



State of Utah  
**Budget Recommendations**  
 Fiscal Year 2012, Fiscal Year 2011 Supplementals



Governor Gary R. Herbert  
 Lt. Governor Greg Bell

## FY 2012 Budget Overview

### BUDGET SUMMARY

<b>Total State Budget</b> (Includes federal funds, etc.)	<b>\$11.9 billion</b>
<b>General Fund/Education Fund</b> (State tax dollars only)	<b>\$4.9 billion</b>
<b>New FY 2011 GF/EF One-Time</b>	<b>\$6.3 million</b>
<b>New FY 2012 GF/EF Estimate</b>	<b><u>\$215.6 million</u></b>
<b>Net Budget Cycle Increase</b> Revenue Growth of 5%	<b>\$221.9 million</b>
<b>Current Rainy Day Fund Balance</b>	<b>\$210 million</b>
<b>Recommended Use</b>	<b><u>(\$100 million)</u></b>
<b>Remaining Balance</b>	<b>\$110 million</b>

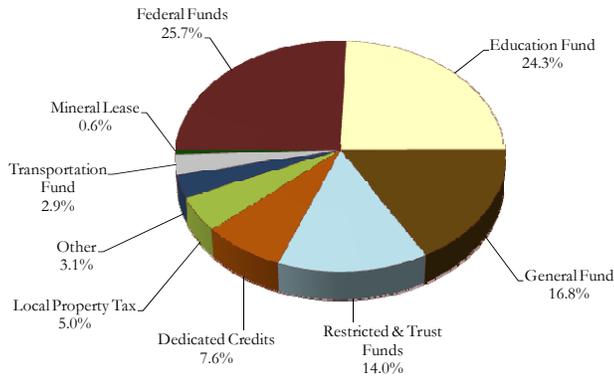
### STATEWIDE OVERVIEW

#### FY 2012

- Public education enrollment growth funding
- Maintain current levels of funding for higher education and critical state programs
- Retain \$110 million in the Rainy Day Fund
- Reduce the structural deficit by \$100 million
- Balance the budget without tax increases
- No additional authorization of general obligation debt
- Fund retirement and dental rate adjustments

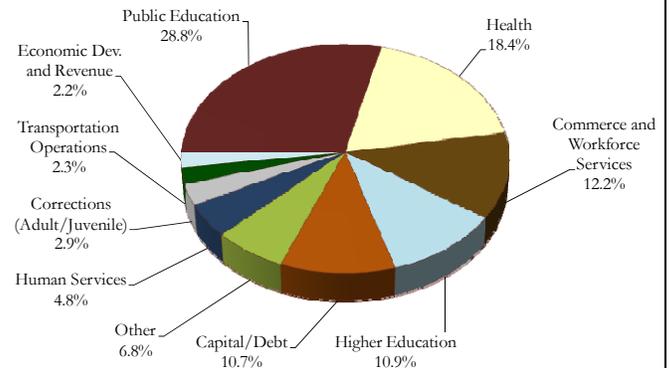
### FY 2012 Total Revenues

**\$11.9 Billion**

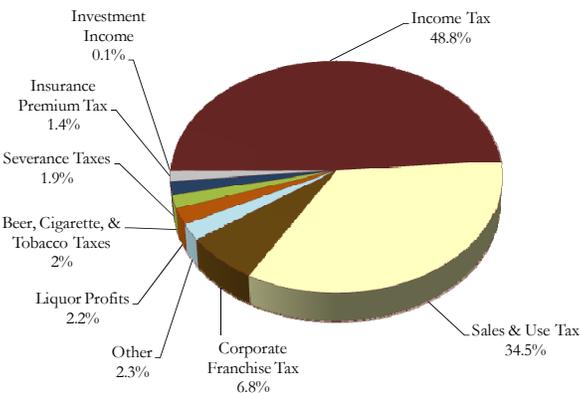


### FY 2012 Total Expenditures

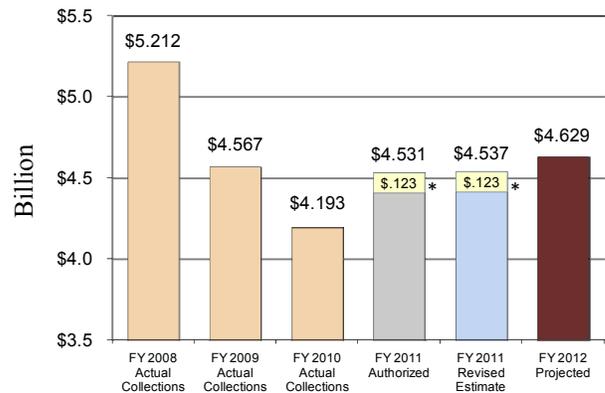
**\$11.9 Billion**



### Where State Dollars Come From FY 2012 General and Education Funds



### Revenue Estimates



\*One-time money - including transfers from the Centennial Highway Fund and the Tobacco Trust Fund



**FY 2012 Recommendations  
Public and Higher Education**

**Public Education**

- Fund enrollment growth of 14,700 students with \$50,000,000 ongoing Education Fund
- Implement Education Excellence Commission recommendations, including:
  - Continue extended-day kindergarten program with \$7,500,000 one-time Education Fund
  - Implement Common Core Standards in K-12 with \$2,000,000
  - Enhance assessments and reporting in 3rd grade reading and 6th grade mathematics with \$2,500,000 one-time Education Fund
  - Expand pilot assessment for students entering the workforce with \$1,000,000 one-time Education Fund

**Higher Education**

- Assist institutions in promoting student college completion with \$1,000,000 one-time Education Fund
- Assist cluster-based workforce development with \$500,000 one-time Education Fund

**FY 2012 Recommendations  
Economic Development**

**Governor's Office of Economic Development**

- Support post-performance economic development incentives with \$7,230,200 one-time General Fund
- Fund Tourism Marketing program with \$7,000,000 one-time General Fund
- Continue West Coast Business Marketing Initiative with \$1,000,000 one-time General Fund
- Support Health Insurance Initiative with \$750,000 ongoing General Fund
- Fund Business Resource Centers and Small Business Development Centers with \$436,900 one-time General Fund

**FY 2012 Recommendations  
Social Services and Public Safety**

**Health / Human Services**

- Fund Medicaid and CHIP caseload growth with \$40,313,500 ongoing General Fund
- Provide additional services for individuals currently being served in DSPD Waiver programs with \$1,200,000 ongoing General Fund
- Fund critical residential treatment services for children in state custody with \$5,006,300 ongoing General Fund
- Serve increased client numbers in critical mental health centers with \$3,336,000 one-time General Fund

**Public Safety / Corrections**

- Support the operation of the state multi-agency strike force to combat major felony crimes associated with illegal immigration and human trafficking with \$156,000 ongoing and \$200,000 one-time General Fund
- Increase jail contracting for 230 additional beds with \$4,970,400 ongoing General Fund
- Preserve funding for mental health services for youth -in-custody with \$6,000,000 one-time General Fund
- Fund Jail Reimbursement to counties with \$10,000,000 one-time General Fund

**FY 2012 Recommended Revenue**

**Quarterly Estimated Payments**

- Quarterly estimated payments are currently mandated for the federal income tax and Utah's corporate income tax. Instituting quarterly estimated payments on non-withheld Utah income would bring the State's remittance schedule in line with the federal schedule and add stability to State revenue forecasts. It would also result in a one-time revenue increase of \$130,000,000 to Utah's Education Fund.