

FY 2013 BUDGET OVERVIEW

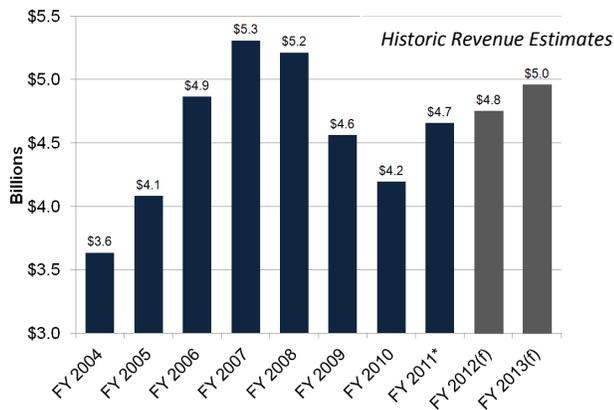
BUDGET RECOMMENDATIONS
FISCAL YEAR 2013, FISCAL YEAR 2012 SUPPLEMENTALS

GOVERNOR GARY R. HERBERT
LT. GOVERNOR GREG BELL

ECONOMIC OUTLOOK & REVENUE

Utah's economy has markedly improved since the depths of the 2009 recession. The consensus economic outlook calls for improving growth in employment, wages, and sales. The consensus revenue forecast anticipates growth in revenue in both FY 2012 and FY 2013.

- \$128m New One-time Funds
- \$280m New Ongoing Funds



1st CORNERSTONE: EDUCATION

GOAL: 66% of adult Utahns will have a post-secondary degree or professional certification by 2020. Combined total of \$3.25b for public and higher education.

Public Education

- \$111m new funds for public education, maintain base (\$2.5b)
- Public education growth (\$40.6m)
- Early intervention programs (\$10m)
- Expand individualized student technology (\$12m)
- Charter school startup funding (\$2m)
- Raise WPU 1%, increase teacher salaries, \$21.5m

Higher Education

- \$23m new funds, maintain base (\$750m)
- Higher education growth (\$3m)
- Performance measures (\$5m)
- 20 new medical student slots (\$6.5m)

2nd CORNERSTONE: JOBS

GOAL: Accelerate private sector job creation of 100,000 jobs in 1,000 days

- Reduce unemployment insurance rate; employer tax decrease of \$26.4m
- Expand Business Expansion and Retention (BEAR) program to all rural counties (\$300k)
- Business recruitment (\$500k)
- Workforce job search, training, and retraining (\$20.5m) → Example: Accelerated Credentialing to Employment (ACE) program for Veterans (\$1m)

3rd CORNERSTONE: ENERGY

GOAL: Maintain access to affordable, reliable and sustainable energy

Office of Energy Development funding (\$700k)

- Appropriate public land access
- Reasonable permitting
- Aggressively pursue innovations for energy efficiency and development

4th CORNERSTONE: UTAH SOLUTIONS

GOAL: Continue to find Utah solutions for Utah problems

- Medicaid, additional \$156.5m (total = \$448m from GF)
- Supplemental funding for State Parks (\$2.8m)
- \$30.6m new money for Public Safety and Corrections (total = \$412.6m)
- \$60m new money for transportation, infrastructure maintenance

"We have reason to be optimistic about our future. Risks remain and there are challenges ahead, but the economic recovery in Utah is on solid footing."

~Governor Gary R. Herbert, 2011

