

1 **Senator Brian Zehnder** proposes the following substitute bill:

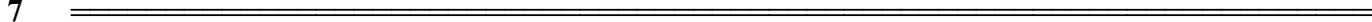
2 **RETIREMENT AND INDEPENDENT ENTITIES BASE BUDGET**

3 2018 GENERAL SESSION

4 STATE OF UTAH

5 **Chief Sponsor: Brian Zehnder**

6 House Sponsor: LaVar Christensen



7
8 **LONG TITLE**

9 **Committee Note:**

10 The Executive Appropriations Committee recommended this bill.

11 **General Description:**

12 This bill supplements or reduces appropriations previously provided for the support and
13 operation of state government for the fiscal year beginning July 1, 2017 and ending June 30, 2018;
14 and appropriates funds for the support and operation of state government for the fiscal year
15 beginning July 1, 2018 and ending June 30, 2019.

16 **Highlighted Provisions:**

17 This bill:

- 18 ▶ provides appropriations for the use and support of certain state agencies;
- 19 ▶ provides appropriations for other purposes as described;
- 20 ▶ approves employment levels for internal service funds; and
- 21 ▶ approves capital acquisition amounts for internal service funds.

22 **Money Appropriated in this Bill:**

23 This bill appropriates \$8,601,100 in operating and capital budgets for fiscal year 2018,
24 including:

- 25 ▶ (\$750,000) from the Education Fund;
- 26 ▶ \$9,351,100 from various sources as detailed in this bill.

27 This bill appropriates \$49,993,500 in operating and capital budgets for fiscal year 2019,
28 including:

- 29 ▶ \$1,096,000 from the General Fund;
- 30 ▶ \$23,776,700 from the Education Fund;



31 ▶ \$25,120,800 from various sources as detailed in this bill.
 32 This bill appropriates \$14,203,900 in business-like activities for fiscal year 2019.

33 **Other Special Clauses:**

34 Section 1 of this bill takes effect immediately. Section 2 of this bill takes effect on July 1,
 35 2018.

36 **Utah Code Sections Affected:**

37 ENACTS UNCODIFIED MATERIAL

38

39 *Be it enacted by the Legislature of the state of Utah:*

40 Section 1. **FY 2018 Appropriations.** The following sums of money are appropriated for the
 41 fiscal year beginning July 1, 2017 and ending June 30, 2018. These are additions to amounts
 42 previously appropriated for fiscal year 2018.

43 Subsection 1(a). **Operating and Capital Budgets.** Under the terms and conditions of
 44 Title 63J, Chapter 1, Budgetary Procedures Act, the Legislature appropriates the following sums of
 45 money from the funds or accounts indicated for the use and support of the government of the state of
 46 Utah.

47 CAREER SERVICE REVIEW OFFICE

48 ITEM 1 To Career Service Review Office
 49 From Closing Nonlapsing Balances (30,000)

50 Schedule of Programs:

51 Career Service Review Office (30,000)

52 Under the terms of Section 63J-1-603 of the Utah Code, the
 53 Legislature intends that \$30,000 of appropriations provided for
 54 the Career Service Review Office in Laws of Utah 2017,
 55 Chapter 3, Item 4 shall not lapse at the close of fiscal year
 56 2018. The use of any nonlapsing funds is limited to grievance
 57 resolution.

58 The Legislature intends that the Career Service Review
 59 Office report on the following performance measure: (1) days
 60 to issue a jurisdictional decision (Target=15 or less), (2) days
 61 to conduct an evidentiary hearing (Target=150 or less), and (3)
 62 working days to issue the evidentiary hearing written decision
 63 (Target=20 or less) by October 31, 2018 to the Retirement and
 64 Independent Entities Appropriations Subcommittee.

65 DEPARTMENT OF HUMAN RESOURCE MANAGEMENT

66 ITEM 2 To Department of Human Resource Management - Human
 67 Resource Management
 68 From Dedicated Credits Revenue, One-Time 40,000

69	From Closing Nonlapsing Balances	(41,300)
70	Schedule of Programs:	
71	ALJ Compliance	(17,500)
72	Statewide Management Liability Training	16,200
73	Under the terms of Section 63J-1-603 of the Utah Code, the	
74	Legislature intends that \$70,000 of appropriations provided for	
75	the Department of Human Resource Management in Laws of	
76	Utah 2017, Chapter 3, Item 3 shall not lapse at the close of	
77	fiscal year 2018. The use of any nonlapsing funds is limited to	
78	\$50,000 for statewide management training and \$20,000 for	
79	administrative law judge compliance.	
80	The Legislature intends that the Department of Human	
81	Resource Management report on the following performance	
82	measures for the Human Resource Management line item: (1)	
83	percent of administrative law judge evaluations completed on	
84	time (Target=100%), (2) number of graduates from the	
85	Certified Public Manager course (Target=70), and (3) number	
86	of participant hours in leadership classes (Target=2,500) by	
87	October 31, 2018 to the Retirement and Independent Entities	
88	Appropriations Subcommittee.	
89	UTAH EDUCATION AND TELEHEALTH NETWORK	
90	ITEM 3 To Utah Education and Telehealth Network - Digital Teaching and	
91	Learning Program	
92	From Beginning Nonlapsing Balances	3,006,600
93	From Closing Nonlapsing Balances	(1,035,100)
94	Schedule of Programs:	
95	Digital Teaching and Learning Program	1,971,500
96	ITEM 4 To Utah Education and Telehealth Network	
97	From Education Fund, One-Time	(750,000)
98	From Dedicated Credits Revenue, One-Time	(1,073,300)
99	From Other Financing Sources, One-Time	(113,000)
100	From Beginning Nonlapsing Balances	10,342,800
101	From Closing Nonlapsing Balances	(1,745,600)
102	Schedule of Programs:	
103	Administration	1,805,900
104	Course Management Systems	(205,000)
105	Instructional Support	2,199,100
106	KUEN Broadcast	(142,600)

107	Operations and Maintenance	1,700
108	Public Information	23,200
109	Technical Services	2,833,400
110	Utah Telehealth Network	145,200

111 The Legislature intends that the Utah Education and
 112 Telehealth Network report on the following performance
 113 measures: (1) Circuit connections to institutions, with a FY
 114 2018 target of 97%; (2) Number of interactive video
 115 conferences (IVC) occurring over the Utah Education Network
 116 IVC systems, with a FY 2018 target of 40,000 classes
 117 delivered over the UEN System; and (3) The percentage of
 118 customers using the shared-cost Utah Education Network
 119 course management system, with a FY 2018 target of 25% for
 120 K-12 customers by October 31, 2018 to the Retirement and
 121 Independent Entities Appropriations Subcommittee.

122 Subsection 1(b). **Business-like Activities.** The Legislature has reviewed the following
 123 proprietary funds. Under the terms and conditions of Utah Code 63J-1-410, for any included Internal
 124 Service Fund, the Legislature approves budgets, full-time permanent positions, and capital
 125 acquisition amounts as indicated, and appropriates to the funds, as indicated, estimated revenue from
 126 rates, fees, and other charges. The Legislature authorizes the State Division of Finance to transfer
 127 amounts between funds and accounts as indicated.

128 DEPARTMENT OF HUMAN RESOURCE MANAGEMENT

129 ITEM 5 To Department of Human Resource Management - Human
 130 Resources Internal Service Fund

131 The Legislature intends that the Department of Human
 132 Resource Management report on the following performance
 133 measures for the DHRM Internal Service Fund line item: (1)
 134 days of operating expenses held in retained earnings
 135 (Target=60 or less), (2) ratio of HR staff to customer agency
 136 staff (Target=30% or more below industry average), and (3)
 137 customer agency satisfaction rate (Target=85%) by October 31,
 138 2018 to the Retirement and Independent Entities
 139 Appropriations Subcommittee.

140 Section 2. **FY 2019 Appropriations.** The following sums of money are appropriated for the
 141 fiscal year beginning July 1, 2018 and ending June 30, 2019.

142 Subsection 2(a). **Operating and Capital Budgets.** Under the terms and conditions of
 143 Title 63J, Chapter 1, Budgetary Procedures Act, the Legislature appropriates the following sums of
 144 money from the funds or accounts indicated for the use and support of the government of the state of

145	Utah.		
146	CAREER SERVICE REVIEW OFFICE		
147	ITEM 6 To Career Service Review Office		
148	From General Fund		279,100
149	From Beginning Nonlapsing Balances		30,000
150	From Closing Nonlapsing Balances		(30,000)
151	Schedule of Programs:		
152	Career Service Review Office	279,100	
153	ITEM 7 To Career Service Review Office		
154	From General Fund		(5,000)
155	From General Fund, One-Time		2,000
156	Schedule of Programs:		
157	Career Service Review Office	(3,000)	
158	To implement the provisions of <i>Career Service Review</i>		
159	<i>Office Amendments</i> (House Bill 183, 2018 General Session).		
160	DEPARTMENT OF HUMAN RESOURCE MANAGEMENT		
161	ITEM 8 To Department of Human Resource Management - Human		
162	Resource Management		
163	From General Fund		20,000
164	From Dedicated Credits Revenue		240,000
165	From Beginning Nonlapsing Balances		41,300
166	From Closing Nonlapsing Balances		(15,000)
167	Schedule of Programs:		
168	ALJ Compliance	22,500	
169	Statewide Management Liability Training	263,800	
170	UTAH EDUCATION AND TELEHEALTH NETWORK		
171	ITEM 9 To Utah Education and Telehealth Network - Digital Teaching and		
172	Learning Program		
173	From Education Fund		160,000
174	From Beginning Nonlapsing Balances		1,035,100
175	Schedule of Programs:		
176	Digital Teaching and Learning Program	1,195,100	
177	ITEM 10 To Utah Education and Telehealth Network		
178	From General Fund		799,900
179	From Education Fund		23,616,700
180	From Federal Funds		4,054,000
181	From Dedicated Credits Revenue		16,635,600
182	From Beginning Nonlapsing Balances		3,881,000

183	From Closing Nonlapsing Balances	(751,200)
184	Schedule of Programs:	
185	Administration	5,889,000
186	Course Management Systems	881,100
187	Instructional Support	3,391,900
188	KUEN Broadcast	521,100
189	Operations and Maintenance	407,200
190	Public Information	296,800
191	Technical Services	35,154,600
192	Utah Telehealth Network	1,694,300

193 Subsection 2(b). **Business-like Activities.** The Legislature has reviewed the following
 194 proprietary funds. Under the terms and conditions of Utah Code 63J-1-410, for any included Internal
 195 Service Fund, the Legislature approves budgets, full-time permanent positions, and capital
 196 acquisition amounts as indicated, and appropriates to the funds, as indicated, estimated revenue from
 197 rates, fees, and other charges. The Legislature authorizes the State Division of Finance to transfer
 198 amounts between funds and accounts as indicated.

199 DEPARTMENT OF HUMAN RESOURCE MANAGEMENT

200 ITEM 11 To Department of Human Resource Management - Human
 201 Resources Internal Service Fund

202	From Dedicated Credits Revenue	14,203,900
203	Schedule of Programs:	
204	Administration	727,500
205	Information Technology	989,700
206	ISF - Core HR Services	240,500
207	ISF - Field Services	11,082,600
208	ISF - Payroll Field Services	678,600
209	Policy	485,000
210	Budgeted FTE	145.0
211	Authorized Capital Outlay	1,500,000

212 Section 3. **Effective Date.**

213 If approved by two-thirds of all the members elected to each house, Section 1 of this bill
 214 takes effect upon approval by the Governor, or the day following the constitutional time limit of
 215 Utah Constitution Article VII, Section 8 without the Governor's signature, or in the case of a veto,
 216 the date of override. Section 2 of this bill takes effect on July 1, 2018.

217