transfers	(7,230,200)		(7,230,200)	(7,572,500)	(342,300)
Land Grant Management Fund	7,340,000	20,500	7,360,500	7,033,100	(327,400)
Utah Rural Rehabilitation Loan	18,000		18,000	18,000	0
Stripper Well Fund	350,000		350,000	350,000	0
Water Resources - C&D	8,111,200		8,111,200	8,511,000	399,800
Water Res - Construction	150,000		150,000	150,000	0
Water Res - Investigatiion	309,500		309,500		(309,500)
Repayments	13,730,700		13,730,700	13,923,000	192,300
Designated Sales Tax	8,700,000		8,700,000	8,700,000	0
Reimbursement	(206,400)		(206,400)	(200,300)	6,100
Pass Through	33,000		33,000	33,000	0
Beginning Nonlapsing	31,646,200		31,646,200	2,566,000	(29,080,200)
Ending Nonlapsing	(3,023,700)		(3,023,700)	(2,201,000)	822,700
<b>Total</b>	<b>\$176,280,200</b>	<b>\$1,285,700</b>	<b>\$177,565,900</b>	<b>\$152,291,100</b>	<b>(\$25,274,800)</b>
<b>Programs</b>					
Department of Agriculture & Food	\$15,815,700	\$1,500	\$15,817,200	\$15,088,900	(\$728,300)
Department of Natural Resources	153,124,500	1,263,700	154,388,200	129,397,100	(24,991,100)
School and Inst Trust Lands Adm	7,340,000	20,500	7,360,500	7,033,100	(327,400)
<b>Subtotal</b>	<b>\$176,280,200</b>	<b>\$1,285,700</b>	<b>\$177,565,900</b>	<b>\$151,519,100</b>	<b>(\$26,046,800)</b>
<b>One-Time Funds</b>					
Brand and Earmark Review				\$30,000	\$30,000
Wide Hollow Reservoir				50,000	50,000
Oil and Gas Conservation				267,000	267,000
Palisade Golf Course				225,000	225,000
HB 108 Bonneville Shoreline Trail				200,000	200,000
<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$772,000</b>	<b>\$772,000</b>
<b>Total</b>	<b>\$176,280,200</b>	<b>\$1,285,700</b>	<b>\$177,565,900</b>	<b>\$152,291,100</b>	<b>(\$25,274,800)</b>



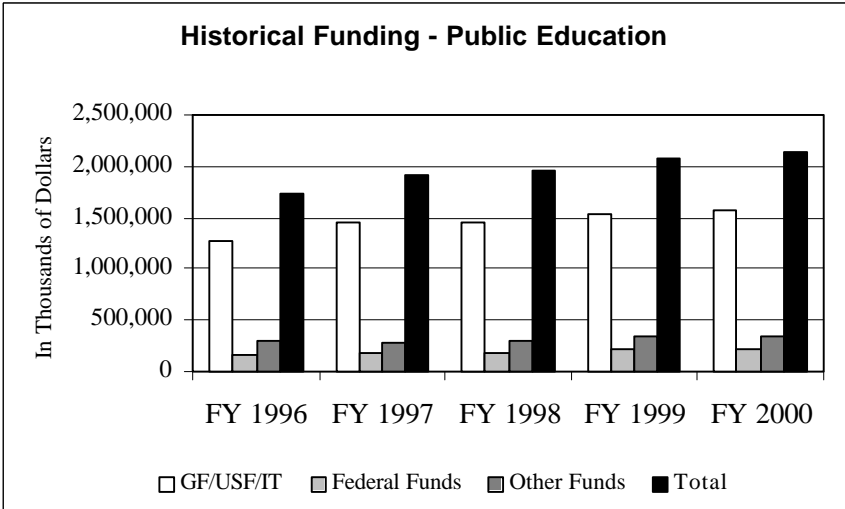
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# Public Education



## Subcommittee Overview

The Legislature appropriated more than \$2.1 billion for FY 2000. Growth in funding represents a 2.2 percent increase from the FY 1999 estimated budget.



## Legislative Action

**Literacy Programs:** The Legislature addressed a number of important issues facing Public Education. Literacy Programs were addressed through two bills—House Bill 312 “State Literacy Programs” which appropriated \$5 million in ongoing funding, and House Bill 8 “Child Literacy Programs” which provided \$75,000 in ongoing funding to Public Education.

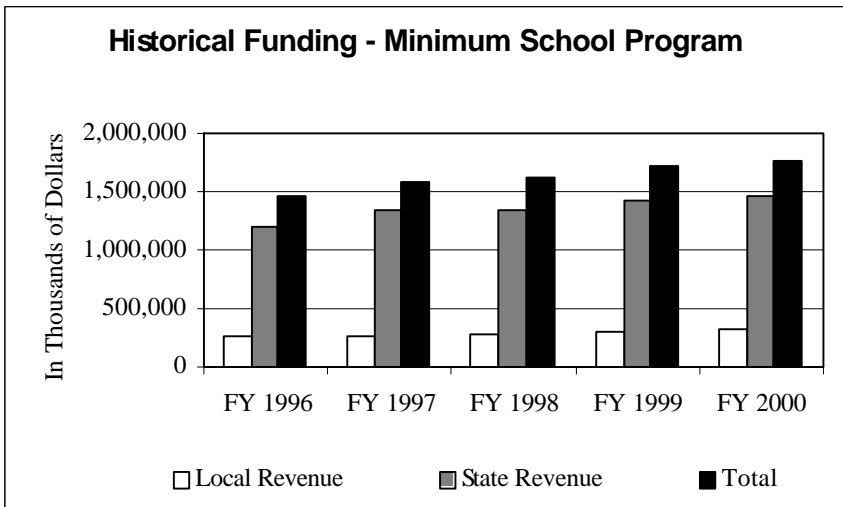
**Academic Achievement:** The Legislature appropriated \$2 million in ongoing funding for “Alternative Middle Schools” through House Bill 329 and \$550,000 ongoing funding for “Enhancing Academic Achievement” through House Bill 33.

**Technology and Supplies:** The Legislature also provided \$4.5 million in one-time funding for “Education Technology Initiatives” in Senate Bill 3 and \$3.75 million one-time funding for “Classroom Supplies” in House Bill 9.

**State School Fund:** The Legislature also passed House Bill 350 “Use of Interest on State School Fund.” This bill establishes a School Land Trust Program for the State’s Public Schools to enhance student academic performance and improve educational excellence. The program will be funded from that portion of the Uniform School Fund consisting of all the interest and dividends on the State School Fund remaining after the deduction of the amount retained in the State School Fund to protect the fund against losses due to inflation. The State Board of Education will allocate the funds annually to districts beginning July 1, 2000.

## Minimum School Program

The Minimum School Program is the single largest portion of the Public Education budget. It provides support to public schools in each of forty local school districts to allow educational opportunities for all children in the State. Distribution of State money is made on a formula basis to equalize wealth between “poorer” and “richer” districts. The basis for the distribution of State funds is the Weighted Pupil Unit (WPU).



The Legislature appropriated \$1.766 billion for FY 2000 for the Minimum School Program. Total Uniform School Funding for FY 2000 increased \$37.5 million over the FY 1999 appropriation. The total Basic Programs appropriation amounted to \$1.272 billion and the total Related to Basic Programs appropriation was \$341.2 million.

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## Legislative Action

**Voted and Board Leeways:** The Legislature increased funding for Voted and Board Leeways by \$16.8 million. The State's guarantee to the school districts also increased.

**Weighted Pupil Unit:** The Legislature increased the value of the Weighted Pupil Unit (WPU) 2.5 percent from \$1,854 to \$1,901 providing \$39 million in ongoing funding.

**Other Issues:** The Legislature addressed a number of funding issues within the Minimum School Program. The Legislature appropriated more than \$5.3 million in ongoing funding and \$200,000 in one-time funding for Staff Development, Education Technology Initiative, School Nurses, Youth in Custody, Technology/Life Careers–Work-Based Learning, Special Education–Pre-School, Guarantee Transportation Levy, and Truancy Intervention and Prevention.

**Supplementals:** The Legislature appropriated \$2 million in supplemental FY 1999 resources for Centennial Schools (\$355,300), Twenty First Century Schools (\$1,567,100), and Experimental/ Developmental programs (\$77,600).

## Funding Detail

The following table details FY 2000 appropriations compared with FY 1999 for the Minimum School Program.

MINIMUM SCHOOL PROGRAM						
Financing	FY 1999 Appropriation		FY 2000 Appropriation Percent			Legislature FY 1999 Difference
	1998-99 WPU'S	Funding @ \$1,854	1999-00 WPU'S	Funding @ \$1,901	% Diff. 1998-99	
Local Revenue:						
A. Basic Tax Levy	0.0020	\$175,959,630	0.00185	\$182,893,646	3.9%	\$6,934,016
B. Voted Leeway		86,439,189		98,344,039	13.8%	11,904,850
C. Board Leeway		29,050,922		30,337,244	4.4%	1,286,322
Total Local Contribution (A, B, & C)		\$291,449,741		\$311,574,929	6.9%	\$20,125,188
State Revenue:						
A. Uniform School Fund		\$1,408,882,182		\$1,446,215,683	2.6%	\$37,333,501
B. Uniform School Fund - One Time		8,250,000		8,450,000	2%	200,000
C. Nonlapsing Balances - One Time		12,450,000			-100%	(12,450,000)
<b>Total Revenue</b>		<b>\$1,721,031,923</b>		<b>\$1,766,240,612</b>	<b>2.6%</b>	<b>\$45,208,689</b>
<b>Program</b>						
I. Basic Program						
A. Regular Basic School Programs						
1. Kindergarten	19,443	\$36,047,322	19,604	\$37,267,204	3.4%	\$1,219,882
2. Grades 1-12	430,531	798,204,474	427,276	812,251,676	1.8%	14,047,202
3. Necessarily Existent Small Schools	5,494	10,185,876	5,494	10,444,094	2.5%	258,218
4. Professional Staff	41,635	77,191,290	41,394	78,689,994	1.9%	1,498,704
5. Administrative Costs	1,655	3,068,370	1,655	3,146,155	2.5%	77,785
Total Reg. Basic School Programs (1-5)	498,758	\$924,697,332	495,423	\$941,799,123	1.8%	\$17,101,791
B. Restricted Basic School Programs						
1. Special Education-Regular Program						
a. Special Education add-on WPU's	52,532	\$97,394,328	52,697	\$100,176,997	2.9%	\$2,782,669
b. Self-Cont. Reg. WPU's	11,868	22,003,272	12,299	23,380,399	6.3%	1,377,127
2. Special Education - Pre-School	4,380	8,120,520	4,724	8,980,324	10.6%	859,804
3. Ext. Year Prog. for Severely Disabled	238	441,252	237	450,537	2.1%	9,285
4. Special Education-State Programs	1,358	2,517,732	1,350	2,566,350	1.9%	48,618
Total Special Education (1-4)	70,376	\$130,477,104	71,307	\$135,554,607	3.9%	\$5,077,503
5. Applied Technology Ed. - District	19,578	\$36,297,612	19,464	\$37,001,064	1.9%	\$703,452
6. Applied Tech. Ed.-District Set Aside	995	1,844,730	989	1,880,889	1.9%	35,359
Total Applied Technology Ed. (5 - 6)	20,573	\$38,142,342	20,453	\$38,881,153	1.9%	\$738,811
7. Youth In Custody	5,765	\$10,688,310	5,732	\$10,896,532	1.9%	\$208,222
8. Adult Education	3,427	6,353,658	3,407	6,476,707	1.9%	123,049
9. At Risk Programs	3,889	7,210,206	3,866	7,349,266	1.9%	139,060
10. Accelerated Learning Programs	3,863	7,162,002	3,841	7,301,741	2.0%	139,739
11. Career Ladder	24,394	45,226,476	24,253	46,104,953	1.9%	878,477
12. Class Size Reduction	25,804	47,840,616	29,577	56,225,877	17.5%	8,385,261
Total Other Restricted Prgrms (7-12)	67,142	\$124,481,268	70,676	\$134,355,076	7.9%	\$9,873,808
C. Unrestricted Local Program	11,616	\$21,536,064	11,549	\$21,954,649	1.9%	\$418,585
Total Basic School Programs (A - C)	668,465	\$1,239,334,110	669,408	\$1,272,544,608	2.7%	\$33,210,498
D. Related to Basic Programs						
1. Social Security & Retirement		\$238,069,744		\$244,458,871	2.7%	\$6,389,127
2. Pupil Transportation		49,297,947		50,237,319	1.9%	939,372
3. Contingency Fund		421,692		419,246	-0.6%	(2,446)
4. Incentives for Excellence		618,498		614,911	-0.6%	(3,587)
5. Regional Service Centers		1,084,495		1,111,595	2.5%	27,100
6. Staff Development		1,474,127		1,965,577	33.3%	491,450
7. Comprehensive Guidance		6,900,784		7,033,759	1.9%	132,975
8. Educational Technology Initiative		8,505,682		8,970,322	5.5%	464,640
9. Grantee Transportation Levy				225,000	-100.0%	225,000
10. Centennial Schools		1,143,437			-100.0%	(1,143,437)
11. Families, Agencies & Communities Together		1,257,966		1,250,670	-0.6%	(7,296)
12. Alternative Language Services		2,845,065		2,828,564	-0.6%	(16,501)
13. Character Education		400,000		397,680	-0.6%	(2,320)
14. Highly Impacted Schools		5,404,553		4,873,207	-9.8%	(531,346)
15. Technology/Life Careers				2,235,000		2,235,000
16. School Nurses		399,265		496,949	24.5%	97,684
17. Alternative Middle Schools				2,000,000		2,000,000
18. Class Size - Elementary Reading		9,000,000			-100.0%	(9,000,000)
19. Truancy Intervention and Prevention		100,000		150,000	50.0%	50,000
20. Youth-In-Custody				1,000,000		1,000,000
21. Reading Initiative				5,000,000		5,000,000
22. Experimental/Developmental Programs		6,045,756		5,933,056	-1.9%	(112,700)
23. Twenty First Century Schools		800,000			-100.0%	(800,000)
Total Related to Basic Programs (1 - 23)		\$333,769,011		\$341,201,726	2.2%	\$2,432,715
II. Board and Voted Leeway Programs:						
A. Voted Leeway Program		\$93,726,459		\$109,075,315	16.4%	\$15,348,856
B. Board Leeway Program		33,502,343		34,968,663	4.4%	1,466,620
Total Board and Voted Leeway Programs		\$127,228,802		\$144,044,278	13.2%	\$16,815,476
III. One-Time Appropriations		\$20,700,000		\$8,450,000	-59.2%	(\$12,250,000)
<b>Total Minimum School Program</b>		<b>\$1,721,031,923</b>		<b>\$1,766,240,612</b>	<b>2.6%</b>	<b>\$45,208,689</b>
Assessed Value = \$99,410,068,861	Student Growth Factor = - .58%					



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## Utah State Office of Education

The Utah Constitution places the responsibility for the “general control and supervision of the public school system” with the State Board of Education which then appoints the State Superintendent. The State Superintendent administers the Utah State Office of Education (USOE). The State Board of Education, which is also the Utah State Board of Applied Technology Education, has a number of Legislative funded entities under its control and supervision. These include the Utah State Office of Education, Utah State Office of Rehabilitation, Utah Schools for the Deaf and the Blind, the Minimum School Program, School Building Programs, Child Nutrition (School Lunch Program), Applied Technology Education, Fine Arts and Sciences, and Educational Contracts. This budget (Utah State Office of Education) includes only those programs that relate to services and functions provided by the office itself. The Legislature appropriated \$130,702,800 to the Utah State Office of Education for FY 2000. This was an increase of \$589,500 over the revised estimate for FY 1999.

### Intent Language

#### Professional Development

*It is the intent of the Legislature that the State Office of Education provide a report on its professional development programs to include number of teachers participating and type of training given. It is the intent of the Legislature that continuation of future funding be based on selected criteria that achieve defined goals and that this be provided to the 2000 Legislature.*

#### Federal Grants

*It is the intent of the Legislature that the State Office of Education provide ongoing reporting to the legislature of awards of federal grants and private foundation grants which either require Utah institutions of public education to comply with grant requirements or to provide matching funds or where ongoing funding is planned to phase out.*

**Membership Accounting**

*It is the intent of the Legislature that the Superintendent's Annual Report include Average Daily Membership and Average Daily Attendance figures reported in a uniform manner for each district.*

**Fleet Operations**

*It is the intent of the Legislature that all State Agencies, in cooperation with the Division of Fleet Operations fully implement the three core components of CARS fleet information system by July 1, 1999 in accordance with UCA 63A-9-401 (1)(b). The three core components are as follows, 1)Inventory tracking center, 2)Motor Pool Utilization Center (Reservations) and 3)Work Order center. It is further the intent of the Legislature that all State Agencies fully utilize CARS to obtain at least six calendar months of fleet cost data prior to the FY 2000 General Session.*

**Comprehensive Guidance**

*It is the intent of the Legislature that the Utah State Office of Education study and evaluate the Comprehensive Guidance Program and provide a report that outlines the goals and assess whether the program is achieving those goals. It is also intended that the Office evaluate the program to determine if a recommendation to move it to a weighted pupil unit driven program is justified.*

**F.A.C.T.**

*It is the intent of the Legislature that the Utah State Office of Education provide a report on FACT (families, agencies, communities, together) that details the amount funded for personnel, the number of FTEs, and the amount for services and type of services. It is to report data specific to kindergarten through grade 3 and Local Interagency Council services.*

**Core Curriculum**

*In the event that the task force, proposed under HB 144, is not created it is the intent of the Legislature that the State Office of*

*Education identify the narrow portion of the State core curriculum that is the most critical to future learning, translated into specific standards, and determine what performance students must show in order to demonstrate matching the standard.*

## **Child Nutrition**

The total budget for the Child Nutrition Programs for FY 2000 is \$97,696,400 which provides for the overall administration and implementation of the school lunch programs. This is an increase of \$3,334,900 over the FY 1999 revised estimate. The funding provides free and reduced price meals for those who qualify. This budget primarily consists of federal funds (87 percent). It receives approximately \$12,505,800 from the Liquor Control Tax, \$85,026,200 in federal funds, and \$164,400 from the Uniform School Fund.

## **School Building Programs**

The School Building Programs are written in statute under the Capital Outlay Foundation Program to provide revenues to school districts for the purposes of capital outlay bonding, construction, and renovation. The Legislature appropriated a total of \$29,358,000 for School Building Programs for FY 2000. Of this amount \$1,000,000 is one-time funding.

## **Applied Technology Education**

The Utah System of Applied Technology Education provides skills and technical training to adults and secondary students. It consists of training provided in Higher Education Institutions, Applied Technology Centers and Applied Technology Center Service Regions, and the Public School System. Applied Technology Education (ATE) provided in Higher Education Institutions is under the jurisdiction and direction of the Board of Regents and the Higher Education System. ATE provided by the State's Applied Technology Centers and Applied Technology Center Service Regions and the Public School System is in the domain of Public Education and is therefore under the jurisdiction and direction of the Utah State Board of Education and the State Office of Education.

Within the Public Education segment, ATE is funded three ways:

- ▶ Training provided in the Public School System represents costs to the State's school districts and is funded through the Minimum School Program (see Minimum School Program for funding information).
- ▶ The State's four Applied Technology Centers and four Applied Technology Center Service Regions (ATCs/ATCSRs) are funded in the agency budgets as individual line items. (With the passage of House Bill 34 "Applied Technology Education Amendments," which establishes the Wasatch Front South ATCSR as an ATC, the State will have five ATCs and three ATCSRS beginning FY 2000. The Sevier Valley ATC was transferred to the Higher Education System, and is now known as Snow South.)
- ▶ ATE administration is performed in the State Office of Education and is funded as a separate program.

## Legislative Action

The Legislature increased funding for the State's ATCs and ATCSRs. It appropriated a total of \$32,596,100 for FY 2000 as reflected in the table below. The ATCs/ATCSRs received ongoing growth funding of \$1,050,000. In addition, the Legislature mandated a transfer from the Higher Education System to the Wasatch Front South ATCSR of \$249,000 to ensure the continuation of a number of programs for secondary students. The Legislature also provided \$400,000 of one-time funding for ATC equipment.

**Wasatch Front South Applied Technology Center:** Lawmakers established the Wasatch Front South ATCSR as an ATC by passing House Bill 34, "Applied Technology Education Amendments." It also provided \$250,000 of one-time funding to initiate development of the Wasatch Front South ATCSR into an ATC.

**Southwest ATCSR:** The Legislature also appropriated \$325,000 of ongoing funding to the Southwest ATCSR to fund facilities development in Cedar City and St. George.

### Utah System of Applied Technology Funding

<u>Program</u>	<u>Amount</u>
Bridgerland ATC	\$6,879,700
Davis ATC	7,130,700
Ogden Weber ATC	7,975,900
Uintah Basin ATC	3,617,600
Mountainland ATCSR	522,500
Southeast ATCSR	153,200
Southwest ATCSR	643,600
Wasatch Front South ATCSR (Includes \$250,000 One-Time Funding)	1,272,900
ATC/ATCSR Development Program Funding	1,700,000
ATC/ATCSR Equipment One-Time Funding	400,000
Custom Fit (Includes \$500,000 One-Time Supplemental Funding)	2,800,000
<b>Total</b>	<b><u><u>\$33,096,100</u></u></b>

**Custom Fit Program:** The Legislature restored ongoing funding to the Custom Fit Program. The Legislature allocated \$2.3 million in ongoing funding and an additional \$500,000 in supplemental funding.

**Applied Technology Funding Report Update:** “The Public Education Appropriations Subcommittee recommends that the Management Committee request the Legislative Audit Committee to authorize the Office of the Legislative Auditor General to update the numbers in the December 9, 1994 (Report #94-10) Applied Technology Funding and also return with recommendations on the best ways to fund Applied Technology Education equitably across the state within the next three years. Funding for those regions shall be on the same basis as funding for ATCs.”

## Intent Language

### Comparable Pay Increase

*It is the intent of the Legislature that the teachers for the Applied Technology Centers and Applied Technology Center Service Regions receive an increase in pay comparable to that provided for certificated teachers in FY 2000.*

### ATC/ATCSR Development Fund

*It is the intent of the Legislature that \$1,700,000 appropriated for ATC/ATCSR Development, be used for applied technology secondary and adult noncredit programs in the nine Applied*

*Technology regions in Utah. Each funded program must be part of a regional master plan approved by the Joint Liaison Committee. In addition, these funds shall be distributed according to performance and productivity measures developed and adopted by the Joint Liaison Committee. They shall include competency measures, placement measures, recognition of growth needs, and enrollment measures. This intent language does not supersede agreed-upon policies of the public education and higher education systems to provide credit for noncredit efforts where appropriate.*

### **ATC/ATCSR Reporting Requirements**

*It is the intent of the Legislature that Dedicated Credits, Restricted and Trust Funds, and Nonlapsing Funds information as well as appropriate expenditures information be included in future fiscal analyst's budget recommendations for ATCSRs and ATCs.*

### **Solutions to Funding Inequities**

*It is the intent of the Legislature that the State Office of Education, the State Board of Regents and the Joint Liaison Committee report to the November Education Interim Committee their findings on the best way to resolve the funding inequities between ATCs and ATCSRs within the next three years while preserving the unique approach that each region has developed to deliver programs. They should also recommend appropriate accountability measures that could be used in developing an equitable funding formula for funding Applied Technology Education.*

### **Salaries Comparisons/Adjustments**

*It is the intent of the Legislature that the Utah State Board of Education will compare the salaries and the career ladder program of the teachers at the Utah Schools for the Deaf and the Blind (USDB) and in Applied Technology Education (ATCs and ATCSRs) with the 40 school districts of the state; taking into account the different levels of education and years of experience and specialized training to deal with these populations and determine the one time appropriation needed to bring these faculties up to comparable salary levels. The Utah State Office of Education will report its findings to the Legislature during the interim.*

## Utah State Office of Rehabilitation

The Utah State Office of Rehabilitation is a part of the State's Public Education System and is under the direction of the Utah State Board of Education. The Office of Rehabilitation operates programs designed to assist individuals with disabilities to prepare for and obtain gainful employment and increase their independence. The Office of Rehabilitation offers services such as medical services and treatment, personal adjustment training, vocational training, counseling and guidance, assistive technology, job placement and follow-up, and any other goods or services needed to achieve an employment outcome.

### Legislative Action

The Legislature appropriated \$47,261,500 for FY 2000. This is \$1,823,700 more than the revised estimate for FY 1999. The Office of Rehabilitation receives the greatest part of its funding from the Federal Government. In FY 2000, it will receive approximately \$31.8 million in federal funds and \$14.1 million in Uniform School Funds.

**The Vocational Rehabilitation Program:** This program experienced significant growth in demand for its services for which the Legislature appropriated \$420,000 ongoing Uniform School Funds.

**The Independent Living Program:** This program assists individuals with disabilities to increase and maintain their independence. Due to growth in the program, the Legislature appropriated \$175,000 ongoing funding to address this growth.

**Blind and Visually Impaired:** The Legislature appropriated \$135,000 in ongoing funding to provide a vocational rehabilitation counselor/teacher and an office technician/driver to address growth in the blind and visually impaired population of Southern Utah.

**Assistive Technology:** The Legislature passed two bills funding assistive technology for people with disabilities. Senate Bill 95 "Appropriation for Assistive Technology" provides \$300,000 in one-time funding and Senate Bill 3 "Supplemental Appropriations Act II" provides an additional \$30,000 in one-time funding.

**Facility Funding:** During 1995, the Legislature approved a new facility funded by using a Lease Revenue Bond to be repaid over 20 years. The Division of Facilities Construction and Management will use construction savings to pay the first annual bond payment of \$408,500 in FY 2000. The Public Education Appropriations Subcommittee recommended intent language that would require the bond payment to be added to the Utah State Office of Rehabilitation base budget in FY 2001.

## Utah Schools for the Deaf and the Blind

The Utah Schools for the Deaf and the Blind (USDB) provide educational programs and services for the hearing and/or visually impaired children up to age twenty-one. The schools currently operate residential and daytime programs. They also operate extension programs throughout the State.

The Legislature approved a FY 2000 budget of \$17,862,200 for the Utah Schools for the Deaf and the Blind. This is \$985,700 more than the revised estimate for FY 1999.

### Legislative Action

**Instruction Services:** Since 1993, the enrollment at USDB has increased by 335 students. The demand for USDB programs continues to grow as does the number of students eligible for the programs. In addition, USDB has a significant shortage of interpreters for the deaf. Interpreter services for the deaf are guaranteed under federal provisions of the Rehabilitation Act of 1973 and the Individuals with Disabilities Education Act as reauthorized in 1997. The USDB, local school districts, and other State agencies must provide these services by law. The Legislature appropriated \$667,000 of ongoing Uniform School Funds to address these needs.

**Support Services:** USDB leases a building on Conner Street in Salt Lake County and has a contract for building maintenance. The Legislature appropriated \$47,400 of ongoing Uniform School Funds to cover cost increases in this area.



**Equity Salary Adjustments:** The Legislature appropriated \$269,400 in ongoing funding for USDB equity salary adjustments.

## **Intent Language**

### **USDB Compensation:**

*It is the intent of the Legislature that the Utah State Board of Education will compare the salaries and the career ladder program of the teachers at the Utah Schools for the Deaf and the Blind (USDB) and in Applied Technology Education (ATCs and ATCSRs) with the 40 school districts of the state; taking into account the different levels of education and years of experience and specialized training to deal with these populations and determine the one time appropriation needed to bring these faculties up to comparable salary levels. The Utah State Office of Education will report its findings to the Legislature during the interim.*

## **Fine Arts and Sciences**

The Fine Arts and Sciences Program provides funding for several fine arts and sciences organizations. In exchange for this funding, the organizations perform educational demonstrations for Utah's school children.

### **Legislative Action**

The Legislature provided \$2,293,700 for the Fine Arts and Sciences for FY 2000. This is an increase of \$100,000 over FY 1999. Of this increase, \$50,000 was added to the Line Item Program for distribution among the seven qualifying fine arts and sciences organizations. The remaining \$50,000 increase was added to the Request for Proposal Program. This will provide funding for an arts coordinating booking organization for FY 2000.

**Science and the Arts:** During the 1998 Legislative Session, the Legislature directed the Utah State Board of Education to study the Science and the Arts Program/Funding. Its objective was to define a set of performance guidelines, procedures, criteria, and an objective approval process that may be used to move organizations from the Request for Proposal category of funding to the more specified organizational funding area. The Board completed this responsibility and the Public Education Appropriations Subcommittee approved the process.

## **Intent Language**

### **Science and Fine Arts Funding Qualifications:**

*It is the intent of the Legislature that the Board of Education accommodates in its Board Rules for the Sciences and Fine Arts requirements that a qualifying organization not need to necessarily be an arts group but accommodates an arts coordinating booking organization. Organizations may charge an appropriate fee for services to recipient schools or organizations for FY 2000. The Board is to develop a more permanent solution or recommendations for the listed accommodations to be presented to the 2000 Legislature.*

## **Educational Contracts**

The Educational Contracts furnish educational services to the Developmental Center in American Fork, the State Hospital Youth Center in Provo, and to adult correctional facilities in the State. Corrections Education received a budget increase of \$108,000 to fund growth. In addition, each of the educational contracts received a 2.5 percent increase amounting to a combined total of \$110,900. This increase will pay for salary increases and other escalating costs due to inflation. The total budget for Educational Contracts for FY 2000 is \$4,654,800.

<b>PUBLIC EDUCATION</b>					
	<b>FY1999</b>	<b>FY 1999</b>	<b>FY1999</b>	<b>FY 2000</b>	<b>Difference from</b>
<b>Financing</b>	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriated</b>	<b>Revised 1999</b>
General Fund	\$180,000		\$180,000	\$180,000	
General Fund One Time	100,000		100,000	150,000	\$50,000
Uniform School Fund	1,511,764,182		1,511,764,182	1,554,192,683	42,428,501
Uniform School Fund - One Time	10,930,200	\$2,500,000	13,430,200	10,280,000	(3,150,200)
Federal Funds	222,825,900		222,825,900	226,199,100	3,373,200
Dedicated Credits	9,947,600		9,947,600	8,584,000	(1,363,600)
Mineral Lease	697,500		697,500	655,300	(42,200)
Restricted and Trust Funds	12,550,000		12,550,000	13,511,000	961,000
Transfers	2,897,600		2,897,600	3,339,100	441,500
Other Funds	534,500		534,500		(534,500)
Pass-through Funds					
Beginning Nonlapsing Balances	26,013,800		26,013,800	5,954,000	(20,059,800)
Closing Nonlapsing Balances	(9,116,000)		(9,116,000)	(5,954,000)	3,162,000
Local Property Tax	291,449,741		291,449,741	311,574,929	20,125,188
Lapsing Funds	(1,000,000)		(1,000,000)		1,000,000
<b>Total</b>	<b>\$2,079,775,023</b>	<b>\$2,500,000</b>	<b>\$2,082,275,023</b>	<b>\$2,128,666,112</b>	<b>\$46,391,089</b>
<b>Program</b>					
Utah State Office of Education	\$130,043,300		\$130,043,300	\$130,702,800	\$659,500
Utah State Office of Rehabilitation	45,237,800		45,237,800	46,931,500	1,693,700
Utah Schools for Deaf and Blind	16,876,500		16,876,500	17,862,200	985,700
Utah System of Applied Technology	31,956,200		31,956,200	31,946,100	(10,100)
Science and the Arts	2,193,700		2,193,700	2,293,700	100,000
Educational Contracts	4,435,900		4,435,900	4,654,800	218,900
Nutrition Programs	94,361,500		94,361,500	97,696,400	3,334,900
Minimum School Program	1,712,781,923		1,712,781,923	1,757,790,612	45,008,689
School Building Programs	30,858,000		30,858,000	28,358,000	(2,500,000)
<b>Subtotal</b>	<b>\$2,068,744,823</b>		<b>\$2,068,744,823</b>	<b>\$2,118,236,112</b>	<b>\$49,491,289</b>
<b>One-Time Funds</b>					
Utah State Office of Education	\$70,000		\$70,000		(\$70,000)
Utah State Office of Rehabilitation	200,000		200,000	\$330,000	130,000
Utah System of Applied Technology	2,510,200	\$500,000	3,010,200	650,000	(2,360,200)
Minimum School Program	8,250,000	2,000,000	10,250,000	8,450,000	(1,800,000)
School Building Programs				1,000,000	1,000,000
<b>Subtotal</b>	<b>\$11,030,200</b>	<b>\$2,500,000</b>	<b>\$13,530,200</b>	<b>\$10,430,000</b>	<b>(\$3,100,200)</b>
<b>Total</b>	<b>\$2,079,775,023</b>	<b>\$2,500,000</b>	<b>\$2,082,275,023</b>	<b>\$2,128,666,112</b>	<b>\$46,391,089</b>

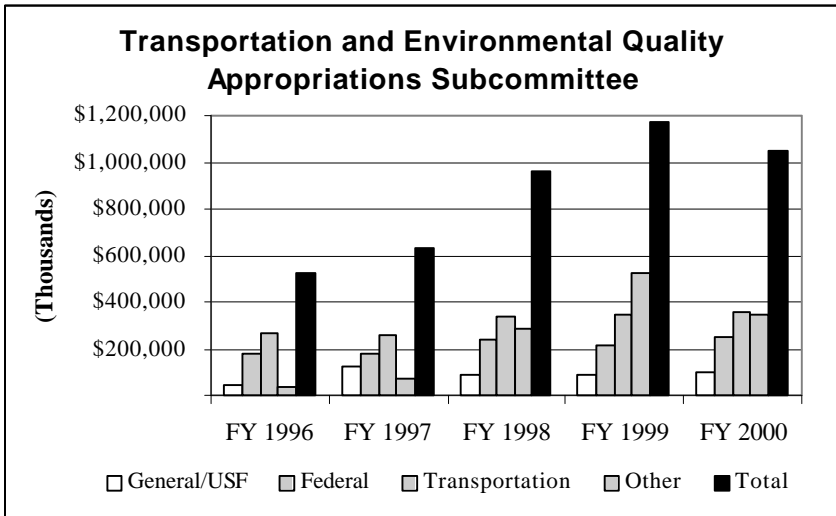


Transportation,  
Environmental Quality and  
National Guard



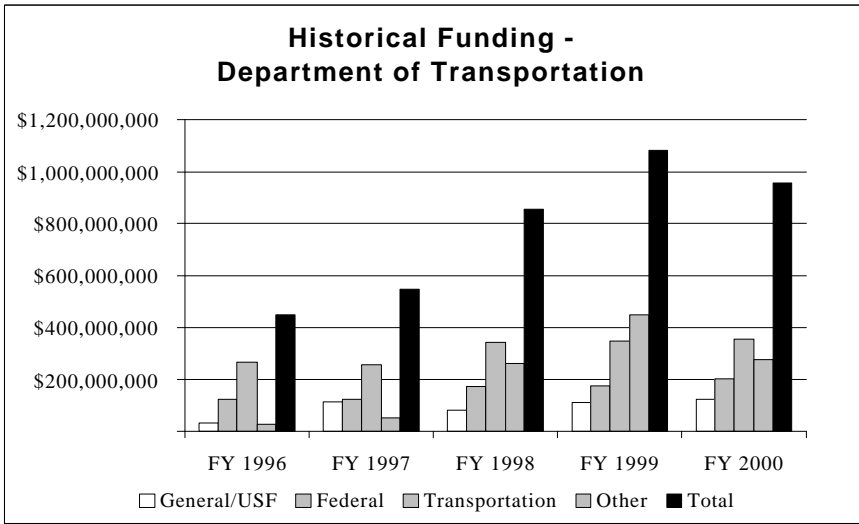
## Subcommittee Overview

The Legislature provided funding of \$1,175,386,400 to the Department of Transportation, Department of Environmental Quality, and the Utah National Guard for FY 2000. Major sources of funding for these agencies include: General Fund, Transportation Funds and federal funds. The following chart shows funding trends and sources of funding for the agencies overseen by the Transportation and Environmental Quality Subcommittee.



## Department of Transportation

State highways in Utah are constructed and maintained, for the most part, with highway user revenues. Principal revenue sources are motor fuel taxes, motor vehicle registration fees, and special transportation permit revenues. These funds are deposited in the State's Transportation Fund. Other sources of revenue to the Department of Transportation include federal grants from the Federal Highway Trust Fund, bonding, and appropriations from the General Fund. Revenue estimates adopted by the Legislature for FY 2000 for the Transportation Fund total \$357,000,000 plus an additional \$201,824,000 in federal funds.



## Legislative Action

The Legislature approved FY 2000 expenditures for the Department of Transportation of \$956,337,700. This includes \$3,105,000 in compensation adjustments and \$471,103,000 to fund the FY 2000 portion of the Centennial Highway Program.

## Support Services

The Support Services Division is comprised of the following programs: Administration, Data Processing, Human Resource Management, Procurement, Building and Grounds, Loss Management, Motor Carrier, Ports of Entry, Comptroller’s Office, Internal Auditor, and Community Relations. The Legislature approved a FY 2000 budget of \$22,965,800 for Support Services which is an increase of \$861,600 from the FY 1999 appropriation. The appropriation included the following new items:

**Paradise to Avon Highway:** An appropriation of \$100,000 from the General Fund was made for a feasibility study of the Paradise to Avon highway in Weber County.

**Echo Port of Entry:** An appropriation of \$101,400 to fund three additional FTEs for the new Echo Port of Entry.



**FTE Transfers:** The Legislature provided a FY 1999 supplemental of \$690,500 to cover the transfer of fourteen FTEs to the Comptroller's Office and Data Processing from other programs within the Department.

## **Engineering Services**

The Engineering Services Division includes the following programs: Safety Operations, Traffic Safety, Program Development, Preconstruction Administration, Environmental, Roadway Design, Structures, Materials Lab, Research, Engineering Services, and Right-of-Way. The FY 2000 budget approved for the Engineering Services Division is \$18,759,000.

The Legislature reduced the FY 1999 appropriation by \$888,500 from Engineering Services. These appropriations include the following FTE and assignment changes:

- ▶ The transfer of twelve FTEs from the Safety Programs to the Traffic Operations Center in Region Two.
- ▶ Transfer of nine FTEs to the Comptroller's Office .
- ▶ Transfer of the four FTEs to the various Region Management functions to decentralize environmental studies, program development, utilities, and engineering services.

## **Intent Language**

### **Adjustment Improvements, Efficiencies, Cost Reductions and FTE Assignments**

*It is the intent of the Legislature that the Department of Transportation continue to implement the adjustment improvements contained in their Performance Management Initiative Internal Plan. This plan will continue to be updated and coordinated through the Performance Management Team, with the approval from and implementation directed by the Department's Executive Director.*

*It is the intent of the Legislature that the Department make a report to the Interim Executive Appropriations Committee and Transportation Interim Committee prior to the General 2000 Legislative Session, indicating the efficiencies and cost reductions that have been achieved and those that are anticipated as a result of implementing these improvement actions.*

*It is the intent of the Legislature that the Department of Transportation, in conjunction with these improvement initiatives, be given authorization to adjust the assignment of FTE positions between line items as may be necessary in order to achieve the objectives of this plan. Such reassignments of FTE positions will be included in the report to the Interim Executive Appropriations Committee and Transportation Interim subcommittee and any transfer of funding will be facilitated through a supplemental appropriations request in the 2000 General Session.*

## **Construction**

Construction includes the Construction Management Program, Rehabilitation/Preservation, Federal Construction-New, and State Construction-New.

### **Legislative Action**

The Legislature approved a total FY 2000 budget for Construction of \$202,122,700.

**Sales Tax for Infrastructure** : The appropriation includes a transfer of \$500,000 due to provisions of House Bill 393, "Sales Tax for Infrastructure" that passed during the 1996 General Session. This law directs the first \$500,000 annually generated by a 1/16 of one percent sales tax increase to be used for corridor preservation. Additional funding for corridor preservation has been provided since on July 1, 1998 with implementation of provisions of House Bill 111, "Transportation Corridor Funding". This law directs increased taxes collected on rental vehicles be provided for corridor preservation.

**FTE Transfers:** The Legislature approved FY 1999 supplementals for the transfer of thirteen FTEs from Construction, of which four are to assist with contracts for statewide highway construction projects, and nine are to assist with various other assignments within the Department.

## **Intent Language**

### **Use of Transportation Funds**

*It is the intent of the Legislature that there is an appropriation to the Department of Transportation from the Transportation Fund, not otherwise appropriated, a sum sufficient, but not more than the surplus of the Transportation Fund, to be used by the Department for the construction, rehabilitation and preservation of State highways in Utah.*

*It is the intent of the Legislature that the appropriation fund first, a maximum participation with the federal government for the construction of federally designated highways, as provided by law; next the rehabilitation and preservation of State highways, as provided by law, and last, the construction of State highways, as funding permits.*

*It is also the intent of the Legislature that FTEs for the field crews may be adjusted to accommodate the increase or decrease in the Federal Construction Program. No portion of the money appropriated by this item shall be used either directly or indirectly to enhance or increase the appropriation otherwise made by this act to the Department of Transportation for other purposes.*

### **State Route 6**

*It is the intent of the Legislature that the Department of Transportation continue to advance construction projects on State Route 6 for fiscal year 1999 and fiscal year 2000 on the same schedule as outlined in the 1999-2003 Statewide Transportation Improvement Program if funds are available.*

## **Centennial Highway Fund**

A commitment was made by the Legislature during the 1996 General Session to provide funding over a ten year period for the rebuild of the I-15 corridor from 700 North to approximately 10800 South in the Salt Lake Valley and to fund an additional \$1.24 billion dollars of highway construction statewide. These expenditures are in addition to the existing revenue sources that were available at the time. The Centennial Highway Fund was created by action of the Legislature during the 1996 General Session to segregate the increased highway construction funding from the regular ongoing funding revenues.

### **Legislative Action**

The FY 2000 commitment to the Centennial Highway Fund is \$471,103,000 of which \$122,000,000 is from the General Fund, \$3,031,000 is from Dedicated Credits, and \$68,000,000 is from General Obligation Bonds. Other funding sources enacted in the 1997 General Sessions are expected to generate revenues for FY 2000 as follows: Senate Bill 252, "Collection of Fuel Taxes," \$7,956,800; Senate Bill 253, "Sales Tax Reduction, Fuel Taxes, and Repeal of Environmental Surcharge on Petroleum," \$50,326,200; House Bill 414, "Registration Fees on Vehicles," \$17,090,100.

## **Region Management**

The Utah Department of Transportation consists of a central office, four region offices. The four regional offices are located in Ogden, Salt Lake, Orem, and Richfield. Traditional work performed by a region is divided into six functional areas of responsibility. The functional areas are administration, preconstruction, materials labs, construction, maintenance, and safety/loss management.

### **Legislative Action**

The Legislature approved a total FY 2000 budget for Region Management of \$18,426,600 which is an increase of \$1,809,000 from FY 1999 estimated. This change came primarily from the reassignment of personnel from Engineering Services to Region Management.

**Region Two:** An appropriation of \$964,600 was made to Region Two for three FTEs, equipment, and current expense to begin operations of the new Traffic Operations Center being added in conjunction with the rebuild of I-15.

**FTE Transfers:** Transfer of twelve FTEs from Engineering Services and one FTE from Construction to various Region Management functions to decentralize environmental studies, program development, utilities, and engineering services.

**Reorganization of Engineering Services:** An increase of \$390,600 was made to the FY 1999 appropriation for Region Management to implement changes in the reorganization of Engineering Services at headquarters and reassignment of positions to Region Management Programs.

## Intent Language

### Relocation of Region Three Headquarters

*It is the intent of the Legislature that the Department of Transportation pursue the relocation of its Region Three Headquarters office in Orem if a replacement facility can be obtained at a cost which is not greater than the value received from the disposition of the existing Headquarters property. It is assumed that no less than market value will be accepted and that a competitive Request for Proposal process will be followed. If this condition can be satisfied, it is further the intent of the Legislature that the Division of Facilities Construction and Management work with the Utah Department of Transportation to acquire and/or construct a facility which meets the needs of the Utah Department of Transportation without additional funding.*

## Equipment Management

The Equipment Management Division is responsible for management, maintenance and repair of the department's 4,500 unit, \$57,000,000 fleet. They have 95 employees and expend over \$16,000,000 to operate, maintain and purchase replacement units.

## Legislative Action

The Legislature approved a FY 2000 expenditure of \$17,423,100 for Equipment Management.

**Bangerter Highway Maintenance:** A one-time appropriation of \$440,000 for equipment purchases was provided for the three new FTEs that will be assigned to maintain the new Bangerter Highway in Salt County.

## Intent Language

### Fleet Operations

*It is the intent of the Legislature that no Transportation Funds or transfers from the Department of Transportation's budget be used for capital purchases in the Division of Fleet Operations budget.*

*It is the intent of the Legislature that all State Agencies in cooperation with the Division of Fleet Operations, fully implement the three core components of CARS fleet information system by July 1, 1999, in accordance with UCA 63A-9-402 (1)(b). The three core components are as follows: 1) Inventory tracking center, 2) Motor Pool Utilization Center (Reservations) and 3) Work Order Center. It is further the intent of the Legislature that all State Agencies full utilize CARS to obtain a least six calendar months of fleet cost data prior to the FY 2000 General Session.*

## Maintenance Management

One of the most important functions of the Department of Transportation is maintenance of State highways. This is the second largest single outlay of the total highway dollar. During FY 2000, the Maintenance Division will be engaged in maintaining approximately 15,000 lane miles of hard surface roadway. Good maintenance is important to the safety and convenience of the public and protects the investment of the citizens of Utah in their highway network.

## **Legislative Action**

The Legislature approved a FY 2000 budget for Maintenance Management of \$69,766,500. The appropriation includes an increase of \$500,000 from the Transportation Fund to increase maintenance of state highways.

## **Intent Language**

### **Sale of Property**

*It is the intent of the Legislature that any proceeds from the sale of property located at 6200 South and 3200 West in Salt Lake County will be used to payoff costs of sale and construction costs that have accrued to date for the Utah Department of Transportation Region Two administrative and materials lab facilities as coordinated through the Division of Facilities Construction and Management.*

*It is the intent of the Legislature that any and all collections or cash income from the sale or salvage of other land and buildings are to be lapsed to the Transportation Fund.*

## **Sidewalk Construction**

The purpose of the Sidewalk Construction Program of the Department of Transportation is to fund the cost of correcting pedestrian hazards and other safety projects on State highways.

## **Legislative Action**

The Legislature approved a FY 2000 budget of the Sidewalk Construction Program of \$500,000.

## **Intent Language**

### **Pedestrian Safety Projects**

*It is the intent of the Legislature that the funds appropriated from the Transportation Fund for pedestrian safety projects be used specifically to correct pedestrian hazards on State highways.*

*It is also the intent of the Legislature that the local authorities be encouraged to participate in the construction of pedestrian safety devices. The appropriated funds are to be used according to the criteria set forth in Section 27-14-5, Utah Code Annotated 1953.*

*The funds appropriated for sidewalk construction are nonlapsing.*

*If local governments cannot use their allocation of Sidewalk Safety Funds in two years, these funds will then be available for other governmental entities which are prepared to use the resources.*

*It is the intent of the Legislature that local participation in the Sidewalk Construction Program be on a 75 percent State - 25 percent local match basis.*

### **Mineral Lease/Payment in Lieu**

Title 59-21-2(f) of the Utah Code Annotated requires the Department of Transportation to distribute 35 percent of all deposits made to the Mineral Lease Account to special service districts organized throughout the State for areas impacted by mineral development. Title 59-21-2h of the Utah Code Annotated further requires the Department to distribute Mineral Lease Funds to each county in which school or institutional trust lands are located, or lands owned by the Division of Parks and Recreation, and or lands owned by the Division of Wildlife Resources that are not under an in lieu of taxes contract, an amount equal to the number of acres of those lands in the county multiplied by \$.52.

### **Legislative Action**

The Legislature approved a FY 2000 expenditure for the Mineral Lease/Payment in Lieu programs of \$12,185,000.

### **Intent Language**

#### **Energy Development and Impacted Roads**

*It is the intent of the Legislature that the funds appropriated from the Federal Mineral Lease Account be used for improvement or*



*reconstruction of roads not on the State Road System that have been heavily impacted by energy development.*

*It is also the intent of the Legislature that private industry engaged in the developing of the State's natural resources be encouraged to participate in the construction of the roadway leading to their facilities. The funds appropriated for improvement or reconstruction of energy impacted roads that are not on the State Road System are nonlapsing.*

## **B & C Road Fund**

B and C Roads consist of all public roads which are not State or federal roads. They are financed from the Class B and C Roads Account. These funds may be spent for maintenance or construction on any of the B and C Roads.

### **Legislative Action**

The Legislature approved \$103,394,000 for distribution to local governments through the B & C Road Account for FY 2000. This is an estimate only since the actual disbursement will depend on the total motor fuel taxes collected in FY 2000. The appropriation included Designated Sales Tax Funds created by provisions of House Bill 393 - "Sales Tax for Infrastructure," as passed by the Legislature during the 1996 General Session. These funds are estimated to provide approximately \$17,000,000 to the B & C Road Fund in FY 2000.

## **Aeronautics**

The Aeronautics Division is the Aeronautic authority in the State of Utah. They develop the statewide aeronautical navigation plan throughout the State. The Division of Aeronautics coordinates air safety standards for the Utah air navigation. The division also has the responsibility to certify public use airports with regards to the safety of those airports.

### **Legislative Action**

The Legislature approved a total FY 2000 budget for the Aeronautics Division of \$19,332,000 which is an increase of \$2,022,000 from FY 1999.

Included in that increase are the following:

**Airplane Replacement:** An appropriation of \$1,500,000 from the Transportation Fund Restricted - Aeronautics was approved to replace one of the planes in the state’s fleet.

**Aeronautical Operations:** Funding of \$500,000 from the General Fund was appropriated to implement provisions of Senate Bill 131, “Appropriation for Aeronautical Operations.” These funds are anticipated to be used to assist local airports with maintenance and reconstruction of their airport facilities.

**Aviation Fund Tax:** Provisions of Senate Bill 132, “Aviation Fuel Tax Amendments”, are expected to increase revenues to the Transportation Fund Restricted - Aeronautics by \$1,200,000 in FY 2000.

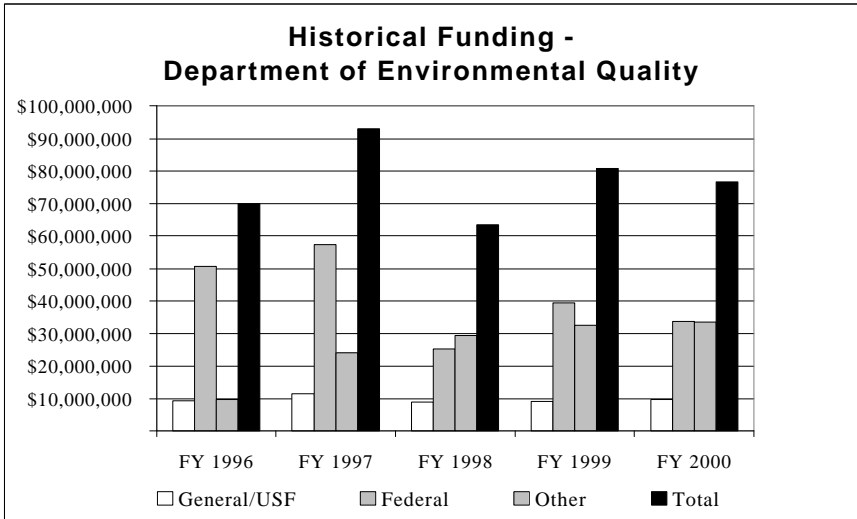
**Funding Detail**

<b>DEPARTMENT OF TRANSPORTATION CENTENNIAL HIGHWAY FUND</b>					
<u>Plan of Financing</u>	<u>FY 1999 Estimated</u>	<u>FY 1999 Supplemental</u>	<u>FY 1999 Revised</u>	<u>FY 2000 Appropriation</u>	<u>Change from Revised 1999</u>
General Fund	\$105,000,000	\$5,000,000	\$110,000,000	\$122,000,000	\$12,000,000
General Fund - Debt Service	(36,406,000)	(1,691,300)	(38,097,300)	(38,842,000)	(744,700)
Transportation Fund	56,586,000		56,586,000	58,283,000	1,697,000
Federal Funds	50,000,000		50,000,000	60,900,000	10,900,000
Dedicated Credits	5,668,100		5,668,100	3,031,000	(2,637,100)
Designated Sales Tax				2,250,000	2,250,000
Centennial Highway Fund	16,583,000		16,583,000	17,506,000	923,000
Petroleum Storage Tank Trust Fund	5,000,000	(5,000,000)			
Bonding	190,000,000	50,000,000	240,000,000	68,000,000	(172,000,000)
Transfers	6,000,000		6,000,000	6,000,000	
Beginning Nonlapsing	163,287,000		163,287,000	182,021,000	18,734,000
Ending Nonlapsing				(10,046,000)	(10,046,000)
<b>Total</b>	<b>\$561,718,100</b>	<b>\$48,308,700</b>	<b>\$610,026,800</b>	<b>\$471,103,000</b>	<b>(\$138,923,800)</b>
<b>Programs</b>					
Centennial Highway Fund	\$561,718,100	\$48,308,700	\$610,026,800	\$471,103,000	(\$138,923,800)
<b>Total</b>	<b>\$561,718,100</b>	<b>\$48,308,700</b>	<b>\$610,026,800</b>	<b>\$471,103,000</b>	<b>(\$138,923,800)</b>

<b>DEPARTMENT OF TRANSPORTATION</b>					
	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
Plan of Financing	Estimated	Supplemental	Revised	Appropriation	Revised 1999
General Fund	\$1,093,300		\$1,093,300	\$1,097,600	\$4,300
General Fund - One Time				600,000	600,000
General Fund Restricted - Nuclear Waste Fa	116,000		116,000		(116,000)
Transportation Fund	284,129,500	(\$24,400)	284,105,100	287,124,200	3,019,100
Transportation Fund-Restricted	6,894,100		6,894,100	8,416,100	1,522,000
Federal Funds	124,229,700	165,300	124,395,000	140,924,000	16,529,000
Dedicated Credits	16,891,500	14,000	16,905,500	17,090,100	184,600
Designated Sales Tax	18,000,000		18,000,000	18,000,000	
Mineral Lease	9,922,800	1,400,000	11,322,800	12,185,000	862,200
Bonding	10,000,000		10,000,000		(10,000,000)
Transfers	166,000		166,000	(202,300)	(368,300)
<b>Total</b>	<b>\$471,442,900</b>	<b>\$1,554,900</b>	<b>\$472,997,800</b>	<b>\$485,234,700</b>	<b>\$12,236,900</b>
<b>Programs</b>					
Support Services	\$21,413,700	\$690,500	\$22,104,200	\$22,965,800	\$861,600
Engineering Services	19,606,600	(888,500)	18,718,100	18,759,000	40,900
Construction	187,695,900	(138,900)	187,557,000	202,122,700	14,565,700
Region Management	16,227,000	390,600	16,617,600	18,426,600	1,809,000
Equipment Management	17,423,100	16,100	17,439,200	17,243,100	(196,100)
Maintenance Management	68,061,000	265,100	68,326,100	69,766,500	1,440,400
Sidewalk Construction	500,000		500,000	500,000	
Aeronautics	17,310,000		17,310,000	17,332,000	22,000
B & C Road Fund	102,770,000		102,770,000	103,394,000	624,000
Mineral Lease/In Lieu	9,922,800	1,400,000	11,322,800	12,185,000	862,200
<b>Subtotal</b>	<b>\$460,930,100</b>	<b>\$1,734,900</b>	<b>\$462,665,000</b>	<b>\$482,694,700</b>	<b>\$20,029,700</b>
<b>One-time Funds</b>					
Support Services - Database Development	\$250,000		\$250,000		(\$250,000)
Support Services - Avon to Paradise				\$100,000	100,000
Construction - Rights of Way	10,000,000		10,000,000		(10,000,000)
Equipment Management - 800 Megahertz	82,800		82,800		(82,800)
Equipment Management - Bangerter Equip/Traffic Control Equip.				440,000	440,000
Underground Storage Tanks	180,000	(\$180,000)			
Aeronautics - Replace Airplane				1,500,000	1,500,000
Aeronautics - Airport Construction				500,000	500,000
<b>Subtotal</b>	<b>\$10,512,800</b>	<b>(\$180,000)</b>	<b>\$10,332,800</b>	<b>\$2,540,000</b>	<b>(\$7,792,800)</b>
<b>Total</b>	<b>\$471,442,900</b>	<b>\$1,554,900</b>	<b>\$472,997,800</b>	<b>\$485,234,700</b>	<b>\$12,236,900</b>

## Department of Environmental Quality

The responsibility of the Department of Environmental Quality is to safeguard public health and quality of life by protecting and improving environmental quality while considering the benefits to public health, the impacts on economic development, property, wildlife, tourism, business, agriculture, forests, and other interests. The Legislature approved FY 2000 expenditures for the Department of Environmental Quality of \$76,730,100. This includes \$811,900 in compensation adjustments.



### Executive Director’s Office

The Executive Director’s Office provides administrative direction to the entire department. This office has the responsibilities of implementing state and federal environmental laws and regulations, coordinating department programs with local health departments, and providing fiscal oversight for the department.

### Legislative Action

The Legislature approved a total FY 2000 budget for the Executive Director’s Office of \$4,233,300. This appropriation includes a cost-of-living adjustment of \$16,500 for local health department employees used by the department to deliver environmental quality services to local areas.

**High Level Nuclear Waste Storage:** One-time appropriations of \$50,000 from the General Fund and \$400,000 from the General Fund Restricted - Environmental Quality Account for FY 2000 were approved to conduct an investigation to identify, evaluate, and communicate risks associated with the storage of high level nuclear waste in Utah.

## **Intent Language**

*It is the intent of the Legislature that the funds appropriated for FY 2000 for the purpose of addressing High Level Nuclear Waste shall be nonlapsing.*

## **Air Quality**

The mission of the Air Quality Program is to protect the public health, property and vegetation in Utah from the effects of air pollution.

## **Legislative Action**

The Legislature approved a FY 2000 budget for Air Quality of \$7,304,100. This appropriation includes \$65,000 from the General Fund for increased rent costs for the air monitoring center.

## **Intent Language**

### **Operating Permit Program**

*It is the intent of the Legislature that any unexpended funds in the Air Operating Permit Program are nonlapsing and authorized for use in the Operating Permit Program in FY 2000 to reduce emission fees.*

### **Utah Business Recognition**

*It is the intent of the Legislature that the Division of Air Quality, within the Department of Environmental Quality, implement a program to provide recognition to Utah businesses that have within the last ten years significantly reduced their operating emissions and have achieved and maintained compliance. The program shall include certificates of commendation to be presented by the Department of Environmental Quality to these companies.*

## **Environmental Response and Remediation**

The mission of the Division of Environmental Response and Remediation is to protect the health and environment of the citizens of Utah from exposure to hazardous substances.

### **Legislative Action**

The Legislature appropriated \$16,369,300 to the Response and Remediation Program for FY 2000. The appropriation included the following items:

**Petroleum Storage Tank Fund Database:** Appropriations of \$20,000 for FY 2000 and \$50,000 for FY 1999 from the General Fund Restricted - Petroleum Storage Tank Fund provides funding for software upgrade and maintenance of the Underground Storage Tank and Leaking Underground Storage Tank databases.

**New Attorney:** A one-time appropriation of \$87,200 from the Petroleum Storage Tank Expendable Trust Fund for FY 2000 was approved to hire an attorney to recover expended funds that were used to clean up sites not covered by the Petroleum Storage Tank Expendable Trust Fund

### **Intent Language**

#### **Attorney for Petroleum Storage Tank Fund**

*It is the intent of the Legislature that funds appropriated to hire a full time attorney to recover Petroleum Storage Tank Trust Funds and Petroleum Storage Cleanup Funds be used exclusively for that purpose. It is the intent of the Legislature that this funding is to be considered a one time appropriation.*

#### **Hazardous Materials Clean up**

*It is the intent of the Legislature that the Department of Environmental Quality handle hazardous materials cleanups during FY 2000 from existing funds available to the Department.*

## **Radiation Control**

Radiation Control has the responsibility of assuring the citizens of the state the lowest exposure to any form of radiation.

The Legislature appropriated \$1,831,600 as an expenditure level for FY 2000 for the Radiation Control Program.

## **Water Quality**

Water Quality protects the public health and ensures the beneficial use of water by maintaining and enhancing the chemical, physical and biological integrity of Utah's waters.

### **Legislative Action**

An expenditure level of \$6,886,700 was approved by the Legislature for the Water Quality Program for FY 2000. In addition, \$19,110,000 was approved for the water quality loan program for FY 2000. The plan of financing includes \$5,760,000 in federal funds, \$9,000,000 from loan repayments, and \$4,350,000 from designated sales tax revenue. The designated sales tax revenue is realized with implementation of provisions of House Bill 393, "Sales Tax for Infrastructure," enacted during the 1996 General Session. This legislation provided the Water Quality Program an equivalent of 1/64 of a cent of state sales tax revenue.

**Water Quality Permits:** An appropriation of \$63,700 from Dedicated Credits in FY 2000 was approved to hire one FTE to assist the Water Quality Division's issuance of ground water permits.

### **Intent Language**

*It is the intent of the Legislature that the Department of Environmental Quality report during the 1999 interim to a joint meeting of the Transportation and Natural Resources Interim Committees on functions and issuance of ground water permits and their funding sources.*

## **Drinking Water**

The mission of the Drinking Water Division is to see that public water systems in Utah provide safe and adequate drinking water to all residents and visitors.

### **Legislative Action**

The Legislature approved an operating budget for the Division of Drinking Water for FY 2000 of \$3,923,100. In addition, an appropriation of \$10,407,100 was approved for the drinking water loan program for FY 2000. This appropriation includes \$6,057,100 in federal funds and \$4,350,000 from Designated Sales Tax Revenue. The Designated Sales Tax Revenue is realized with implementation of provisions of House Bill 393, "Sales Tax for Infrastructure," 1996 General Session. The legislation provided 1/64 of a cent of State sales tax revenue for drinking water programs.

## **Solid and Hazardous Waste**

The Division of Solid and Hazardous Waste protects the public health and environment by ensuring proper management of solid and hazardous wastes within the State of Utah.

### **Legislative Action**

The Legislature approved a FY 2000 budget for Solid and Hazardous Waste of \$6,664,900.

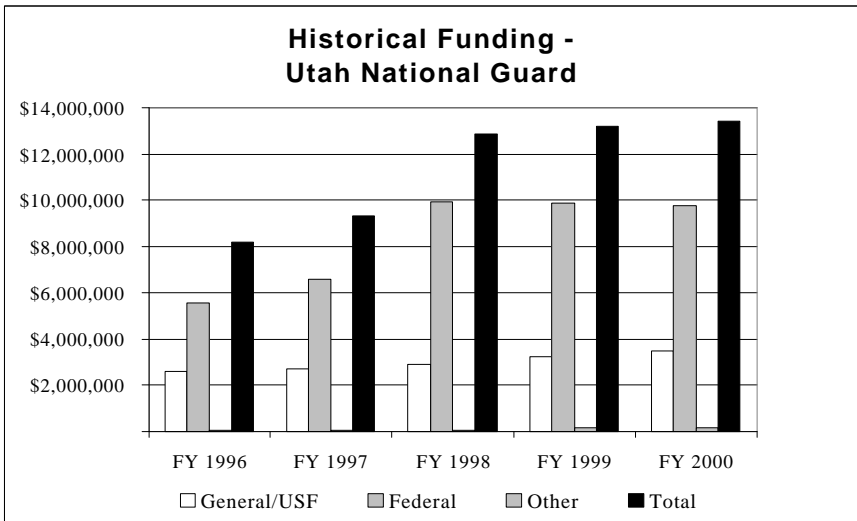


## Funding Detail

<b>DEPARTMENT OF ENVIRONMENTAL QUALITY</b>					
<b>Plan of Financing</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 1999</b>	<b>FY 2000</b>	<b>Change from</b>
	<b>Estimated</b>	<b>Supplemental</b>	<b>Revised</b>	<b>Appropriation</b>	<b>Revised 1999</b>
General Fund	\$9,084,100		\$9,084,100	\$9,489,200	\$405,100
General Fund-Restricted					
Environmental Quality	4,364,800		4,364,800	4,257,600	(107,200)
Used Oil Administration	694,700		694,700	659,700	(35,000)
Petroleum Storage Tank	50,000	\$50,000	100,000	70,000	(30,000)
Water Dev. Sec. - Drinking Water	50,800		50,800	51,200	400
Water Dev. Sec. - Water Quality	477,200		477,200	491,900	14,700
Environmental Voluntary Cleanup	54,000		54,000	54,000	
Nuclear Waste Facility Oversight	3,090,700		3,090,700		(3,090,700)
Federal Funds	32,543,900		32,543,900	33,812,600	1,268,700
Dedicated Credits	6,673,500		6,673,500	6,823,300	149,800
Waste Tire Recycling Trust Fund	56,000		56,000	91,000	35,000
Petroleum Storage Tank Loan Fund	123,400		123,400	123,400	
Petroleum Storage Tank Trust Fund	815,500		815,500	922,600	107,100
Designated Sales Tax	8,700,000		8,700,000	8,700,000	
Loan Repayments	10,209,800		10,209,800	9,000,000	(1,209,800)
Transfers	149,700		149,700	142,000	(7,700)
Beginning Nonlapsing	4,494,700		4,494,700	3,796,400	(698,300)
Closing Nonlapsing	(2,521,700)		(2,521,700)	(1,754,800)	766,900
<b>Total</b>	<b>\$79,111,100</b>	<b>\$50,000</b>	<b>\$79,161,100</b>	<b>\$76,730,100</b>	<b>(\$2,431,000)</b>
<b>Programs</b>					
Executive Director's Office	\$4,151,700		\$4,151,700	\$3,833,300	(\$318,400)
Air Quality	7,231,100		7,231,100	7,304,100	73,000
Response and Remediation	15,173,500	\$50,000	15,223,500	16,282,100	1,058,600
Radiation Control	1,791,800		1,791,800	1,831,600	39,800
Water Quality	6,464,700		6,464,700	6,886,700	422,000
Drinking Water	3,273,800		3,273,800	3,923,100	649,300
Solid and Hazardous Waste	6,491,500		6,491,500	6,664,900	173,400
Water Development Security Acct. - Water Quality	18,400,700		18,400,700	19,110,000	709,300
Water Development Security Acct. - Drinking Water	12,552,100		12,552,100	10,407,100	(2,145,000)
<b>Subtotal</b>	<b>\$75,530,900</b>	<b>\$50,000</b>	<b>\$75,580,900</b>	<b>\$76,242,900</b>	<b>\$662,000</b>
<b>One-time Funds</b>					
Executive Director - High Level Nuclear Waste	\$3,140,200		\$3,140,200	\$400,000	(\$2,740,200)
Response and Remediation - Voluntary Cleanup	40,000		40,000		(40,000)
Response and Remediation - Hazardous Substances	400,000		400,000		(400,000)
Response and Remediation - Underground Storage Tank				87,200	87,200
<b>Subtotal</b>	<b>\$3,580,200</b>		<b>\$3,580,200</b>	<b>\$487,200</b>	<b>(\$3,093,000)</b>
<b>Total</b>	<b>\$79,111,100</b>	<b>\$50,000</b>	<b>\$79,161,100</b>	<b>\$76,730,100</b>	<b>(\$2,431,000)</b>

## National Guard

The primary purposes of the Utah National Guard are to provide military forces to assist with national military actions, as a state force to quell civil disturbances, and to provide public assistance during natural disasters. The Utah Army and Air National Guard serve both state and federal governments by providing organized, trained, and equipped air and ground units to perform state missions, as directed by the Governor, while supporting the mobilization programs of the federal government.



### Legislative Action

The Legislature approved FY 2000 expenditures for the Utah National Guard of \$13,405,500. This includes \$219,100 in compensation adjustments and \$240,000 to fund increased expenditures passed during the 1999 General Session of the Legislature. The appropriation included the following new items:

**Tuition Assistance:** An ongoing appropriation of \$100,000 from the General Fund was approved to provide tuition assistance for active members of the Utah National Guard.

**Fort Douglas Museum:** An appropriation of \$79,000 was provided to assist with costs to upgrade displays at the Fort Douglas Military Museum.

**Armory Maintenance:** An increase of \$47,000 was appropriated to augment the operations and maintenance of air guard armory facilities.

**Orem Armory:** A General Fund appropriation of \$14,000 was made for operation and maintenance of the new armory facility in Orem.

### Funding Detail

UTAH NATIONAL GUARD					
	FY 1999	FY 1999	FY 1999	FY 2000	Change from
	<u>Estimated</u>	<u>Supplemental</u>	<u>Revised</u>	<u>Appropriation</u>	<u>Revised 1999</u>
<b><u>Plan of Financing</u></b>					
General Fund	\$3,149,600		\$3,149,600	\$3,478,400	\$328,800
General Fund - One-Time	49,000		49,000		(49,000)
Uniform School Fund - One-Time	100,000		100,000		(100,000)
Federal Funds	9,862,100		9,862,100	9,773,600	(88,500)
Dedicated Credits	40,000		40,000	40,000	
Transfers				113,500	113,500
<b>Total</b>	<b>\$13,200,700</b>		<b>\$13,200,700</b>	<b>\$13,405,500</b>	<b>\$204,800</b>
<b><u>Programs</u></b>					
National Guard	\$13,051,700		\$13,051,700	\$13,405,500	\$353,800
<b>Subtotal</b>	<b>\$13,051,700</b>		<b>\$13,051,700</b>	<b>\$13,405,500</b>	<b>\$353,800</b>
<b><u>One-Time Funding</u></b>					
Fort Douglas Museum	\$49,000		\$49,000		(\$49,000)
Tuition Assistance	100,000		100,000		(100,000)
<b>Subtotal</b>	<b>\$149,000</b>		<b>\$149,000</b>		<b>(\$149,000)</b>
<b>Total</b>	<b>\$13,200,700</b>		<b>\$13,200,700</b>	<b>\$13,405,500</b>	<b>\$204,800</b>

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<b>TRANSPORTATION AND ENVIRONMENTAL QUALITY</b>					
<b>Plan of Financing</b>	<b>FY 1996</b>	<b>FY 1997</b>	<b>FY 1998</b>	<b>FY 1999 Revised</b>	<b>FY 2000 Appropriation</b>
General Fund	\$13,707,100	\$88,880,900	\$92,927,400	\$123,327,000	\$136,065,200
General Fund - One-Time	30,000,000	37,525,000		49,000	600,000
General Fund - Debt Service				(38,097,300)	(38,842,000)
Uniform School Fund - One-Time				100,000	
General Fund-Restricted					
Mineral Lease	10,324,800	10,574,800	9,297,800	11,322,800	12,185,000
Environmental Quality	3,703,800	4,071,400	3,978,300	4,364,800	4,257,600
Used Oil Administration	279,100	667,700	694,700	694,700	659,700
Petroleum Storage Tank				100,000	70,000
Underground Storage Tank	50,000	50,000	50,000		
Water Dev. Sec. - Drinking Water	47,200	48,500	49,400	50,800	51,200
Water Dev. Sec. - Water Quality	62,300	252,100	259,500	477,200	491,900
Environmental Voluntary Cleanup			14,000	54,000	54,000
Nuclear Waste Facility Oversight				3,206,700	
Transportation Fund	260,249,800	251,685,000	334,327,700	340,691,100	345,407,200
Transportation Fund Restricted	7,792,800	6,786,500	6,804,700	6,894,100	8,416,100
Federal Funds	179,671,400	174,876,900	240,630,800	216,801,000	245,410,200
Dedicated Credits	19,275,800	21,023,300	29,657,800	29,287,100	26,984,400
Designated Sales Tax			26,700,000	26,700,000	28,950,000
Centennial Highway Fund			4,500,000	16,583,000	17,506,000
Bonding			197,500,000	250,000,000	68,000,000
Waste Tire Recycling Trust Fund	56,000	56,000	56,000	56,000	91,000
Hazardous Substance Mitigation Trust Fund		250,000	441,100		
Petroleum Storage Tank Fund	615,200	2,672,500	2,890,200		
Petroleum Storage Tank Loan Fund	119,600	123,400	123,400	123,400	123,400
Petroleum Storage Tank Trust Fund			91,000	815,500	922,600
Loan Repayments				10,209,800	9,000,000
Commerce Service Funds	764,800				
Transfers	400,200	451,100	353,300	6,315,700	6,053,200
Beginning Nonlapsing		27,400,700	7,525,700	167,781,700	185,817,400
Closing Nonlapsing				(2,521,700)	(11,800,800)
<b>Total</b>	<b>\$527,119,900</b>	<b>\$627,395,800</b>	<b>\$958,872,800</b>	<b>\$1,175,386,400</b>	<b>\$1,046,473,300</b>
Department of Transportation	\$449,107,200	\$546,460,800	\$657,513,500	\$472,997,800	\$485,234,700
Centennial Highway Fund			197,500,000	610,026,800	471,103,000
Department of Environmental Quality	69,818,500	71,610,400	90,998,000	79,161,100	76,730,100
National Guard	8,194,200	9,324,600	12,861,300	13,200,700	13,405,500
<b>Total</b>	<b>\$527,119,900</b>	<b>\$627,395,800</b>	<b>\$958,872,800</b>	<b>\$1,175,386,400</b>	<b>\$1,046,473,300</b>