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AGENCY GUIDE

Agency	See Department Section
Administrative Services	Administrative Services
Agriculture and Food	Natural Resources
Alcoholic Beverage Control	Commerce and Revenue
Attorney General	Elected Officials
Auditor	Elected Officials
Board of Pardons	Corrections (Adult and Youth)
Career Service Review Board	Economic Development and Human Resources
Commerce	Commerce and Revenue
Community and Economic Development	Economic Development and Human Resources
Corrections - Adult	Corrections (Adult and Youth)
Courts	Courts
Environmental Quality	Environmental Quality
Financial Institutions	Commerce and Revenue
Governor/Lt. Governor	Elected Officials
Health	Health
Higher Education	Higher Education
Human Resource Management	Economic Development and Human Resources
Human Services	Human Services
Insurance	Commerce and Revenue
Judicial Conduct Commission	Elected Officials
Labor Commission	Commerce and Revenue
Legislature	Legislature
National Guard	National Guard
Natural Resources	Natural Resources
Public Education	Public Education
Public Safety	Public Safety
Public Service Commission	Commerce and Revenue
Retirement	Economic Development and Human Resources
Tax Commission	Commerce and Revenue
Transportation	Transportation
Treasurer	Elected Officials
Trust Lands Administration	Natural Resources
Utah State Fair Corporation	Economic Development and Human Resources
Utah Finance Technology Corporation	Economic Development and Human Resources
Workforce Services	Commerce and Revenue
Youth Corrections	Corrections (Adult and Youth)

*This book is available in alternate formats upon request.
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Utah Tomorrow

VISION STATEMENT FOR UTAH

We, the people of Utah, stand at the edge of a new frontier. In a world of rapid economic, social, environmental, and technological change, we confront bold challenges and rich opportunities.

Building upon our diverse cultures, our pioneering spirit, and our belief in the inherent worth of every person, we seek to:

NURTURE *a tolerant, just, and compassionate society that honors integrity, values strong families, welcomes diversity, and promotes positive moral values.*

EDUCATE *our citizens by providing an environment that supports life-long learning and occupational skills and that enables Utahns of all ages to reach their potential as productive and responsible individuals.*

BUILD *a statewide economy and infrastructure that supports a broad spectrum of opportunity for all citizens while advancing the standard of living and maintaining a high quality of life.*

ENHANCE *our local and global environment through prudent development, conservation, and preservation of our natural resources while protecting public health and preserving our sustainable food and fiber resources.*

PROMOTE *personal well-being by encouraging healthy lifestyles and disease prevention, and by supporting access to quality health care at an affordable cost for all Utahns.*

UNDERSTAND *our diverse human heritage, nurture and protect Utah's cultural resources, and create opportunities for cultural education and expression.*

ENCOURAGE *self-sufficiency while helping those with special needs to lead productive, fulfilling lives.*

PROTECT *our society by supporting a justice system that allows Utahns to enjoy a quality lifestyle consistent with the rights and liberties guaranteed under the United States and Utah Constitutions.*

ASSURE *open, just, and accountable government.*

STRENGTHEN *our free enterprise system while providing a reasonable regulatory environment that protects our citizens.*

PREPARE *ourselves, our state, and our children for the challenges of tomorrow, today.*

The Government Finance Officers Association of the United States and Canada (GFOA) presented an award of Distinguished Presentation to the Governor's Office of Planning and Budget for its annual budget for the fiscal year beginning July 1, 1996.

In order to receive this award, a government unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

The award is valid for a period of one year only. We did not submit the FY 1998 budget to GFOA for review. We believe our current budget continues to conform to program requirements, and we are submitting it to GFOA to determine its eligibility for another award.

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December 12, 1997

My Fellow Utahns:

We are part of a long tradition of people who have appreciated the past, managed the present, and prepared for the future. As we stand at the beginning of the next century, we face a dramatic opportunity to shape it. It is a time when our efforts are leveraged dramatically by the speed of change. This is a time of shaping, unparalleled in our state's history.

A community is not just about those of us who live here now. It is about those who lived here before and who generously contributed their time and resources in preparing for today. It is also about those who will yet live here. Our strong ethic to willingly invest in the future as well as to wisely manage our resources in the present must continue.

In the spirit of that tradition, I have set out to accomplish the following goals with the recommendations in this budget:

- focus on public education,
- emphasize children,
- enhance higher education,
- ensure public safety,
- provide basic human services,
- maintain fiscal responsibility,
- keep compensation competitive,
- invest in the infrastructure of the 21st century, and
- stress technological innovation.

The accomplishment of these goals will create a legacy for the 21st century. I appreciate your trust, and I invite you to join with me in these efforts.

Sincerely,

Michael O. Leavitt
Governor

GOVERNOR'S BUDGET OVERVIEW

Governor Leavitt's fiscal year 1999 budget sets out and accomplishes goals in ten areas. The combination of these accomplishments creates a legacy for the 21st century.

FOCUS ON EDUCATION

Governor Leavitt made education a top priority from the beginning of his first administration and continuing into his second. He made world-class education Utah's standard and has endeavored to meet that standard ever since. Class size reduction, Centennial Schools, the Highly Impacted Schools Initiative, and Technology 2000 are programs the governor has sponsored that have significantly improved the education of Utah's children.

For FY 1999, Governor Leavitt recommends a public education budget that, for the first time, exceeds \$2 billion. Within that budget, he proposes to further elevate Utah's educational system by introducing a new three-year middle schools initiative and the Schools for the 21st Century program.

EMPHASIZE CHILDREN

Throughout his tenure, Governor Leavitt has focused on the welfare of Utah's youngest residents. He set the goal that every child in the state, whose family chooses to participate, will have access to a health insurance plan. To reach this goal, he proposes the creation of the Children's Health Insurance Program (CHIP). CHIP will extend health care coverage to 45,000 previously

uninsured children. CHIP provides these children with a health insurance plan that is similar to that of the governor's own children.

By using savings that are currently within the Department of Health's budget, and by partnering with the members of the Utah Association of Health Care Providers, this coverage can be accomplished without spending additional state funds.

The governor recommends increased funding of \$8.6 million in FY 1999 and \$3.7 million in FY 1998 to ensure that children are protected from abuse and neglect. Since 1994, including the current recommendations, the state has appropriated an additional \$261.4 million to help children who have experienced abuse and neglect.

Other budget recommendations for children include offering treatment services to children who witness domestic violence, continuing immunization efforts, expanding mental health services, increasing child care provider payments, providing special school transportation funds, and expanding the Foster Care Citizen Review Boards statewide.

POSITION HIGHER EDUCATION FOR THE 21ST CENTURY

Faced with technological advances, competition from the private sector, greater costs, and changing student demands, Higher Education will need to be transformed. Governor Leavitt recommends funding to restructure the current higher education master plan. This restructuring will position Higher Education to meet the challenges of the 21st century.

In order to sustain education as a top priority, the governor has pledged to maintain or increase Higher Education’s portion of the state budget. To keep this pledge, his FY 1999 recommendations increase Higher Education’s proportional share of the state budget. His budget also fully funds enrollment growth, creates the Utah Electronic Community College, expands the Higher Education Technology Initiative, and maintains funding for the Western Governors University.

Matheson Courthouse, additional judicial education, technology enhancements, and more law clerks.

Additional public safety measures include more day care licensing staff, expansion of adult protective services, and additional elevator, boiler, and meat inspectors.

ENSURE PUBLIC SAFETY

In June 1997, Governor Leavitt declared a “State of ALERT” – an initiative to help create a safer Utah. He proposed four specific action items:

- Build 5,000 new prison and jail beds by 2005 – The governor’s budget recommendations include funding for an additional 1,232 beds and slots in FY 1999.
- Hire 1,000 new law enforcement officers throughout all levels of government by 2005 – Governor Leavitt recommends 15 new highway patrol troopers.
- Establish a statewide law enforcement communication network by 2000 – Funding is included in the budget to begin conversion of radio and other equipment to 800 megahertz technology.
- Increase the speed and certainty of punishment by reducing the backlog of justice – The governor’s recommendations include funding for the operation of the new Scott M.

PROVIDE BASIC HUMAN SERVICES

The governor’s recommendations ensure that basic human services continue to be provided to Utah’s most needy. His budget extends funding for nutrition programs to the elderly, increases the housing and homeless trust funds, expands services for the deaf and hard-of-hearing, increases programs for the blind and visually handicapped, expands access to health care for working poor adults and other special populations, and increases services to individuals with disabilities, particularly those who are on the critical waiting list.

PREPARE FOR THE FUTURE

It took 70 years from statehood for the population of Utah to reach one million people. Thirty years later, the population had grown to two million. It will take only 19 years to grow by another one million people and probably less than 15 years to reach a population of four million.

Governor Leavitt recognizes the impact such growth can have on quality of life. He has challenged those in government to become a generation of planners. He recommends funding master plans for higher education and outdoor recreation. The budget also supports local government planning for the governor’s

21st Century Communities program as well as funds for quality growth tools.

MAINTAIN FISCAL RESPONSIBILITY

Utah continues to be one of the best managed states in the nation. Governor Leavitt's budget preserves that tradition.

The governor recommends implementing the third phase of the manufacturing equipment sales tax exemption. In FY 1999, the exemption will save Utah taxpayers an additional \$11.2 million. Fully implemented, the exemption reduces taxes by \$28.6 million. Over the five years that Governor Leavitt has served as the state's chief executive, state taxes have been reduced a cumulative total of \$768.7 million.

The governor's FY 1999 general obligation bond recommendations keep the state well under the constitutional debt ceiling. His total recommendations are also well below the statutory appropriations limit.

The budget does not use one-time money for ongoing programs. In fact, Governor Leavitt has built a cushion against a drop in revenues by funding one-time expenditures with ongoing revenue.

The revenue estimates used in the governor's budget are based upon moderate assumptions of economic growth.

Through prudent financial management, the state has maintained the highest possible credit rating. Utah is one of only six states with that honor. The rating saves the state millions of dollars in interest each year.

KEEP COMPENSATION COMPETITIVE

Governor Leavitt recognizes that competent well-trained employees are key to successful and efficient administration of state programs. The State of Utah is currently challenged in hiring and retaining quality employees. The turnover rate is close to 9.0 percent. Job market surveys show that total compensation for over half of state employees is below market levels.

The governor recommends that state employee salaries be increased by a total of 4.0 percent. He further suggests that the increase be awarded primarily on the basis of performance. Also, departments should be allowed to use a portion of the increase to address critical compensation needs specific to their situation. Departments may use the increase to target positions with high turnover rates or that are hard to fill. They may also use the increase to treat equity issues and reward highest-level performers.

The governor recommends the legislature combine the general classified and longevity pay plans. This combination will eliminate any possible inequities that currently exist between the two plans.

The governor has included \$600,000 for the Department of Corrections to use in reducing salary inequities and increasing entry level pay for positions with excessively high turnover rates.

The budget funds a 4.0 percent compensation increase for higher education. The recommended 4.0 percent increase in the weighted pupil unit will be used to fund teacher contracts that are negotiated in each school district.

Following the recommendations of the Executive and Judicial Compensation Commission, the governor recommends a compensation increase of 3.0 percent for judges and an extension of the salary ranges of the Executive Pay Plan by 5.0 percent. He also recommends a 4.0 percent increase for elected and appointed officials.

The governor agrees with the recommendation of the Legislative Compensation Commission and has included funding for a pay increase for legislators from \$100 to \$120 a day. He also recommends increases of \$1,500 for the President of the Senate and the Speaker of the House, and \$1,000 for each majority and minority leader.

**INVEST IN INFRASTRUCTURE
OF THE 21ST CENTURY**

The challenges presented by the state's population growth require investment in the infrastructure of the 21st century. Governor Leavitt is recommending that the amount of ongoing general tax revenues for road projects be increased by \$7 million.

He also recommends \$37 million (\$20 million in cash and \$17 million in bond proceeds) for general alterations, repairs, and improvements of state facilities.

Increases in sales tax revenue and federal funds allow the governor to recommend additional funding for water loan programs in the departments of Natural Resources and Environmental Quality.

The FY 1999 budget includes funding for the final phase of removing and replacing state-owned underground storage tanks.

**STRESS TECHNOLOGICAL
INNOVATION AND SOLUTIONS**

Governor Leavitt has always been committed to technological solutions that improve government efficiency and effectiveness. Since FY 1994, and including this year's budget recommendations, ongoing state funding for technology has increased by over \$44 million. One-time state funding totals \$95 million.

Included in this year's budget is \$14.9 million for Public Education technology, funding to update state computers to handle the year 2000 date change, technology for highway patrol troopers, and \$2.8 million for starting a statewide public safety communications network on the 800 megahertz bandwidth. ■

BUDGET HIGHLIGHTS

PUBLIC EDUCATION

Governor Leavitt recommends a \$151.9 million increase to the Public Education budget for FY 1999. The increase brings the total Public Education budget to more than \$2 billion. The recommendation includes an increase in the Weighted Pupil Unit (WPU), additional funds for middle schools, the new Schools for the 21st Century program, and increases in other important areas.

WPU Increase **\$60 million**

The governor recommends a 4.0 percent increase in the value of the WPU. The WPU is used to uniformly distribute funding throughout the Minimum School Program. It is also used to support salary increases, school operations, and other local district costs.

Middle Schools Initiative **\$17.4 million**

The governor's FY 1999 budget provides a major new class size reduction program of \$13.6 million for middle schools. The funding will reduce class size by about three students per classroom and provide for additional support personnel. Expanded programs in comprehensive guidance, youth in custody, alternative language services, and staff development also have components that are targeted towards middle schools.

Schools for the 21st Century **\$4.5 million**

Governor Leavitt recommends a new initiative for 21st century schools that will continue and expand exemplary educational programs into the next millennium. The Schools for the 21st Century program will

build upon the foundation established by the Centennial Schools.

Enrollment Growth **\$0**

Public education enrollment is projected to decline in FY 1999. This will be the first drop in enrollment since 1973. The decline allows the governor to expand education program funding rather than to simply maintain it.

Education Technology **\$14.9 million**

Information technology continues to be a priority in the governor's recommendations. The governor recommends an ongoing appropriation of \$3.6 million and a one-time appropriation of \$7.5 million for Technology 2000, and ongoing increases of \$2.8 million for the Utah Education Network (EdNet and Utah Link). Public Education will also participate in the Computers for Schools program to train Utah Correctional Industries personnel to refurbish donated computers for public schools.

TRANSPORTATION

Centennial Highway Fund **\$85 million**

Governor Leavitt continues to support a rolling 10-year transportation funding plan by recommending an \$85 million General Fund appropriation to the Centennial Highway Trust Fund for FY 1999. This is an increase of \$7 million over the \$78 million ongoing commitment entered into by the legislature last year. Funds in this restricted account will be used solely for the construction of highway projects such as renovation of Interstate 15 (I-15) along the Wasatch Front.

A contract for construction of I-15 was entered into with Wasatch Constructors in April of 1997. Because of beneficial enhancements and changes in the scope of the I-15 project, the cost of the project increased by \$230 million above anticipated levels. The governor will work closely with legislative leadership to find funding alternatives for the increased costs.

The renovation of I-15 is on schedule. Almost all of the parallel street projects have been completed and are providing enhanced alternative routes for traffic that would normally use I-15.

The governor encourages principles and concepts that will improve operations and reduce the demand for highways. These include: 1) improving traffic operations through traffic signal coordination, incident management, freeway ramp metering, and high occupancy vehicle (HOV) lanes; and 2) adjusting driving patterns through usage of public transit, car and van pooling, flexible work times, and telecommuting.

CRIMINAL JUSTICE

FY 1999 marks the fifth consecutive year that Governor Leavitt has placed special emphasis on criminal justice resources. The FY 1999 budget increases the General Fund appropriation for adult corrections and youth corrections by 15.8 percent.

New Correctional Capacity \$34 million

Governor Leavitt's FY 1999 budget will increase new and planned space for adult and juvenile offenders by 1,232 beds or other placements.

Adult offender capacity will be increased by 1,088 beds: 400 beds at a privatized men's facility, 288 beds at a new housing unit at Gunnison, and an additional 400 beds through jail contracts and other arrangements. Cost of the Gunnison addition is \$13.7 million, with \$3.5 million to be funded from a federal construction grant. For FY 1999, about 70 percent of the added bed capacity for adult corrections will be in non-state facilities.

If this new approach to reduce bed capacity in state facilities is maintained, it should result in improved efficiency and reduced construction and operational costs to the state.

Juvenile offender capacity will be increased by 144 beds and other placements throughout the state. Two new 24-bed facilities will be built in Logan and Vernal at a total cost of \$8.3 million.

Intermediate Sanctions \$3.2 million

In addition to new bed capacity, the governor recommends \$3.2 million for intermediate sanctions and treatment options for offenders with substance abuse problems. This approach embraces a new direction in adult corrections by focusing more attention on alternatives to incarceration which stabilize family relationships while still maintaining public safety.

New Troopers and Technology \$1.4 million

The governor recommends 15 additional troopers for the Highway Patrol to improve safety and enforcement on state highways. Additional funds for new mobile data terminals and maintenance of existing technology for highway patrol troopers have also been included.

Communication System \$2.8 million

Funding has been recommended to begin conversion of communications equipment to 800 megahertz technology. The new statewide law enforcement communications network will be a cooperative state and local endeavor. It will replace an outdated incompatible system with 240 clear, unused channels that accommodate both voice and electronic data.

Plan. He suggests the plan focus on large-scale innovation and change. He also encourages implementation of the Strategic Planning Task Force recommendations to review and update the Higher Education Strategic Plan on a regular basis.

Enrollment Growth \$7.8 million

The governor's budget fully funds student enrollment growth with \$3.9 million in state funds and \$3.9 million in dedicated credits. The funding will accommodate student needs and provide Utah citizens with enhanced access to quality higher education.

HIGHER EDUCATION

The governor's budget reverses Higher Education's previous trend toward a diminishing share of state funding. The budget also increases several important components of the Higher Education budget.

Technology \$10 million

Governor Leavitt recommends major investments in information technology that will position the Utah System of Higher Education as a leader in the 21st century information age. These recommendations include development of the Utah Electronic Community College. He also recommends continued support and expansion of the Western Governors University.

Additional funding will provide net-works, equipment, software, and personnel to develop enhanced data information systems, distance education programs, and online student services.

Restructure Master Plan \$50,000

To more clearly delineate the role of the Utah System of Higher Education, and each higher education institution in the 21st century, the governor supports comprehensive restructuring of the Higher Education Master

HUMAN SERVICES

FY 1999 is the fifth year in Governor Leavitt's commitment to reform the child welfare system. The governor recommends \$3.7 million in FY 1998 and an additional \$8.6 million in FY 1999 to ensure that children are protected from abuse and neglect. In 1994, the Utah legislature passed the *Child Welfare Reform Act*. Since that time, \$261.4 million in additional state and federal funds related to Utah's child welfare system have been either appropriated by the legislature or currently recommended for appropriation by the governor.

Domestic Violence Treatment \$200,000

The governor is also recommending implementation of treatment services for children who have witnessed domestic violence.

He supports increased services to help families maintain family members with disabilities in their own homes, as well as to serve individuals with disabilities who can no longer be maintained in their own homes.

He recommends expanded services to help seriously mentally ill children, and added meals delivered to homebound elderly individuals.

increase funding for the Primary Care Grants program. In the last two years, 3,000 individuals have received health care services through this program. The governor’s recommendation will provide an additional 1,500 adults with primary health care services.

HEALTH

Immunizations **\$450,000**

Children’s Health Insurance **\$0**

The governor recommends \$250,000 to continue the effort to immunize 4th and 8th graders against measles, mumps, and rubella. The funding provides 17,400 immunizations for students outside of Salt Lake and Utah counties.

Caring for children and providing them with access to health care services has always been a top priority for Governor Leavitt. Implementation of Utah’s new Children’s Health Insurance Program, coupled with the governor’s diligent efforts in health care reform, allows every child in the state, whose family chooses to participate, access to a health insurance plan.

Other efforts to improve Utah's immunization levels include expansion of a statewide immunization tracking system with \$200,000 to help remind parents to immunize their children.

Recommended as a separate program from Medicaid, the Children’s Health Insurance Program helps children in families whose income is below 201 percent of the federal poverty level. The governor’s recommendation provides Utah’s uninsured children with a health insurance plan that is similar to that of state employees. The program will be funded within existing budget levels and through a partnership with members of the Utah Association of Health Care Providers.

Improve Day Care **\$75,000**

Aggressive outreach efforts will reach 30,000 children that are eligible for the new program and another 15,000 children that are eligible for Medicaid. Following the governor’s plan, 97 percent of Utah’s children will be insured by the year 2001.

The governor recommends quality day care and stricter licensing standards to ensure the health and safety of children. Although Utah has many day care centers that are operating within licensing requirements, the recommendation to increase funding for additional inspectors and improve licensing regulations ensures that all of Utah’s day care centers are providing safe and healthy environments for children.

Expand Health Care **\$500,000**

Preservation of Vital Records **\$200,000**

Efforts for expanding access to primary health care services for working poor and under-served adult populations continue with Governor Leavitt’s recommendation to

In Utah, maintaining historical records is a tradition shared and enjoyed by many. Governor Leavitt recommends that important birth and death records be preserved through electronic imaging and the archiving of paper documents. By providing funding for the preservation of vital records, Utah can save documents, dating back to 1904, that otherwise would deteriorate beyond use.

WORKFORCE SERVICES

Governor Leavitt's FY 1999 budget recommendations focus on initiatives that continue the shift from welfare to self sufficiency. Programs to provide child care, job training, job placement, and temporary financial assistance are essential to former welfare recipients who are now making the transition into the workforce.

Continued efforts in welfare reform should result in additional service improvements for clients and additional cost savings for the state.

Welfare Caseload Savings (\$8.9 million)

Since the inception of the governor's new programs, Utah has experienced a 19.0 percent reduction in welfare caseloads. This translates into annual savings to the state of over \$8.9 million in financial assistance expenditures. Utah is also setting aside federal funds in its Family Employment Program rainy day account.

Child Care Needs \$5 million

The governor recommends using part of the welfare caseload savings to address Utah's growing child care needs as more parents move into the workforce. For FY 1999, he recommends nearly \$5 million in new funding for child care programs, with over \$4.5 million coming from federal funding sources.

INFORMATION TECHNOLOGY

Total Technology \$60.6 million

Governor Leavitt continues his commitment to advance the use of technology in government. His budget recommendations include \$60.6 million in total new funding for technology-related items and programs. Public Education and Higher Education recommendations are \$14.9 million and \$10 million, respectively.

Year 2000 Date Change \$5.2 million

The State of Utah operates a wide variety of information technology systems and in-house applications that will be affected by the year 2000 date change. The governor has budgeted \$5.2 million toward making the state's information systems compatible with the new century.

Phase II of UTAX \$17.8 million

Governor Leavitt supports modernization and integration of the Utah Tax Commission revenue and tax compliance systems, known as the UTAX project. The governor recommends \$17.8 million in FY 1999 for Phase II of this three-phase project. The funding sources include authorization of \$15.7 million in bonds, plus \$2 million in restricted funds and \$152,100 in General Fund. It is anticipated that the new systems will provide significant customer service improvements and allow the Tax Commission to increase collections owed to the state. The increased collections should help pay for the project in a few short years.

Offender Tracking System \$950,000

The governor recommends \$950,000 for an Adult Corrections offender tracking system.

APPROPRIATION LIMIT

Section 63-38c-201 through 205, UCA, limits how much the state can spend from the General, Uniform School, and Transportation Funds. The limit allows state spending to increase only as population, personal income, and inflation increase. The budget recommendations for both FY 1998 and FY 1999 are within the limit.

LEGISLATION

The budget includes funding for legislation the governor recommends or supports in the upcoming legislative session. The legislative package includes modification of the state’s longevity pay plan, creation of the Children’s Health Insurance Program, extension of Foster Care Citizen Review Boards, state support for the special school transportation levy, and class size reduction in middle schools.

The budget also includes \$2 million for the cost of implementing other legislation. These dollars could be used for new programs, increased funding of existing programs as may be recommended by the governor at a later date, or other programs deemed important by the legislature. The legislature should consider using this money for children’s justice centers, the Utah Summer Games, additional school nurses, revoking voting privileges for inmates, and augmenting state literacy programs.

FY 1998 AND FY 1999 REVENUE

The following table shows the additional General Fund and school funds used in the governor’s budget.

Available Revenue (In Millions)	
FY 1997 Surplus	\$35.8
FY 1997 Reserves	6.8
FY 1998 New Revenue Estimates	7.5
Mineral Lease Transfers (FY 1998 and FY 1999)	6.6
FY 1999 Revenue Growth	207.4
Other	1.6
Total Available	\$265.7

Of the \$265.7 million available, \$53.8 million is one-time and \$211.9 million is ongoing. Governor Leavitt has built a cushion against a drop in revenues by funding \$6.9 million of one-time expenditures with ongoing revenue.

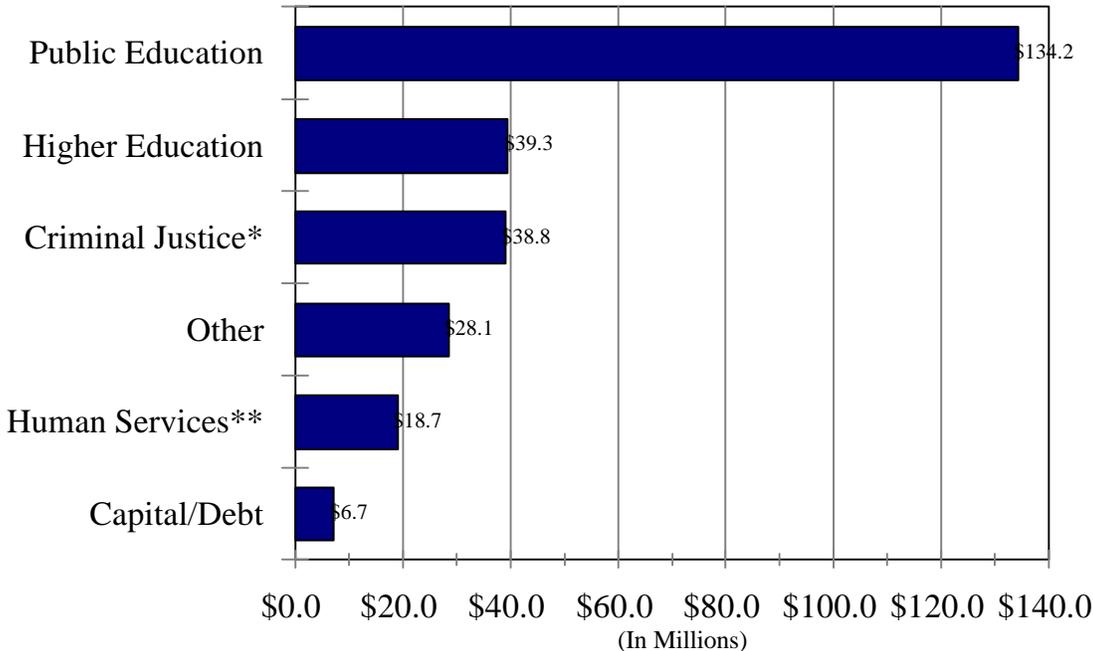
DISTRIBUTION OF NEW REVENUE

Governor Leavitt has challenged department heads and program directors to streamline their activities, modify their missions, and invent better ways of serving the public. Many of these efforts have been successful. However, the demand and need for additional services outstrip the economies and efficiencies that government agencies are

constantly creating. Increased needs necessitate additional funding. Fortunately, tax revenues are growing sufficiently to cover much of the demand for additional

government services. Figure 1 shows how the governor recommends dividing the \$265.7 million available in the General Fund and school funds in FY 1998 and FY 1999.

Figure 1
Allocation of Available General and School Funds
FY 1998 and FY 1999



*Includes Adult and Youth Corrections, Board of Pardons, Courts, and Public Safety
**Includes Human Services, Health, and Workforce Services



■ UTAH ECONOMIC AND REVENUE FORECASTS

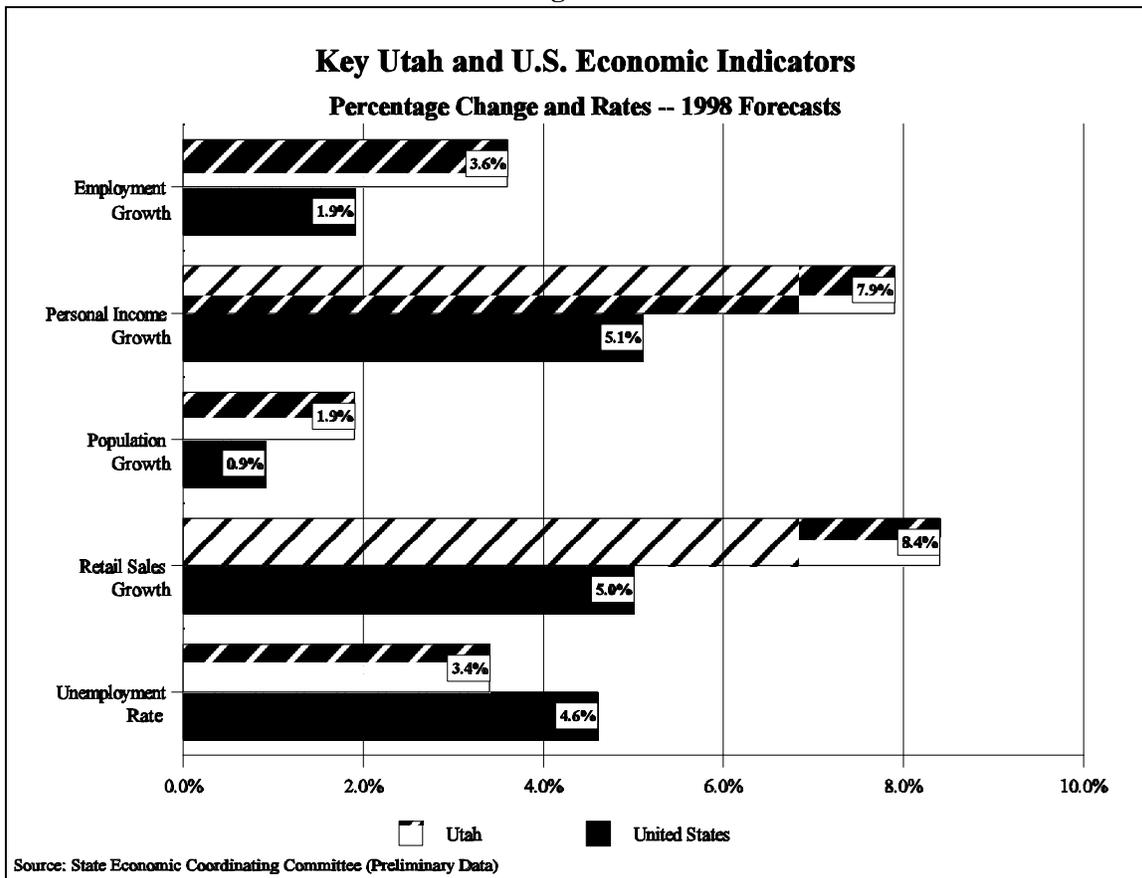
ECONOMIC FORECASTS

The State Economic Coordinating Committee provides input and reviews the basic assumptions that lead to the governor's revenue forecasts. Members represent the Governor's Office of Planning and Budget, the Legislative Fiscal Analyst, First Security Bank, Key Bank, Utah Foundation, University of Utah, Utah State University, Weber State University, Brigham Young University, and various state and local

government agencies. Detailed information concerning Utah's economy and its outlook may be found in the *1998 Economic Report to the Governor* (available January 1998).

Utah's economy continues to grow at a faster pace than most other states. Key factors contributing to the state's economic growth include significant forecasted increases in the upcoming year in employment, personal income, population, and retail sales. Figure 2 shows projected growth in these areas for Utah and the United

Figure 2



States. It also shows estimated unemployment rates.

Employment — Utah employment is projected to grow 4.4 percent in 1997, 3.6 percent in 1998, and 3.3 percent in 1999. The corresponding national employment growth rate should be about half that of Utah. Utah should end 1997 with the second highest employment growth rate in the nation. The state's 1997 unemployment rate is projected at 3.2 percent, compared to 4.9 percent nationally.

Personal Income — Utahns will continue to enjoy personal income growth that exceeds the national average. State personal income grew 8.4 percent in 1996 and is projected to increase 8.3 percent in 1997 and 7.9 percent in 1998. Nationally, personal income will grow 5.8 percent in 1997 and 5.1 percent in 1998. Per capita income in Utah has grown faster than the U.S. average for each of the last eight years.

Population — In 1996, the centennial of Utah's statehood, the state's population reached the two million mark. State population is forecasted to grow by 2.1 percent in FY 1997, while the U.S. population will grow by less than 1.0 percent. Utah is expected to experience net in-migration of about 7,000 people in FY 1998 and 7,500 in FY 1999.

Retail Sales — While the retail sales growth rate is expected to slow slightly, actual retail sales are expected to increase 5.2 percent in 1997 and 8.4 percent in 1998. Nationally, retail sales will grow 4.9 percent in 1997 and 5.0 percent in 1998.

Utah's economy will continue to do well in 1998 for many of the same reasons it has

done well in the past. Utah has an attractive business climate with a pro-business regulatory environment, low business taxes, numerous recreational opportunities, a youthful and educated labor force, quality universities, healthy lifestyles, and a strong work ethic. These factors should continue to favorably influence business location and expansion decisions.

In November 1997, the research firm of Cognetics, a Boston based firm, rated the metropolitan area of Salt Lake City/Provo as the nation's number one "entrepreneurial hot spot" for the next 20 years. According to David Birch, Cognetics president, "We simply want to know where companies are starting and growing the most, and Salt Lake comes out on top. . . . Also, it's a place where people want to live, and you have a very entrepreneurial culture that respects entrepreneurs."

Nonresidential construction will remain at record levels in 1998 due to new or continued business and government projects. On the other hand, residential construction will slow in 1998 despite continued net in-migration and low apartment vacancy rates. This is due to grassroots, anti-growth activities in the state. Large apartment developers are having difficulty finding communities in which to build.

Utah's export growth will slow in 1998. A recent report by Standard and Poors showed Utah among the 10 states that will be most affected by the recent Asian economic crises. Utah ranks 7th in terms of per capita exports to Asia. About 40 percent of Utah's exports (mostly coal, copper and equipment) go to Asia. Japan is Utah's largest Asian customer. Utah's exports were \$3.62 billion in 1996, down slightly from \$3.65 billion in 1995.

The Utah economy is expected to slow in 1998 due to lower net in-migration, lower residential construction (due to building moratoriums and restrictions), improvements in other state economies, slower growth in exports, a tighter labor market, and a less affordable housing market.¹

(GOPB), the Legislative Fiscal Analyst, State Tax Commission, Employment Security, and members of the banking community and academia.

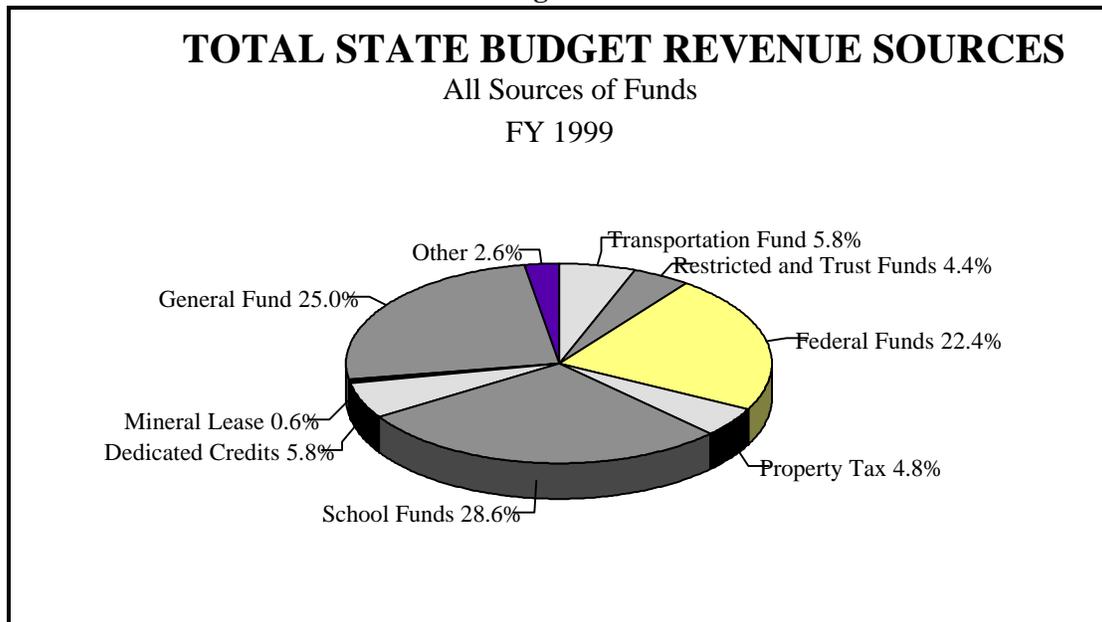
The economic indicators and data on actual tax collections are used in econometric models by the State Tax Commission and GOPB to estimate future tax collections and investment income. Also considered are federal tax changes, state tax changes, and any large unique collections. Table 4 shows actual revenue collections for FY 1997, and forecasted collections for FY 1998 and FY 1999. State tax collections are deposited into three major funds: General Fund, Uniform School Fund, and the Transportation Fund.

REVENUE FORECASTS

Revenue estimates are developed by forecasting important economic indicators. Forecasts of changes in interest rates, personal income growth, the unemployment rate, residential and non-residential construction permits, etc. provide underlying assumptions used in estimating available revenue. Participants in this process include the Governor’s Office of Planning and Budget

The state also receives and budgets money from the federal government, state

Figure 3



¹1998 Economic Report to the Governor, State of Utah, Governor’s Office of Planning and Budget.

assessed property tax, fees, fines, sales, and other miscellaneous sources.

These revenue sources are estimated based upon federal grant commitments, past history, state law, and forecasted trends. Figure 3 demonstrates the funding sources for the total state budget. (Table 7 shows the appropriations of these resources.)

General Fund/School Funds

Figure 4 shows the contribution of the various taxes to the General and Uniform School Funds. (Table 6 shows the appropriation of these collections.)

The General Fund is the primary funding source for most state government operations and includes all revenue not accounted for in other funds. All revenue not specifically restricted by statute or the constitution is deposited into the General Fund. Its major revenue sources are sales, insurance premium, beer, cigarette, and tobacco taxes.

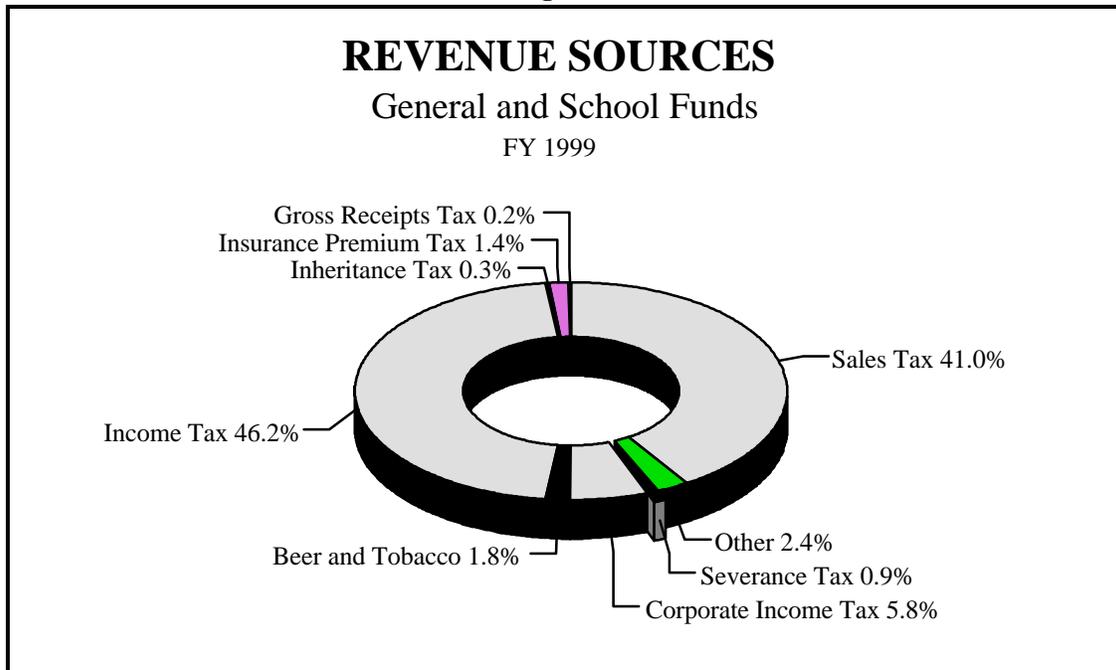
The Uniform School Fund was established in the state constitution and is restricted to the support of education. The major revenue sources of the Uniform School Fund are individual income and corporate franchise taxes.

In the 1996 general election, voters approved a constitutional amendment that explicitly allows the use of income tax revenue for higher education. The amendment allows the use of income tax revenue for higher education purposes with the remaining amount being deposited in the Uniform School Fund.

References are made in this document to school funds. School funds include Uniform School Fund and income tax revenue for higher education.

Receipts in FY 1997 from sales, liquor, inheritance, and income taxes were greater than projected. The difference between actual collections and budget forecasts resulted in a small \$1.9 million surplus in the General

Figure 4



Fund and a modest \$33.9 million in school funds.

The General Fund is forecasted to increase only 4.0 percent from FY 1998 to FY 1999, with sales tax receipts increasing 4.5 percent. School funds should grow 8.4 percent, with income tax receipts increasing 9.7 percent.

Most states do not have a separate dedicated fund for major expenditures like education. To compare to other states and show how the majority of Utah taxpayer money is spent, the General and school funds are frequently combined in this document.

Transportation Fund

The Transportation Fund was established in the state constitution to fund construction, improvement, repair, and maintenance of state roads. Its principal revenue source is the motor fuel tax. FY 1999 collections are estimated to increase 1.6 percent over the appropriated FY 1998 estimates. Table 4 shows actual and forecasted Transportation Fund collections.

Federal Funds

Federal funds account for 22 percent of the total budget. Federal dollars help finance programs that benefit the state and meet a perceived national need. To qualify for most federal aid, states must comply with federal regulations and match the federal contribution with state funds. The match rate varies by program. Federal funds appropriated by the legislature are estimates. State agencies may spend what they actually receive in federal revenue but may not exceed the state amount appropriated to match the federal funds. The Medicaid program within the Department of Health receives about 40 percent of the state's federal revenue.

Property Tax

Property tax shown in the state budget represents the contribution of local school districts to the state's Minimum School Program. The basic school levy is set annually by the legislature and represents the maximum amount of property tax revenue that can be raised. Using the rate set by the legislature, Governor Leavitt's budget recommendations allow for additional property tax revenue from the basic levy of \$4.4 million for FY 1999 based on new growth in assessed valuation. Also, the Board and Voted Leeway is increasing \$15.7 million due to growth in assessed property valuation as estimated by the Common Data Committee. This committee includes representatives from the Governor's Office of Planning and Budget, State Tax Commission, State Office of Education, and Legislative Fiscal Analyst.

Dedicated Credits

Dedicated credits include proceeds from user fees, fines, and sales of publications and licenses. State park entrance fees and higher education tuition are examples of dedicated credits. By law, an agency may spend what it collects in dedicated credits up to 125 percent of its dedicated credit appropriation. Recommended dedicated credits reflect the best estimate of revenue from each source.

Restricted and Trust Funds

Restricted and trust funds are established in statute and are earmarked for specific purposes. Agencies may not spend more than the amount appropriated from restricted funds. Unless otherwise stated, unused restricted fund money lapses back to each respective fund at the end of the fiscal year. Lapsing funds may not be spent unless

reappropriated by the legislature. Hunting and fishing license fees and hazardous waste fees are examples of proceeds that go into restricted funds.

Mineral Lease Funds

The federal government returns to the state part of the money it collects from leases of mineral rights on federally-owned property within Utah's boundaries. Federal law requires that mineral lease revenue be spent on activities that relieve the impact of mineral development on the community. Mineral lease revenue is allocated among various state agencies using a statutory formula. Table 5 shows past and forecasted mineral lease revenue and its uses.

Rainy Day Fund

The budgeted funds are appropriated to the expected level of revenues and beginning fund balances. By using a prudent revenue estimate, a year-end surplus is assured. For additional budget stabilization, the state maintains a Rainy Day Fund. It can only be used to cover operating deficits or retro-active tax refunds. In addition to interest earnings, 25 percent of any General Fund surplus at fiscal year end is transferred to the fund. The balance at the end of FY 1997 was \$79.5 million. The ceiling of the fund is 8.0 percent of the particular year's General Fund appropriation total which was \$116.1 million at FY 1997 year end.

DEMOGRAPHICS

Utah's demographic characteristics are unique among the states and significantly impact state budgetary decisions. With just over two million people in 1996, Utah's population continues to be among the fastest growing, youngest, and most urban in

the nation. The state's population is also becoming more racially and ethnically diverse.

The state's 1997 population growth rate of 2.1 percent is more than twice the national average. Utah's high fertility rate and low death rate are the primary reasons for Utah's rapid population growth. In recent years, the healthy economy has attracted more people into the state than have moved away. Utah's rate of population increase is expected to continue to exceed the nation's in the future.

Utah's population is the youngest in the nation with a median age of 26.8 in 1996, compared to 34.6 nationally. Compared to other states, Utah has the highest percentage of the population under age 18 (33.9 percent in Utah compared to 26.1 percent in the nation). Because of the state's young population, every 100 persons of working age (ages 18-64) must support 12 more persons of non-working age (from birth to age 17 and age 65 and over) than the national average. In the future, Utah's age composition, as well as the nation's, will continue to become older as baby boomers age.

In comparison to other states, Utah ranks as the sixth most urban state. The U.S. Bureau of the Census classifies 87 percent of Utah's population as urban compared to 75 percent of the nation's. Much of Utah's future population growth is expected to be concentrated in urban settings.

The state's population continues to become more racially and ethnically diverse. In 1994 an estimated 89.4 percent of the state was White compared to 92.7 percent in 1980. The fastest growing race/ethnicity groups are Asian/Pacific Islander and Hispanic origin. In 1994, an estimated 6.1 percent of the state was of Hispanic origin, 2.4 percent Asian/Pacific Islander, 1.4 percent American Indian, and 0.7 percent Black. ■

Table 1

STATE FISCAL PLAN
General Fund and School Funds
(In Thousands of Dollars)

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations					
			Recom- mended FY 1998 (a)	Dollar Difference R98-A98 (b)	Recom- mended FY 1999	Dollar Difference 99-A98 (c)	Percent Change 97-R98 (d)	Percent Change R98-99 (e)
Sources of Funding								
Beginning Balance	\$9,071	\$0	\$35,771	\$35,771	\$0	\$0	--%	--%
General Fund Estimates	\$1,441,568	\$1,482,332	\$1,458,000	(\$24,332)	\$1,517,000	\$34,668	1.1%	4.0%
School Funds Estimates	1,437,638	1,515,188	1,547,000	31,812	1,687,927	172,739	7.6	9.1
Subtotal GF/SF Estimates	\$2,879,206	\$2,997,520	\$3,005,000	\$7,480	\$3,204,927	\$207,407	4.4%	6.7%
Transfers	\$1,979	\$3,000	\$3,000	\$0	(\$5,000)	(\$8,000)	51.6%	(266.7%)
Mineral Lease Transfers	1,343	1,461	4,922	3,461	3,142	1,681	266.5	(36.2)
Other	985	0	24	24	0	0	(97.6)	--
Asbestos Litigation Settlement	0	650	650	0	0	(650)	--	(100.0)
Additional Judicial Collections	0	1,500	1,500	0	0	(1,500)	--	(100.0)
Inspection Fees	0	0	0	0	160	160	--	--
Reserve for Industrial Asst. Fund	(6,761)	0	6,761	6,761	0	0	(200.0)	(100.0)
Reserve from Prior Fiscal Year	187,958	28,181	28,181	0	45,178	16,997	(85.0)	60.3
Reserve for Following Fiscal Year	(28,181)	0	(45,178)	(45,178)	0	0	60.3	--
TOTAL SOURCES OF FUNDING	\$3,045,600	\$3,032,312	\$3,040,631	\$8,319	\$3,248,407	\$216,095	(0.2%)	6.8%
(f) Appropriations (Tables 6, 9)								
Operations Budget	\$2,721,445	\$2,782,464	\$2,782,464	\$0	\$3,005,863	\$223,399	2.2%	8.0%
Capital Budget	209,753	160,133	160,133	0	145,166	(14,967)	(23.7)	(9.3)
Debt Service	83,222	84,335	84,335	0	88,378	4,043	1.3	4.8
Other	0	5,100	5,100	0	9,000	3,900	--	76.5
Subtotal Appropriations	\$3,014,420	\$3,032,032	\$3,032,032	\$0	\$3,248,407	\$216,375	0.6%	7.1%
Other								
Lapsing	(\$4,591)	\$0	\$0	\$0	\$0	\$0	--%	--%
Supplementals	0	0	8,599	8,599	0	0	--	(100.0)
TOTAL APPROPRIATIONS	\$3,009,829	\$3,032,032	\$3,040,631	\$8,599	\$3,248,407	\$216,375	1.0%	6.8%
Ending Balance	\$35,771	\$280	\$0	(\$280)	\$0	(\$280)	--%	--%

(a) Recommended FY 1998 is based upon updated revenue projections and includes recommended supplemental appropriations.

(b) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1998. These dollars represent new one-time revenues and uses.

(c) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1999. These dollars represent new ongoing revenues and uses.

(d) Change is from Actual FY 1997 to Recommended FY 1998.

(e) Change is from Recommended FY 1998 to Recommended FY 1999.

(f) Percentage increases may differ on this table as compared to Table 6 because all supplementals have been shown as a separate category here and built into their individual budget categories in Table 6.

Table 1 shows all the sources of funding used to balance the General Fund and school funds portions of the budget. It is the total of Table 2, General Fund, and Table 3, School Funds.

Table 2

STATE FISCAL PLAN
General Fund
(In Thousands of Dollars)

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations					
			Recom- mended FY 1998 (b)	Dollar Difference R98-A98 (c)	Recom- mended FY 1999	Dollar Difference 99-A98 (d)	Percent Change 97-R98 (e)	Percent Change R98-99 (f)
Sources of Funding								
Beginning Balance	\$483	\$0	\$1,909	\$1,909	\$0	\$0	--%	--%
(a) General Fund Estimates	\$1,441,568	\$1,482,332	\$1,458,000	(\$24,332)	\$1,517,000	\$34,668	1.1%	4.0%
Transfer from School Funds	0	0	4,240	4,240	0	0	--	(100.0)
Subtotal GF/SF Estimates	\$1,441,568	\$1,482,332	\$1,462,240	(\$20,092)	\$1,517,000	\$34,668	1.4%	3.7%
Transfers	\$1,979	\$3,000	\$3,000	\$0	(\$5,000)	(\$8,000)	51.6%	(100.0%)
Mineral Lease Transfers	1,343	1,461	4,922	3,461	3,142	1,681	266.5	(36.2)
Other	985	0	24	24	0	0	(97.6)	--
Asbestos Litigation Settlement	0	650	650	0	0	(650)	--	(100.0)
Additional Judicial Collections	0	1,500	1,500	0	0	(1,500)	--	(100.0)
Inspection Fees	0	0	0	0	160	160	--	--
Reserve for Industrial Asst. Fund	(6,761)	0	6,761	6,761	0	0	(200.0)	(100.0)
Reserve from Prior Fiscal Year	61,711	4,273	4,273	0	0	(4,273)	(93.1)	(100.0)
Reserve for Following Fiscal Year	(4,273)	0	0	0	0	0	(100.0)	--
TOTAL SOURCES OF FUNDING	\$1,497,035	\$1,493,216	\$1,485,279	(\$7,937)	\$1,515,302	\$22,086	(0.8%)	2.0%
(g) Appropriations								
Operations Budget	\$1,246,534	\$1,263,576	\$1,263,576	\$0	\$1,363,328	\$99,752	1.4%	7.9%
Capital Budget	180,550	132,775	132,775	0	112,235	(20,540)	(26.5)	(15.5)
Debt Service	73,009	79,316	79,316	0	31,739	(47,577)	8.6	(60.0)
Other	0	5,100	5,100	0	8,000	2,900	--	56.9
Subtotal Appropriations	\$1,500,093	\$1,480,767	\$1,480,767	\$0	\$1,515,302	\$34,535	(1.3%)	2.3%
Other								
Lapsing	(\$4,967)	\$0	\$0	\$0	\$0	\$0	(100.0%)	--%
(h) Supplementals	0	0	4,512	4,512	0	0	--	(100.0)
TOTAL APPROPRIATIONS	\$1,495,126	\$1,480,767	\$1,485,279	\$4,512	\$1,515,302	\$34,535	(0.7%)	2.0%
Ending Balance	\$1,909	\$12,449	\$0	(\$12,449)	\$0	(\$12,449)	--%	--%

(a) See Table 4.

(b) Recommended FY 1998 is based upon updated revenue projections and includes recommended supplemental appropriations.

(c) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1998. These dollars represent new one-time revenues and uses.

(d) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1999. These dollars represent new ongoing revenues and uses.

(e) Change is from Actual FY 1997 to Recommended FY 1998.

(f) Change is from Recommended FY 1998 to Recommended FY 1999.

(g) Percentage increases may differ on this table as compared to Table 6 because all supplementals have been shown as a separate category here and built into their individual budget categories in Table 6.

(h) See Table 10.

Table 2 shows all the sources of funding used to balance the General Fund portion of the budget.

Table 3

STATE FISCAL PLAN
School Funds*
(In Thousands of Dollars)

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations					
			Recom- mended FY 1998 (b)	Dollar Difference R98-A98 (c)	Recom- mended FY 1999	Dollar Difference 99-A98 (d)	Percent Change 97-R98 (e)	Percent Change R98-99 (f)
Sources of Funding								
Beginning Balance	\$8,588	\$0	\$33,862	\$33,862	\$0	\$0	--%	--%
Transfer to General Fund	\$0	\$0	(\$4,240)	(\$4,240)	\$0	\$0	--%	(100.0%)
(a) School Funds Estimates	1,437,638	1,515,188	1,547,000	31,812	1,687,927	172,739	7.6	9.1
Subtotal GF/SF Estimates	\$1,437,638	\$1,515,188	\$1,542,760	\$27,572	\$1,687,927	\$172,739	7.3%	9.4%
Reserve from Prior Fiscal Year	\$126,247	\$23,908	\$23,908	\$0	\$45,178	\$21,270	(81.1%)	89.0%
Reserve for Following Fiscal Year	(23,908)	0	(45,178)	(45,178)	0	0	89.0	(100.0)
TOTAL SOURCES OF FUNDING	\$1,548,565	\$1,539,096	\$1,555,352	\$16,256	\$1,733,105	\$194,009	0.4%	11.4%
(g) Appropriations								
Operations Budget	\$1,474,911	\$1,518,888	\$1,518,888	\$0	\$1,642,535	\$123,647	3.0%	8.1%
Capital Budget	29,203	27,358	27,358	0	32,931	5,573	(6.3)	20.4
Debt Service	10,213	5,019	5,019	0	56,639	51,620	(50.9)	1,028.5
Other	0	0	0	0	1,000	1,000	--	--
Subtotal Appropriations	\$1,514,327	\$1,551,265	\$1,551,265	\$0	\$1,733,105	\$181,840	2.4%	11.7%
Other								
Lapsing	\$376	\$0	\$0	\$0	\$0	\$0	(100.0%)	--%
(h) Supplementals	0	0	4,087	4,087	0	0	--	(100.0)
TOTAL APPROPRIATIONS	\$1,514,703	\$1,551,265	\$1,555,352	\$4,087	\$1,733,105	\$181,840	2.7%	11.4%
Ending Balance	\$33,862	(\$12,169)	\$0	\$12,169	\$0	\$12,169	--%	--%

* Includes Uniform School Fund and Income Tax Revenue for Higher Education

(a) See Table 4.

(b) Recommended FY 1998 is based upon updated revenue projections and includes recommended supplemental appropriations.

(c) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1998. These dollars represent new one-time revenues and uses.

(d) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1999. These dollars represent new ongoing revenues and uses.

(e) Change is from Actual FY 1997 to Recommended FY 1998.

(f) Change is from Recommended FY 1998 to Recommended FY 1999.

(g) Percentage increases may differ on this table as compared to Table 6 because all supplementals have been shown as a separate category here and built into their individual budget categories in Table 6.

(h) See Table 10.

Table 3 shows all the sources of funding used to balance the school funds portion of the budget.

Table 4

REVENUE COLLECTIONS AND ESTIMATES
Three-Year Comparison
(In Thousands of Dollars)

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations					
			Recom- mended FY 1998 (a)	Dollar Difference R98-A98 (b)	Recom- mended FY 1999	Dollar Difference 99-A98 (c)	Change 97-R98 (d)	Change R98-99 (e)
General Fund (GF)								
Sales and Use Tax	\$1,252,131	\$1,280,027	\$1,253,000	(\$27,027)	\$1,309,000	\$28,973	0.1%	4.5%
Liquor Profits	24,312	24,000	25,500	1,500	26,500	2,500	4.9	3.9
Insurance Premiums	43,111	43,000	41,000	(2,000)	44,000	1,000	(4.9)	7.3
Beer, Cigarette, and Tobacco	41,179	61,000	56,000	(5,000)	59,000	(2,000)	36.0	5.4
Oil and Gas Severance Tax	17,217	12,000	21,500	9,500	23,000	11,000	24.9	7.0
Metal Severance Tax	6,563	7,000	7,500	500	6,500	(500)	14.3	(13.3)
Inheritance Tax	10,282	8,500	10,000	1,500	9,000	500	(2.7)	(10.0)
Investment Income	16,337	15,000	13,000	(2,000)	10,000	(5,000)	(20.4)	(23.1)
Other	34,882	36,305	35,000	(1,305)	35,000	(1,305)	0.3	0.0
Property and Energy Credit	(4,446)	(4,500)	(4,500)	0	(5,000)	(500)	1.2	11.1
Subtotal General Fund	\$1,441,568	\$1,482,332	\$1,458,000	(\$24,332)	\$1,517,000	\$34,668	1.1%	4.0%
School Funds (SF)								
(Includes Income Tax Revenue for Higher Education)								
Individual Income Tax	\$1,237,332	\$1,323,397	\$1,345,000	\$21,603	\$1,485,327	\$161,930	8.7%	10.4%
Corporate Franchise Tax	182,917	178,691	187,000	8,309	187,000	8,309	2.2	0.0
Permanent School Fund Interest	3,468	1,000	3,800	2,800	4,200	3,200	9.6	10.5
Gross Receipts Tax	9,073	9,100	6,400	(2,700)	6,500	(2,600)	(29.5)	1.6
Other	4,848	3,000	4,800	1,800	4,900	1,900	(1.0)	2.1
Subtotal School Funds	\$1,437,638	\$1,515,188	\$1,547,000	\$31,812	\$1,687,927	\$172,739	7.6%	9.1%
Subtotal GF/SF	\$2,879,206	\$2,997,520	\$3,005,000	\$7,480	\$3,204,927	\$207,407	4.4%	6.7%
Transportation Fund								
Motor Fuel Tax	\$168,414	\$224,260	\$220,000	(\$4,260)	\$228,000	\$3,740	30.6%	3.6%
Special Fuel Tax	46,344	73,690	66,000	(7,690)	69,000	(4,690)	42.4	4.5
Other	52,639	51,520	55,000	3,480	58,000	6,480	4.5	5.5
Subtotal Transportation Fund	\$267,397	\$349,470	\$341,000	(\$8,470)	\$355,000	\$5,530	27.5%	4.1%
Mineral Lease (Table 5)								
Royalties	\$31,489	\$28,500	\$33,000	\$4,500	\$34,000	\$5,500	4.8%	3.0%
Bonus	2,622	3,000	2,500	(500)	2,600	(400)	(4.7)	4.0
Subtotal Mineral Lease	\$34,111	\$31,500	\$35,500	\$4,000	\$36,600	\$5,100	4.1%	3.1%
TOTAL	\$3,180,714	\$3,378,490	\$3,381,500	\$3,010	\$3,596,527	\$218,037	6.3%	6.4%

(a) Recommended FY 1998 is based upon updated revenue projections and includes recommended supplemental appropriations.

(b) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1998. These dollars represent new one-time revenues and uses.

(c) Difference is from Authorized FY 1998 adopted in the 1997 legislative session to Recommended FY 1999. These dollars represent new ongoing revenues and uses.

(d) Change is from Actual FY 1997 to Recommended FY 1998.

(e) Change is from Recommended FY 1998 to Recommended FY 1999.

Table 4 shows actual revenue collections for FY 1997 and estimated revenue collections for FY 1998 and FY 1999. These include state revenues only; federal funds, licenses, fees, etc., are not included.

Table 5

MINERAL LEASE FUNDS
(In Thousands of Dollars)

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations	
			Recommended FY 1998 (a)	Recommended FY 1999
MINERAL LEASE ACCOUNT				
Sources of Funding				
Beginning Balance	\$0	\$10	\$632	\$0
Mineral Lease Royalties	31,489	28,500	33,000	34,000
TOTAL SOURCES OF FUNDING	\$31,489	\$28,510	\$33,632	\$34,000
Statutory Allocations				
Community Impact Fund	\$11,565	\$12,008	\$13,454	\$15,262
Higher Education Institutions Board of Education	5,324	4,113	4,093	2,808
Utah Geological Survey	709	687	743	765
USU Water Research Lab	709	660	743	765
Transportation - county roads	709	641	743	765
Payment in Lieu of Taxes	7,872	7,125	8,200	8,500
Subtotal Statutory Allocation	2,176	2,173	2,173	2,173
	\$29,064	\$27,407	\$30,148	\$31,038
Discretionary Allocations				
Tourism Destination Development	\$100	\$100	\$100	\$100
Rural Telemedicine Initiatives	0	100	100	0
Primary Care Grants	350	350	350	500
Transfer to General Fund	1,343	554	2,935	2,362
Subtotal Discretionary Allocation	\$1,793	\$1,104	\$3,485	\$2,962
TOTAL ROYALTIES ALLOCATION	\$30,857	\$28,510	\$33,632	\$34,000
Ending Balance	\$632	\$0	\$0	\$0
MINERAL LEASE BONUS ACCOUNT				
Sources of Funding				
Beginning Balance	\$451	\$8	\$1,237	\$0
Mineral Lease Bonus	2,622	3,000	2,500	2,600
TOTAL SOURCES OF FUNDING	\$3,073	\$3,008	\$3,737	\$2,600
Allocations				
Community Impact Fund	\$1,836	\$2,100	\$1,750	\$1,820
Transfer to General Fund	0	908	1,987	780
TOTAL BONUS ALLOCATION	\$1,836	\$3,008	\$3,737	\$2,600
Ending Balance	\$1,237	\$0	\$0	\$0

(a) Governor Leavitt's recommendations for FY 1998 are based upon updated revenue projections.

Table 5 shows the actual, authorized, and recommended allocation of Mineral Lease revenue. This revenue is a royalty from mineral leases on federal lands in Utah.

Table 6**SUMMARY OF RECOMMENDATIONS BY DEPARTMENT****Appropriations from General and School Funds****(In Thousands of Dollars)**

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations				Percent Change R98-99 (d)
			Recom- mended FY 1998 (a)	Base FY 1999 (b)	Adjust- ments (c)	Recom- mended FY 1999	
Plan of Financing							
General Fund	\$1,500,093	\$1,480,767	\$1,485,279	\$1,453,914	\$61,388	\$1,515,302	2.0%
School Funds	1,514,327	1,551,265	1,555,351	1,545,065	188,040	1,733,105	11.4
TOTAL PLAN OF FINANCING	\$3,014,420	\$3,032,032	\$3,040,630	\$2,998,979	\$249,428	\$3,248,407	6.8%
Appropriations by Department							
Administrative Services	\$19,085	\$20,093	\$20,360	\$17,204	\$4,502	\$21,706	6.6%
Commerce and Revenue	98,419	93,950	93,950	93,927	3,656	97,583	3.9
Corrections (Adult and Youth)	173,320	192,192	192,192	193,475	29,150	222,625	15.8
Courts	69,361	76,940	77,190	78,264	4,919	83,183	7.8
Econ. Development/Human Res.	33,833	30,860	32,560	30,420	2,276	32,696	0.4
Elected Officials	24,346	24,085	24,391	24,088	1,387	25,475	4.4
Environmental Quality	9,200	8,869	8,869	8,933	302	9,235	4.1
Health	162,069	169,525	169,525	169,467	9,368	178,835	5.5
Higher Education	457,515	469,937	469,937	466,869	38,954	505,823	7.6
Human Services	159,092	177,026	177,048	174,479	9,211	183,690	3.8
Legislature	11,215	10,907	10,907	10,952	1,048	12,000	10.0
National Guard	2,731	2,905	2,905	2,927	190	3,117	7.3
Natural Resources	44,311	39,322	41,456	38,556	1,496	40,052	(3.4)
Public Education	1,421,511	1,428,552	1,431,378	1,424,974	126,105	1,551,079	8.4
Public Safety	33,852	36,212	36,212	34,800	2,875	37,675	4.0
Transportation	1,585	1,089	1,089	1,089	0	1,089	0.0
Total Operations Budget	\$2,721,445	\$2,782,464	\$2,789,969	\$2,770,424	\$235,439	\$3,005,863	7.7%
Capital Budget	\$209,753	\$160,133	\$160,133	\$139,220	\$5,946	\$145,166	(9.3%)
Debt Service	83,222	84,335	85,328	84,335	4,043	88,378	3.6
Other	0	5,100	5,200	5,000	4,000	9,000	73.1 (e)
TOTAL APPROPRIATIONS	\$3,014,420	\$3,032,032	\$3,040,630	\$2,998,979	\$249,428	\$3,248,407	6.8%

See footnotes on next page

Table 6 shows the budgeted use of major state tax revenue (sales and income taxes) by state agency. It is a summary of the department tables found in a following section. The Base FY 1999 column has been adjusted to exclude one-time FY 1998 appropriations. The Adjustments column is described in more detail in the individual department sections.

Table 6

SUMMARY OF RECOMMENDATIONS BY DEPARTMENT
Appropriations from General and School Funds

Footnotes

- (a) Recommended FY 1998 is based upon updated revenue projections and includes recommended supplemental appropriations.
- (b) Base FY 1999 is the ongoing portion of FY 1998 without one-time appropriations and adjusts for program transfers between departments, internal service fund rate changes, and personal services adjustments.
- (c) See Table 9. Adjustments are also shown in more detail in the individual department sections of this book.
- (d) Change is from Recommended FY 1998 to Recommended FY 1999. Both years include one-time appropriations.
- (e) FY 1998 includes \$100,000 for the Fort Douglas Army Reserve relocation. FY 1999 includes \$5.0 million for Health Insurance Pool, \$2.0 million for 800 Megahertz, and \$2.0 million for fiscal note reserve.

WHERE STATE TAX DOLLARS GO
General Fund and School Funds
 FY 1999

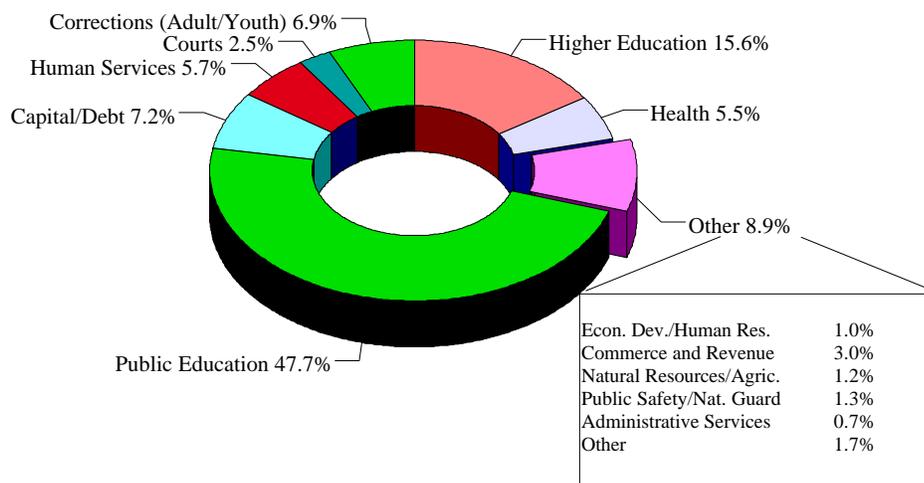


Table 7

SUMMARY OF RECOMMENDATIONS BY DEPARTMENT
Appropriations from All Sources of Funding
(In Thousands of Dollars)

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations				Percent Change R98/99 (d)
			Recom- mended FY 1998 (a)	Base FY 1999 (b)	Adjust- ments (c)	Recom- mended FY 1999	
Plan of Financing							
General Fund	\$1,500,093	\$1,480,767	\$1,485,279	\$1,453,914	\$61,388	\$1,515,302	2.0%
School Funds	1,514,327	1,551,265	1,555,351	1,545,065	188,040	1,733,105	11.4
Transportation Fund	265,882	348,429	348,429	346,926	8,074	355,000	1.9
Federal Funds	1,265,157	1,284,904	1,285,343	1,312,631	44,077	1,356,708	5.6
Dedicated Credits	324,454	318,096	323,797	336,510	13,351	349,861	8.0
Mineral Lease	32,693	31,519	37,371	34,088	2,512	36,600	(2.1)
Restricted and Trust Funds	182,930	249,725	254,217	245,954	20,487	266,441	4.8
Transfers	148,257	147,446	143,961	134,599	2,385	136,984	(4.8)
Other Funds	19,679	3,189	3,189	276	2,138	2,414	(24.3)
Pass-through Funds	14,840	10,033	10,033	10,033	0	10,033	0.0
Beginning Balances	164,706	144,112	144,112	83,980	0	83,980	(41.7)
Closing Balances	(144,112)	(83,980)	(83,980)	(78,729)	0	(78,729)	6.3
Lapsing Funds	(32,688)	(2,249)	(2,249)	0	0	0	(100.0)
Local Property Tax	252,259	271,353	271,353	271,353	20,097	291,450	7.4
TOTAL PLAN OF FINANCING	\$5,508,477	\$5,754,609	\$5,776,206	\$5,696,600	\$362,549	\$6,059,149	4.9%
Appropriations by Department							
Administrative Services	\$23,679	\$29,664	\$30,311	\$21,679	\$7,125	\$28,804	(5.0%)
Commerce and Revenue	334,460	315,854	317,155	313,912	18,251	332,163	4.7
Corrections (Adult and Youth)	187,174	205,812	207,312	204,100	30,733	234,833	13.3
Courts	70,997	82,034	82,643	82,237	8,243	90,480	9.5
Econ. Development/Human Res.	84,881	112,724	114,424	100,764	4,576	105,340	(7.9)
Elected Officials	44,541	49,998	50,347	48,671	1,978	50,649	0.6
Environmental Quality	29,981	32,689	32,733	31,943	1,459	33,402	2.0
Health	780,575	830,275	830,275	820,114	37,045	857,159	3.2
Higher Education	623,600	638,809	638,890	635,822	45,716	681,538	6.7
Human Services	348,487	365,695	367,541	352,162	18,612	370,774	0.9
Legislature	11,115	11,251	11,251	11,423	1,048	12,471	10.8
National Guard	14,260	12,696	12,696	12,723	320	13,043	2.7
Natural Resources	100,423	119,013	122,127	115,014	6,093	121,107	(0.8)
Public Education	1,871,250	1,920,818	1,923,701	1,916,611	146,893	2,063,504	7.3
Public Safety	70,113	72,003	73,153	70,394	4,606	75,000	2.5
Transportation	180,503	178,563	179,526	176,460	5,886	182,346	1.6
Total Operations Budget	\$4,776,039	\$4,977,898	\$4,994,085	\$4,914,029	\$338,584	\$5,252,613	5.2%
Capital Budget	\$628,214	\$657,213	\$644,112	\$671,637	(\$14,638)	\$656,999	2.0%
Debt Service	100,652	112,897	131,308	100,897	33,788	134,685	2.6
Other	3,572	6,601	6,701	10,037	4,815	14,852	121.6 (e)
TOTAL APPROPRIATIONS	\$5,508,477	\$5,754,609	\$5,776,206	\$5,696,600	\$362,549	\$6,059,149	4.9%

See footnotes on next page

Table 7 shows the budget for all sources of funding by state agency. It is a summary of the department tables found in a following section. The Base FY 1999 column has been adjusted to exclude one-time FY 1998 appropriations. The Adjustments column is described in more detail in the individual department sections.

Table 7

**SUMMARY OF RECOMMENDATIONS BY DEPARTMENT
Appropriations from All Sources of Funding**

Footnotes

- (a) Recommended FY 1998 is based upon updated revenue projections and includes recommended supplemental appropriations.
- (b) Base FY 1999 is the ongoing portion of FY 1998 without one-time appropriations and adjusts for program transfers between departments, internal service fund rate changes, and personal services adjustments.
- (c) See Table 9. Adjustments are also shown in more detail in the individual department sections of this book.
- (d) Change is from Recommended FY 1998 to Recommended FY 1999. Both years include one-time appropriations.
- (e) FY 1998 includes \$100,000 for the Fort Douglas Army Reserve relocation. FY 1999 includes \$10.0 million for Health Insurance Pool, \$2.8 million for 800 Megahertz, and \$2.0 million for fiscal note reserve.

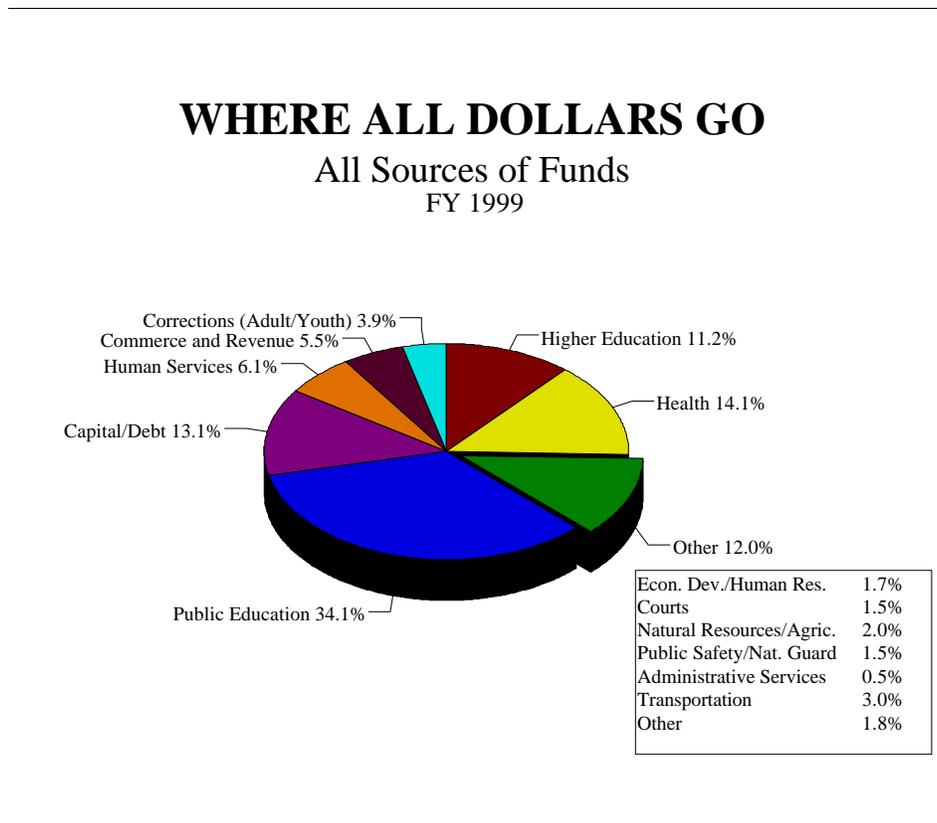


Table 8 on the following two pages shows the budget for state agencies with all sources of funding.

Table 8

SUMMARY PLAN OF FINANCING BY DEPARTMENT AND SOURCES OF FUNDING

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted and Trust Funds	Other	Property Tax	Total
Administrative Services										
Actual FY 1997	\$19,079,000	\$6,000	\$453,400	\$227,900	\$1,426,400	\$0	\$8,200	\$2,478,200	\$0	\$23,679,100
Authorized FY 1998	19,686,500	406,000	453,400	1,964,300	1,732,500	0	8,200	5,412,400	0	29,663,300
Recommended FY 1999	20,416,400	1,290,000	450,000	1,874,700	1,891,000	0	350,000	2,531,800	0	28,803,900
Commerce and Revenue										
Actual FY 1997	83,513,100	14,905,800	4,851,000	177,241,800	10,697,000	0	37,610,500	5,641,200	0	334,460,400
Authorized FY 1998	78,684,500	15,265,600	4,857,400	158,221,700	10,039,500	0	41,045,900	7,739,700	0	315,854,300
Recommended FY 1999	81,400,600	16,182,200	4,857,400	172,928,600	9,369,500	0	44,892,200	2,531,800	0	332,162,300
Corrections (Adult and Youth)										
Actual FY 1997	173,319,900	0	0	2,843,100	2,100,000	0	450,000	8,460,500	0	187,173,500
Authorized FY 1998	192,191,800	0	0	1,110,000	3,122,100	0	300,000	9,088,200	0	205,812,100
Recommended FY 1999	222,624,800	0	0	1,258,700	3,849,900	0	300,000	6,799,700	0	234,833,100
Courts										
Actual FY 1997	69,360,900	0	0	37,100	1,241,800	0	1,655,000	(1,298,000)	0	70,996,800
Authorized FY 1998	76,939,850	0	0	138,300	1,629,100	0	2,110,900	1,215,600	0	82,033,750
Recommended FY 1999	83,183,250	0	0	159,600	1,700,700	0	5,233,100	202,500	0	90,479,150
Economic Development and Human Resources										
Actual FY 1997	33,832,900	0	118,000	17,275,200	11,884,700	546,900	25,662,700	(4,439,000)	0	84,881,400
Authorized FY 1998	30,860,400	0	118,000	21,282,100	12,122,400	559,000	29,037,000	18,745,500	0	112,724,400
Recommended FY 1999	32,556,400	140,000	118,000	30,485,200	12,001,900	576,200	28,641,800	820,000	0	105,339,500
Elected Officials										
Actual FY 1997	24,346,500	0	0	7,811,500	9,620,100	0	2,518,700	244,300	0	44,541,100
Authorized FY 1998	24,085,300	0	0	10,085,400	10,029,000	0	2,238,000	3,559,100	0	49,996,800
Recommended FY 1999	25,474,900	0	0	11,536,400	10,309,700	0	2,517,800	810,400	0	50,649,200
Environmental Quality										
Actual FY 1997	9,200,100	0	0	9,050,600	5,993,100	0	5,931,600	(194,500)	0	29,980,900
Authorized FY 1998	8,868,900	0	0	10,948,500	6,381,300	0	6,452,600	38,000	0	32,689,300
Recommended FY 1999	9,235,200	0	0	10,307,500	6,660,600	0	6,306,000	892,200	0	33,401,500
Health										
Actual FY 1997	162,068,800	0	0	538,704,100	37,465,200	350,000	9,669,900	32,317,000	0	780,575,000
Authorized FY 1998	169,524,700	0	0	566,428,300	37,686,600	450,000	11,165,200	45,019,700	0	830,274,500
Recommended FY 1999	178,835,000	0	0	584,095,700	40,888,900	500,000	11,281,300	41,558,700	0	857,159,600
Higher Education										
Actual FY 1997	418,946,300	38,568,500	0	4,290,200	152,913,300	6,033,000	1,180,600	1,668,000	0	623,599,900
Authorized FY 1998	395,093,300	74,843,500	0	4,592,300	158,772,100	4,754,700	752,700	0	0	638,808,600
Recommended FY 1999	431,979,200	73,843,500	0	4,592,300	166,797,800	3,573,000	752,700	0	0	681,538,500
Human Services										
Actual FY 1997	159,092,300	0	0	92,855,300	9,932,300	0	1,637,400	84,969,900	0	348,487,200
Authorized FY 1998	177,025,900	0	0	94,686,400	6,318,700	0	2,588,000	85,075,600	0	365,694,600
Recommended FY 1999	183,690,500	0	0	88,163,300	7,037,100	0	2,540,000	89,342,100	0	370,773,000

Legislature										
Actual FY 1997	11,215,100	0	0	0	362,700	0	0	(462,400)	0	11,115,400
Authorized FY 1998	10,906,600	0	0	0	310,000	0	0	34,200	0	11,250,800
Recommended FY 1999	11,999,600	0	0	0	340,000	0	0	131,000	0	12,470,600
National Guard										
Actual FY 1997	2,731,100	0	0	11,531,600	34,200	0	0	(36,600)	0	14,260,300
Authorized FY 1998	2,904,600	0	0	9,701,800	40,000	0	0	50,000	0	12,696,400
Recommended FY 1999	3,118,000	0	0	9,885,000	40,000	0	0	0	0	13,043,000
Natural Resources										
Actual FY 1997	44,311,400	0	0	15,501,500	11,188,800	708,500	33,355,500	(4,642,900)	0	100,422,800
Authorized FY 1998	39,322,100	0	0	24,328,800	11,256,400	660,300	38,994,100	4,451,700	0	119,013,400
Recommended FY 1999	40,051,100	0	0	24,954,500	12,033,200	765,000	42,066,900	1,236,300	0	121,107,000
Public Education										
Actual FY 1997	80,000	1,421,430,700	0	183,241,600	20,550,900	708,500	573,400	(7,594,300)	252,258,900	1,871,249,700
Authorized FY 1998	180,000	1,428,372,500	0	191,393,800	19,781,000	686,700	483,700	8,568,200	271,352,500	1,920,818,400
Recommended FY 1999	0	1,551,079,000	0	195,608,000	21,319,000	765,000	553,700	2,729,500	291,449,700	2,063,503,900
Public Safety										
Actual FY 1997	33,851,600	0	5,495,500	9,905,600	3,140,100	0	16,077,200	1,643,300	0	70,113,300
Authorized FY 1998	36,212,400	0	5,495,500	9,418,500	2,870,600	0	16,889,400	1,116,600	0	72,003,000
Recommended FY 1999	37,674,400	0	5,495,500	9,535,900	3,078,000	0	18,359,900	856,200	0	74,999,900
Transportation										
Actual FY 1997	1,584,700	0	124,445,300	19,119,800	19,776,300	0	7,485,600	8,090,900	0	180,502,600
Authorized FY 1998	1,088,900	0	124,810,200	18,747,500	15,165,600	0	7,304,700	11,446,200	0	178,563,100
Recommended FY 1999	1,088,900	0	129,867,600	19,362,200	15,345,600	0	7,330,700	9,350,700	0	182,345,700
TOTAL OPERATIONS BUDGET										
Actual FY 1997	\$1,246,533,700	\$1,474,911,000	\$135,363,200	\$1,089,636,900	\$298,326,900	\$8,346,900	\$143,816,300	\$126,845,600	\$252,258,900	\$4,776,039,400
Authorized FY 1998	1,263,575,750	1,518,887,600	135,734,500	1,123,047,700	297,256,900	7,110,700	159,370,400	201,560,700	271,352,500	4,977,896,750
Recommended FY 1999	1,363,328,250	1,642,534,700	140,788,500	1,164,747,600	312,662,900	6,179,200	171,126,100	159,792,900	291,449,700	5,252,609,850
Capital Budget										
Actual FY 1997	\$180,549,700	\$29,203,500	\$130,519,100	\$175,520,100	\$8,343,900	\$23,002,600	\$37,219,000	\$43,856,200	\$0	\$628,214,100
Authorized FY 1998	132,775,500	27,358,000	212,694,800	161,856,200	4,714,000	22,946,800	86,994,600	7,873,400	0	657,213,300
Recommended FY 1999	112,235,100	32,931,000	214,211,500	191,960,100	18,896,000	27,278,800	90,514,500	(31,027,900)	0	656,999,100
Debt Service										
Actual FY 1997	73,009,400	10,212,500	0	0	17,782,900	0	0	(353,400)	0	100,651,400
Authorized FY 1998	79,316,100	5,019,000	0	0	16,125,100	0	0	12,436,900	0	112,897,100
Recommended FY 1999	31,738,500	56,639,200	0	0	18,302,100	0	0	28,005,600	0	134,685,400
Other										
Actual FY 1997	0	0	0	0	0	1,343,000	1,894,300	334,600	0	3,571,900
Authorized FY 1998	5,100,000	0	0	0	0	1,461,300	3,360,000	(3,320,300)	0	6,601,000
Recommended FY 1999	8,000,000	1,000,000	0	0	0	3,142,000	4,800,000	(2,089,700)	0	14,852,300
GRAND TOTALS										
Actual FY 1997	\$1,500,092,800	\$1,514,327,000	\$265,882,300	\$1,265,157,000	\$324,453,700	\$32,692,500	\$182,929,600	\$170,683,000	\$252,258,900	\$5,508,476,800
Authorized FY 1998	1,480,767,350	1,551,264,600	348,429,300	1,284,903,900	318,096,000	31,518,800	249,725,000	218,550,700	271,352,500	5,754,608,150
Recommended FY 1999	1,515,301,850	1,733,104,900	355,000,000	1,356,707,700	349,861,000	36,600,000	266,440,600	154,680,900	291,449,700	6,059,146,650

Table 9

SUMMARY OF FY 1999 ADJUSTMENTS BY DEPARTMENT

**Ongoing and One-time
All Sources of Funding**

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted and Trust Funds	Other	Property Tax	Total
Appropriations by Department										
Administrative Services	\$3,218,400	\$1,284,000	(\$3,400)	\$1,746,400	\$5,600	\$0	\$341,800	\$531,800	\$0	\$7,124,600
Commerce and Revenue	2,838,700	817,700	0	9,745,900	35,000	0	4,813,500	0	0	18,250,800
Corrections (Adult and Youth)	29,149,900	0	0	144,000	726,000	0	0	713,000	0	30,732,900
Courts	4,918,900	0	0	1,200	231,700	0	3,088,900	2,000	0	8,242,700
Econ. Dev./Human Res.	2,136,200	140,000	0	119,900	14,600	106,600	2,058,200	0	0	4,575,500
Elected Officials	1,386,800	0	0	8,700	315,400	0	267,100	400	0	1,978,400
Environmental Quality	302,300	0	0	267,600	118,800	0	765,500	4,500	0	1,458,700
Health	9,368,800	0	0	23,455,100	537,900	500,000	3,088,500	95,000	0	37,045,300
Higher Education	37,453,600	1,500,000	0	0	8,025,700	(1,263,000)	0	0	0	45,716,300
Human Services	9,211,100	0	0	2,888,300	955,300	0	690,000	4,866,900	0	18,611,600
Legislature	1,047,600	0	0	0	0	0	0	0	0	1,047,600
National Guard	190,400	0	0	129,300	0	0	0	0	0	319,700
Natural Resources	1,495,600	0	0	944,700	264,300	26,000	3,354,000	8,700	0	6,093,300
Public Education	0	126,104,800	0	476,300	190,200	0	0	24,900	20,097,200	146,893,400
Public Safety	2,874,700	0	0	98,500	15,400	0	1,596,800	20,900	0	4,606,300
Transportation	0	0	5,958,800	545,400	174,600	0	22,700	(815,300)	0	5,886,200
Total Dept. Adjustments	\$105,593,000	\$129,846,500	\$5,955,400	\$40,571,300	\$11,610,500	(\$630,400)	\$20,087,000	\$5,452,800	\$20,097,200	\$338,583,300
Capital Budget	\$372,900	\$5,573,000	\$2,118,900	\$3,505,800	\$0	\$0	\$400,000	(\$26,608,700)	\$0	(\$14,638,100)
Debt Service	(47,577,600)	51,620,200	0	0	1,740,100	0	0	28,005,600	0	33,788,300
Other	3,000,000	1,000,000	0	0	0	3,142,000	0	(2,326,700)	0	4,815,300
TOTAL ADJUSTMENTS	\$61,388,300	\$188,039,700	\$8,074,300	\$44,077,100	\$13,350,600	\$2,511,600	\$20,487,000	\$4,523,000	\$20,097,200	\$362,548,800

Table 9 shows the ongoing and one-time appropriations by department recommended for FY 1999.

Table 10

SUMMARY OF FY 1998 SUPPLEMENTALS BY DEPARTMENT

All Sources of Funding

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other	Total
Appropriations by Department								
Administrative Services	\$0	\$267,700	\$0	\$0	\$0	\$379,900	\$0	\$647,600
Commerce and Revenue	0	0	0	0	0	1,300,700	0	1,300,700
Corrections (Adult and Youth)	0	0	0	0	1,500,000	0	0	1,500,000
Courts	250,000	0	0	0	234,000	125,000	0	609,000
Econ. Dev./Human Res.	1,700,000	0	0	0	0	0	0	1,700,000
Elected Officials	306,200	0	0	0	0	45,000	0	351,200
Environmental Quality	0	0	0	0	0	43,900	0	43,900
Human Services	22,100	0	0	439,200	1,385,100	0	0	1,846,400
Natural Resources	2,134,000	0	0	0	0	897,000	0	3,031,000
Public Education	0	2,825,800	0	0	0	0	0	2,825,800
Public Safety	0	0	0	0	0	1,150,000	0	1,150,000
Transportation	0	0	962,900	0	0	0	0	962,900
Total Dept. Supplementals	\$4,412,300	\$3,093,500	\$962,900	\$439,200	\$3,119,100	\$3,941,500	\$0	\$15,968,500
Capital Budget	\$0	\$0	(\$962,900)	\$0	\$0	\$550,000	(\$14,860,000)	(\$15,272,900)
Debt Service	0	993,000	0	0	2,582,000	0	14,835,600	18,410,600
Other	100,000	0	0	0	0	0	0	100,000
TOTAL SUPPLEMENTALS	\$4,512,300	\$4,086,500	\$0	\$439,200	\$5,701,100	\$4,491,500	(\$24,400)	\$19,206,200

Table 10 shows the supplemental appropriations by department recommended for FY 1998.

■ BASIS OF BUDGETING

The governor's budget for general government type funds (see Table 1 for General and Uniform School Funds and Table 8, column 3, for Transportation Fund) is prepared on a modified accrual basis. Revenues are recognized when measurable and when available to finance operations during the year. Expenditures are recognized when liabilities are incurred. Modifications to the accrual basis of accounting include: 1) recognizing inventories of materials and supplies when purchased, 2) recognizing prepaid expenses as current expenditures, and 3) recognizing principal and interest on general long-term debt as liabilities when due. Buildings and other fixed assets are not depreciated.

Internal service fund budgets and enterprise fund budgets (see Internal Service and Enterprise Funds section) are prepared on a full accrual basis with revenues recognized when earned and expenditures recognized when the related liability is incurred. Buildings and equipment are depreciated on a straight-line basis over their estimated useful lives.

RELATIONSHIP TO THE COMPREHENSIVE ANNUAL FINANCIAL REPORT

The Division of Finance issues the Comprehensive Annual Financial Report (CAFR) which includes all funds and account groups. The CAFR is also prepared on a modified accrual basis, with the enterprise and internal service funds prepared on a full accrual basis. There are three major differences between the CAFR and the governor's budget. The CAFR: 1) does not accrue local property taxes,

2) eliminates intrafund revenues and expenditures, and 3) accrues the value of food stamps and commodities received for school lunch programs. Also, the CAFR includes assets purchased from proceeds of general obligation and revenue bonds as current year expenditures; the budget does not.

BUDGETARY CONTROL

Budgetary control is maintained at the functional or organizational level as identified by line items in the appropriations acts. Budget accounts, other than General Fund, Uniform School Fund, Transportation Fund, and restricted funds, may be modified subject to the governor's approval if actual revenue differs from original estimates authorized by the legislature. If funding sources are not sufficient to cover the appropriation, the governor is required to reduce the budget by the amount of the deficiency. Any other changes to the budget must be approved by the legislature in a supplemental appropriations.

YEAR END BALANCES

Unexpended balances at year end may: 1) lapse to unrestricted balances for future appropriation, 2) lapse to restricted balances for future appropriations restricted for specific purposes as defined in statute, or 3) remain in the fund as non-lapsing balances. Nonlapsing balances are considered automatically reappropriated as authorized by statute, by the appropriations act, or by limited commitments related to unperformed contracts for goods or services. ■

■ THE BUDGET PROCESS FISCAL YEAR 1999

The publication of Governor Leavitt's budget recommendations, prepared by the Governor's Office of Planning and Budget (GOPB), is the culmination of several months of preparation and deliberation. The director of GOPB, the statutory state budget officer, oversees preparation of the governor's budget recommendations.

Item:	<i>Forms and Guidelines</i>	<i>GOPB distributes forms and guidelines to agencies for use in preparing agency operating and capital budget requests. The budget preparation calendar and parameters for requesting budget enhancements are established.</i>
By:	<i>GOPB</i>	
Dates:	<i>June-July, 1997</i>	
Item:	<i>Agency Requests</i>	<i>State agencies prepare budget requests for the governor's review in accordance with agency goals and GOPB guidelines. A copy is forwarded to the Legislative Fiscal Analyst's Office (LFA).</i>
By:	<i>State Agencies</i>	
Dates:	<i>July-September, 1997</i>	
Item:	<i>GOPB Recommendations</i>	<i>GOPB collects and analyzes agency requests. GOPB prepares recommendations on base budgets and proposed enhancements for the governor.</i>
By:	<i>GOPB</i>	
Dates:	<i>September-October, 1997</i>	
Item:	<i>Budget Briefings</i>	<i>GOPB holds budget briefings with the governor, state agencies, and the judicial branch. Preliminary GOPB recommendations are reviewed. Policy matters with budgetary implications are discussed.</i>
By:	<i>Governor/GOPB</i>	
Dates:	<i>October-November, 1997</i>	
Item:	<i>Final Budget Preparation</i>	<i>GOPB, with input from the State Tax Commission and review with the Legislative Fiscal Analyst, prepares up-to-date revenue projections to be used in finalizing the governor's budget recommendations.</i>
By:	<i>Governor/GOPB</i>	
Dates:	<i>November- Early December, 1997</i>	

Item:	<i>Budget Presentation</i>	<i>The governor publicly releases his budget recommendations.</i>
By:	<i>Governor</i>	
Dates:	<i>Mid-December, 1997</i>	
Item:	<i>Fiscal Analysts' Analysis</i>	<i>The LFA analyzes the governor's budget recommendations, independently projects revenue (with review by GOPB), and prepares operating and capital budget recommendations for consideration by the legislature.</i>
By:	<i>Legislative Fiscal Analyst</i>	
Dates:	<i>December, 1997- Mid-January, 1998</i>	
Item:	<i>Legislative Deliberations</i>	<i>The legislature's Executive Appropriations Committee has nine subcommittees which hold hearings on the governor's budget recommendations. The subcommittees gather relevant testimony on agency budgets before sending their recommendations to the Executive Appropriations Committee. The Executive Appropriations Committee prepares appropriations bills to be considered by the full legislature. The legislature passes the bills and forwards them to the governor for signature, veto, or passage into law without signature.</i>
By:	<i>Legislature</i>	
Dates:	<i>Mid-January-March, 1998</i>	
Item:	<i>Budget Implementation</i>	<i>The governor signs or vetoes the enrolled appropriations bills. The state constitution allows the governor line item veto authority.</i>
By:	<i>Governor/Agencies</i>	
Dates:	<i>March-June, 1998</i>	
Item:	<i>Budget Amendments</i>	<i>Generally, budget amendments affecting state appropriations must be made by the legislature. The legislature can amend a current year budget through a supplemental appropriations bill. Supplementals can be positive or negative adjustments. The governor has emergency authority to reduce state budgets. This authority has not been used recently. ■</i>
By:	<i>Legislature/Governor</i>	
Dates:	<i>As Needed</i>	

CAPITAL BUDGET

OVERVIEW

The capital budget includes acquisition, development, construction, and improvement of fixed public assets. Capital expenditures are budgeted separately from operating expenditures and include design and finance costs. Capital projects are classified as developments, improvements, or planning.

Capital developments include:

1) remodeling, site, or utility projects costing \$1 million or more; 2) new space costing more than \$100,000; and 3) land acquisitions where an appropriation is requested. New construction projects are often funded with general obligation or revenue bonds. General obligation bonds are backed unconditionally by the state's credit and are repaid with state tax dollars. Revenue bonds are repaid with revenue otherwise dedicated for lease payments.

Capital improvements are major remodeling, alterations, repairs, or improvements of fixed capital assets costing less than \$1 million. State law requires that annual capital improvement funding equal at least 0.9 percent of the estimated replacement cost of all state facilities. The Utah State Building Board allocates capital improvement funding to priority projects.

Capital planning is the programming process conducted before a project is considered for further funding. It provides the basis for choosing among alternatives.

BONDING LIMIT

The Utah Constitution Article XIV, Section 1 limits general obligation debt to 1.5 percent of the total fair market value of taxable property. Section 63-38c-402, Utah Code Annotated, further limits outstanding general obligation debt to no more than 20 percent of the maximum allowable limit on appropriations from the General Fund, school funds, and Transportation Fund, less debt service. The appropriation limit formula averages the change in personal income and combined changes in population and inflation.

Because of the state's sound debt administration, the state continues to enjoy a triple "A" rating on general obligation bonds and a double "A" rating on revenue bonds from Moody's Investors Service Inc., Standard and Poor's Corporation, and Fitch Investors Service. These are the best credit ratings available. They save the state millions of dollars of interest expense on general obligation and revenue-type bonds.

REVIEW PROCESS

Before recommending a capital budget, the governor considers agency requests and recommendations of the Utah State Building Board. Its seven voting members are appointed by the governor and serve as policy makers for the Division of Facilities Construction and Management.

Other boards that play a role in the capital budget process include the Board of Regents, Board of Education, Transportation Commission, Board of Water Resources, Water Pollution Control Committee, Safe Drinking Water Committee, Permanent Community Impact Fund Board, Board of Parks and Recreation, Wildlife Board, and Soil Conservation Commission.

RECOMMENDATIONS

Governor Leavitt recommends a total FY 1999 capital budget of \$656,999,100. The capital budget table shows a three-year comparison by department. It also shows the FY 1999 bond recommendation. The statewide capital improvement recommendation of \$36,893,500 is split between a \$20,246,500 appropriation and an \$16,647,000 general obligation bond.

The recommendation for debt service is an FY 1999 appropriation of \$134,685,400 and an FY 1998 supplemental appropriation of \$18,410,600.

The bond table on the following page shows the FY 1999 general obligation bond recommendation of \$69.9 million. Governor Leavitt recommends \$25.8 million for higher education facilities and land. This funding level encourages better use of technology and existing facilities. A lease revenue bond for \$26.1 million is also being recommended to construct 1) a \$1.2 million facility for surplus property, 2) a \$2.8 million employment center in Davis County (net of \$1.0 million of sale proceeds from other buildings), 3) a \$6.1 million office building to

be shared by the Department of Corrections and the Board of Pardons, 4) youth correctional facilities in Cache and Vernal costing \$8.0 million, and 5) an \$8.0 million children's special health clinic.

Annual operational costs for the recommended facilities are estimated at \$4.7 million for the Gunnison Prison 288-bed addition, \$718,500 for Southern Utah University's physical education building, \$276,000 for the youth correctional facilities, and \$198,600 for the children's health building.

The governor recommends \$92,500 for planning and programming for the State Archives building, the Cedar City employment center, and the POST Academy training facility and Public Safety office building study.

The University of Utah's request to expand the Eccles Broadcast Center costing \$4.8 million and the Board of Regents' request to build a new office building for \$5.8 million are recommended. These projects will be funded by Regents' revenue bonds, and operational costs are included in the lease costs. The governor is recommending construction of the Blanding Arts and Conference Center using external funding. The governor is also recommending privatization of a 400-bed male correctional housing facility.

The Department of Transportation's request for construction or remodeling of four maintenance sheds costing \$2.1 million plus estimated operation and maintenance costs of \$27,500 is also recommended.

Capital items are being recommended for Commerce and Revenue (Tax Commission), Corrections, Courts, and Health. However, the projects are included in Administrative

Services' capital table. Administrative Services' capital table shows projects individually, so the amounts for each department can be easily determined. ■

GENERAL OBLIGATION BOND RECOMMENDATION

Projects	Amount
Administrative Services	
Statewide Capital Improvements	\$ 16,647,000 <i>a</i>
Corrections	
Gunnison Prison 288-bed addition	10,214,600 <i>b</i>
Forensic Facility/Women's Remodel	1,440,200
Courts	
Vernal Court Land	87,600
Higher Education	
Southern Utah University P.E. Building and Land	25,840,900
Tax Commission	
UTAX System	15,650,000
Total	\$ 69,880,300

a In addition to this amount, \$20,246,500 is recommended as an appropriation for statewide capital improvements. This provides a total of \$36,893,500 for capital improvements to existing state facilities as per UCA 63A-5-104(5).

b The total project cost of \$13,720,500 includes federal funding of \$3,505,900.

CAPITAL BUDGET

All Sources of Funding

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	FY 1999 Bond
Plan of Financing							
General Fund	\$180,549,700	\$132,775,500	\$132,775,500	\$111,862,200	\$372,900	\$112,235,100	\$0
School Funds	29,203,500	27,358,000	27,358,000	27,358,000	5,573,000	32,931,000	0
Transportation Fund	130,519,100	212,694,800	211,731,900	212,092,600	2,118,900	214,211,500	0
Federal Funds	175,520,100	161,856,200	161,856,200	188,454,300	3,505,800	191,960,100	0
Dedicated Credits	8,343,900	4,714,000	4,714,000	18,896,000	0	18,896,000	0
Mineral Lease	23,002,600	22,946,800	25,118,000	27,278,800	0	27,278,800	0
Restricted and Trust Funds	37,219,000	86,994,600	87,544,600	90,114,500	400,000	90,514,500	0
Transfers	(1,014,200)	(20,114,300)	(34,974,300)	(8,369,500)	(28,005,600)	(36,375,100)	0
FY 1999 G.O. Bond	0	0	0	0	0	0	69,880,300 <i>a</i>
FY 1999 Revenue Bond	0	0	0	0	0	0	26,073,300 <i>b</i>
Other Funds	16,677,600	2,912,700	2,912,700	0	1,396,900	1,396,900	0
Pass-through Funds	81,000	0	0	0	0	0	0
Beginning Balances	70,206,000	34,335,400	34,335,400	9,260,400	0	9,260,400	0
Closing Balances	(34,335,400)	(9,260,400)	(9,260,400)	(5,310,100)	0	(5,310,100)	0
Lapsing Funds	(7,758,800)	0	0	0	0	0	0
Total Plan of Financing	\$628,214,100	\$657,213,300	\$644,111,600	\$671,637,200	(\$14,638,100)	\$656,999,100	\$95,953,600
Departments							
Administrative Services	\$21,986,500	\$39,217,600	\$39,217,600	\$29,980,600	(\$4,751,400)	\$25,229,200	\$70,112,700
Econ. Develop./Human Res.	33,572,900	31,814,000	32,885,600	28,553,900	3,600,000	32,153,900	0
Environmental Quality	63,020,600	49,126,600	49,526,600	42,478,400	400,000	42,878,400	0
Higher Education	29,138,200	8,651,300	8,651,300	0	0	0	25,840,900
Natural Resources	16,198,400	42,564,100	42,714,100	27,749,800	0	27,749,800	0
Public Education	26,358,000	26,358,000	26,358,000	26,358,000	5,000,000	31,358,000	0
Transportation	437,939,500	459,481,700	444,758,400	516,516,500	(18,886,700)	497,629,800	0
Total Capital Budget	\$628,214,100	\$657,213,300	\$644,111,600	\$671,637,200	(\$14,638,100)	\$656,999,100	\$95,953,600

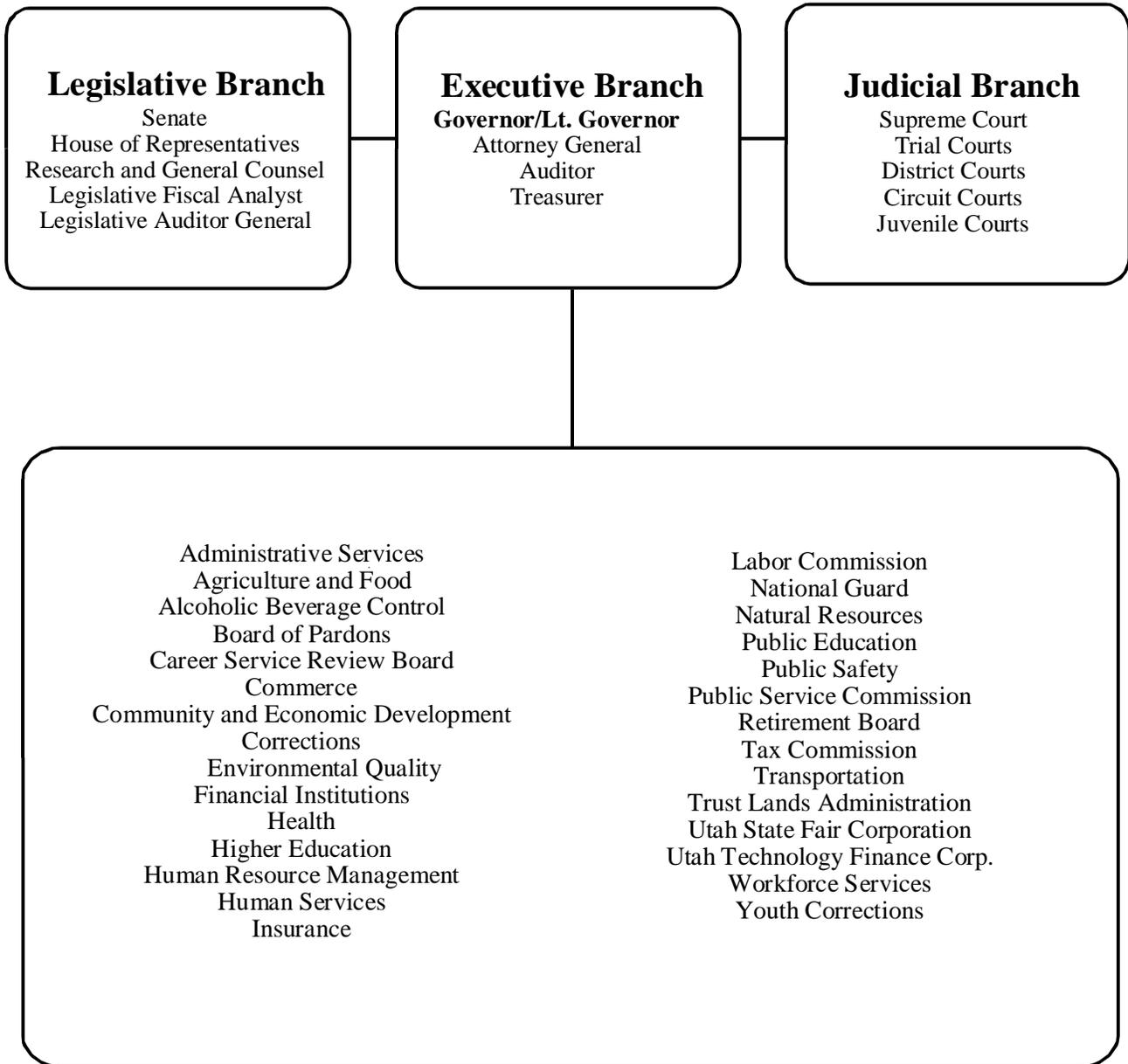
a See preceding page for project detail

b See narrative paragraph listing the projects

DEBT SERVICE

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$73,009,400	\$79,316,100	\$79,316,100	\$79,316,100	(\$47,577,600)	\$31,738,500	(60.0%)
School Funds	10,212,500	5,019,000	6,012,000	5,019,000	51,620,200	56,639,200	842.1
Dedicated Credits	17,782,900	16,125,100	18,707,100	16,562,000	1,740,100	18,302,100	(2.2)
Transfers	0	12,000,000	26,835,600	0	28,005,600	28,005,600	4.4
Other Funds	42,900	0	0	0	0	0	--
Beginning Balances	40,600	436,900	436,900	0	0	0	(100.0)
Closing Balances	(436,900)	0	0	0	0	0	--
Total Plan of Financing	\$100,651,400	\$112,897,100	\$131,307,700	\$100,897,100	\$33,788,300	\$134,685,400	2.6%
Programs							
G.O. Bond Principal	\$66,025,000	\$69,850,000	\$69,850,000	\$69,850,000	\$3,935,000	\$73,785,000	5.6%
G.O. Bond Interest	18,679,200	26,856,100	45,266,700	14,856,100	27,653,700	42,509,800	(6.1)
G.O. Bond Fees	77,600	81,000	81,000	81,000	8,000	89,000	9.9
Revenue Bond Principal	4,165,000	4,905,000	4,905,000	4,905,000	2,445,000	7,350,000	49.8
Revenue Bond Interest	11,591,200	11,180,800	11,180,800	11,180,800	(253,400)	10,927,400	(2.3)
Revenue Bond Fees	113,400	24,200	24,200	24,200	0	24,200	0.0
Total Budget	\$100,651,400	\$112,897,100	\$131,307,700	\$100,897,100	\$33,788,300	\$134,685,400	2.6%

State of Utah Organizational Chart



ADMINISTRATIVE SERVICES

Mission: *Provide specialized agency support services and eliminate unnecessary duplication of services within state government*

PROGRAMS

- ◆ **Executive Director** provides financial management, strategic planning, and organizational development.
- ◆ **Administrative Rules** administers rule making procedures and publishes and distributes administrative rules.
- ◆ **Archives** administers records management programs and serves as the depository for official state records.
- ◆ **Debt Collection** oversees collection of state receivables and provides training and technical assistance to state agencies on collection related matters.
- ◆ **Facilities Construction and Management** oversees construction and maintenance of facilities owned or occupied by the state.
- ◆ **Finance** provides statewide accounting, processes payroll, and produces the state's annual financial report.
- ◆ **Finance - Mandated - Boards and Commissions** provides funding for per diem and travel reimbursement for boards and commissions.
- ◆ **Finance - Mandated - Indigent Defense** provides funding for counsel and other reasonable litigation expenses incurred in defense of the indigent.
- ◆ **Finance - Mandated - Year 2000** provides funding for statewide applications programming required for the year 2000 century date change.
- ◆ **Fleet Operations** is a statewide resource operated as an internal service fund that assists state fleets in management issues and operates the central fleet.
- ◆ **Information Technology Services** provides data processing and telecommunication services to state agencies as an internal service fund. Appropriated budget includes telecommunication service for local law enforcement agencies and geographic information services for public and private customers.
- ◆ **Purchasing and General Services** procures and provides goods and services as well as management of contracts and services for state agencies.
- ◆ **Risk Management** provides for the state to be self insured for liability, property, and automobile physical damage coverage as an internal service fund.
- ◆ **Technology Coordination** reviews, plans, and coordinates information technology projects among agencies.
- ◆ **Workers' Compensation** is an internal service fund that coordinates all actions with Workers' Compensation Fund including case management and claims processing and review.

SELECTED DEPARTMENT GOALS

- ◆ Provide superior services at lowest prices through evaluating current methods, investigating public/private partnership opportunities, and achieving economies of scale.
- ◆ Provide leadership in technology innovation by testing and recommending new technologies that save money and improve service.
- ◆ Implement procurement card system for state agencies.
- ◆ Increase percentage and amount of delinquent receivables collected through partnerships with private vendors.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-72, and 104-106.*

- ◆ Fleet Operations was recognized by the U.S. Department of Energy for progressive implementation of alternative fuel programs.
- ◆ Facilities Construction and Management completed construction on the alternative data processing facility in Richfield. This facility allows for emergency backup of state information technology systems in the event of a natural disaster.
- ◆ Purchasing and General Services privatized the central stores operations resulting in savings to state agencies.

FY 1998 PROPOSED LEGISLATIVE INTENT

Executive Director

Funds for the Utah Communications Agency Network program are nonlapsing.

BUDGET EFFICIENCIES

- ◆ Facilities Construction and Management proposed a major reorganization decreasing their administration base budget by 8.7 percent to provide more effective project management. The reorganization resulted in \$300,000 of base budget savings and a decrease of eight positions.
- ◆ Efficiencies totaling \$160,500 were used to fund new ongoing requests.
- ◆ Finance developed a nationally recognized data warehouse containing budget, accounting, and personnel data.

FY 1999 PROPOSED LEGISLATIVE INTENT

Debt Collection

Funds for the Office of Debt Collection (Debt Collection) are nonlapsing.

After administrative costs and disbursements to required restricted accounts, all collections of accounts receivable by Debt Collection shall be allocated to the revenue types that generated the receivable.

All state agencies, except institutions of higher education, are to work with Debt Collection to aggressively collect, accurately account for, and report all

state receivables. To effectively accomplish this, state agencies are to be brought onto the state's advanced accounts receivable system during FY 1999 unless the advisory board to Debt Collection authorizes the use of in-house systems already in place.

Debt Collection is authorized to establish by rule that reasonable cost of collection be passed on to the debtor, including legal and administrative costs, unless inappropriate or prohibited by law.

Courts are to implement the recommendation noted in the Annual Accounts Receivable Report. Courts will work with Debt Collection to develop a plan of action whereby delinquent accounts can be transferred to Debt Collection or its designee. The time of transfer will be negotiated with the Courts based on a time determined to be in the state's best interest but not later than 60 days past the payment demand date. Debt Collection will be responsible to provide timely information as to the status of the transferred accounts so that appropriate judicial action can take place as required.

The Tax Commission is to continue its efforts to out-source all accounts over 24 months old that are not in litigation, under a payment agreement, assigned to a collector for active collection, or in violation of state or federal law.

State agencies will comply with rules established for write off of delinquent accounts receivable unless state or federal law prohibits such compliance. Furthermore, accounts receivable, when written off, are to be pursued for collection by Debt Collection or its designee(s) until all remedies for collection have been exhausted.

Facilities Construction and Management (DFCM)

Proceeds arising from the exchange of state property at Decker Lake in the amount of \$260,000 are to be applied to the Cache County Youth Corrections project.

The following funds are to be redirected to the Children's Special Health building project: a) \$80,000 authorized as project number 19 in H.B. No. 442 passed by the 1994 Legislature to fund a Human Services office in Cedar City and b) \$19,400 authorized in Item 6 of intent language under section 58 of H.B. No. 1 passed in the 1991 First Special Session to fund programming of an addition to the Midvale Human Services Office.

The Division of Facilities Construction and Management are to take whatever steps prudent to co-locate the proposed new Courthouse and the new Youth Correctional facility in Vernal.

The \$326,900 available from the disposition of land near the Draper Prison complex is to be used for development of infrastructure to support the development of surplus property and other facilities which would provide employment for inmates.

Finance

Funds for the Division of Finance are nonlapsing and are to be used for maintenance, operation, and development of statewide accounting systems.

Funds for statewide year 2000 century date change are nonlapsing, and the Division of Finance will transfer the appropriation to the departments as directed by the state's chief information

officer and the Executive Director after validation studies are conducted.

Fleet Operations

For motor vehicle purchases authorized in an agency's FY 1999 budget, the agency shall transfer to the Division of Fleet Operations the cost of purchasing motor vehicles less the cost of annually leasing the vehicles. The salvage value from vehicle sales by an agency shall also be transferred to Fleet Operations. For purposes of this intent language, agency is as defined in UCA 63A-9-101. Fleet Operations shall use the transfers to purchase motor vehicles for the centralized fleet.

Fuel Tank Mitigation

Funds for the Fuel Tank Mitigation program are nonlapsing.

Internal Service Funds

Administrative Services' internal service funds may add FTEs beyond the authorized level if it benefits the state and results in a corresponding FTE decrease at the user agency. Total FTEs

within state government may not change as a result of any shift.

Purchasing and General Services

Funds for the Division of Purchasing and General Services are nonlapsing and are to be used for electronic commerce.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Fund applications programming for the year 2000 century date change for multiple state agencies.
- ◆ Fund completion of the Fuel Tank Mitigation program's cleanup of fuel tanks mandated by law.
- ◆ Establish the Technology Coordination program to improve management of the state's technology by reviewing plans and coordinating information technology projects among agencies.
- ◆ Replace one-time funding of ongoing services.
- ◆ Fund applications programming to accommodate federal requirements relating to electronic funds transfers.

ADMINISTRATIVE SERVICES

Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$19,079,000	\$19,686,500	\$19,686,500	\$17,198,000	\$3,218,400	\$20,416,400	3.7%
School Funds	6,000	406,000	673,700	6,000	1,284,000	1,290,000	91.5
Transportation Fund	453,400	453,400	453,400	453,400	(3,400)	450,000	(0.7)
Federal Funds	227,900	1,964,300	1,964,300	128,300	1,746,400	1,874,700	(4.6)
Dedicated Credits	1,426,400	1,732,500	1,732,500	1,885,400	5,600	1,891,000	9.1
Restricted and Trust Funds	8,200	8,200	388,100	8,200	341,800	350,000	(9.8)
Transfers	2,236,100	2,578,400	2,578,400	1,993,000	531,800	2,524,800	(2.1)
Beginning Balances	3,134,000	2,841,000	2,841,000	7,000	0	7,000	(99.8)
Closing Balances	(2,841,000)	(7,000)	(7,000)	0	0	0	(100.0)
Lapsing Funds	(50,900)	0	0	0	0	0	--
Total Plan of Financing	\$23,679,100	\$29,663,300	\$30,310,900	\$21,679,300	\$7,124,600	\$28,803,900	(5.0%)
Programs							
Administrative Services							
Executive Director	\$713,900	\$956,900	\$956,900	\$779,100	\$0	\$779,100	(18.6%)
Fuel Mitigation	2,121,600	2,973,600	2,973,600	0	1,137,000 <i>a</i>	1,137,000	(61.8)
Administrative Rules	289,200	278,200	278,200	251,800	0	251,800	(9.5)
Archives	1,646,500	1,758,400	1,758,400	1,705,600	72,500 <i>b</i>	1,778,100	1.1
Debt Collection	181,900	222,000	222,000	169,500	0	169,500	(23.6)
DFCM							
Administration	3,131,600	3,197,700	3,197,700	2,889,200	(14,000) <i>c</i>	2,875,200	(10.1)
Facilities Management	2,463,600	2,463,600	2,463,600	2,463,600	0	2,463,600	0.0
Finance							
Administration	10,239,700	10,544,900	10,924,800	10,211,800	195,600 <i>d</i>	10,407,400	(4.7)
Mandated - Boards/Commissions	0	85,900	85,900	85,900	(85,900) <i>e</i>	0	(100.0)
Mandated - Indigent Defense	100,000	120,000	120,000	120,000	0	120,000	0.0
Mandated - Year 2000	127,900	4,292,100	4,559,800	0	4,953,600 <i>f</i>	4,953,600	8.6
Information Technology Services							
Automated Geographic Reference	1,061,600	900,000	900,000	1,247,500	50,000 <i>g</i>	1,297,500	44.2
Public Safety	145,300	145,300	145,300	145,300	0	145,300	0.0
Purchasing and General Services	1,239,900	1,282,500	1,282,500	1,224,900	29,400 <i>h</i>	1,254,300	(2.2)
Technology Coordination	216,400	442,200	442,200	298,000	350,000 <i>i</i>	648,000	46.5
Personal Services Adjustments	0	0	0	87,100	12,500 <i>j</i>	99,600	--
Compensation Package	0	0	0	0	423,900 <i>k</i>	423,900	--
Total Budget	\$23,679,100	\$29,663,300	\$30,310,900	\$21,679,300	\$7,124,600	\$28,803,900	(5.0%)
Positions	215.5	220.8	220.8	212.8	1.0	213.8	

*a See A17**b See A1 through A3**c See A4**d See A5, A18, and A19**e See A6 and A7**f See A20 through A25**g See A8**h See A9 and A10**i See A11 through A14 and A26**j See A15**k See A16*

ADMINISTRATIVE SERVICES

Capital Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	FY 1999 Bond
Plan of Financing							
General Fund	\$20,986,500	\$35,517,600	\$35,517,600	\$28,980,600	(\$10,227,100)	\$18,753,500	\$0
School Funds	1,000,000	1,000,000	1,000,000	1,000,000	573,000	1,573,000	0
Federal Funds	0	2,700,000	2,700,000	0	3,505,800	3,505,800	0
General Obligation Bond	0	0	0	0	0	0	44,039,400
Lease Revenue Bond	0	0	0	0	0	0	26,073,300
Other Funds	0	0	0	0	1,396,900	1,396,900	0
Total Plan of Financing	\$21,986,500	\$39,217,600	\$39,217,600	\$29,980,600	(\$4,751,400)	\$25,229,200	\$70,112,700
Projects							
Statewide Capital Improvements	\$21,336,600	\$29,980,600	\$29,980,600	\$29,980,600	(\$9,734,100) <i>a</i>	\$20,246,500	\$16,647,000
Statewide Capital Planning	0	153,000	153,000	0	0	0	0
DFCM Pioneer Display	20,000	0	0	0	0	0	0
Youth Corrections - Region I	0	9,084,000	9,084,000	0	0	0	0
Gunnison Prison	0	0	0	0	3,505,800 <i>b</i>	3,505,800	10,214,600
Tax Commission UTAX System	0	0	0	0	0	0	15,650,000
Vernal Courts Land	0	0	0	0	0	0	87,600
Forensic Facility/Women's	0	0	0	0	0	0	1,440,200
Two Youth Correctional Facilities	0	0	0	0	260,000 <i>c</i>	260,000	8,007,400
Children's Special Health Care	629,900	0	0	0	99,400 <i>d</i>	99,400	7,972,300
Davis County Employment Center	0	0	0	0	1,025,000 <i>e</i>	1,025,000	2,789,900
Law Enforcement Administrative Offices	0	0	0	0	0	0	6,141,400
Surplus Property Facility	0	0	0	0	0	0	1,162,300
Archives (program)	0	0	0	0	30,000 <i>f</i>	30,000	0
Cedar City Employment Center (program)	0	0	0	0	12,500 <i>g</i>	12,500	0
Public Safety Office and POST Academy	0	0	0	0	50,000 <i>h</i>	50,000	0
Total Budget	\$21,986,500	\$39,217,600	\$39,217,600	\$29,980,600	(\$4,751,400)	\$25,229,200	\$70,112,700

*a See A29**b See A35**c See A33**d See A34**e See A36**f See A30**g See A31**h See A32*

ADMINISTRATIVE SERVICES**ONGOING APPROPRIATIONS****Archives**

A1	Replace one-time funding	Replace the one-time funding of one FTE
A2	ITS assessed fee for server space	Fund the fee assessed by ITS for file server space
A3	One-time expenditures	Reduce the base budget for one-time equipment purchases

DFCM - Administration

A4	One-time expenditures	Reduce the base budget for one-time data processing expenditures
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Finance - Administration

A5	Postpone planned computer expenditures	Reduce the base budget for planned computer updates and maintenance
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Finance - Mandated - Boards/Comm.

A6	Boards and commissions funding	Redirect these amounts of the boards and commissions funding
A7	Boards and commissions funding	Eliminate these amounts of the boards and commissions funding

ITS - Automated Geographic Reference

A8	Replace one-time funding of ongoing services	Replace the one-time funding for AGRC mapping services
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Purchasing

A9	Replace one-time funding	Replace the one-time funding of 1 FTE
A10	One-time expenditures	Reduce the base budget for one-time furnishings and equipment purchases

Technology Coordination

A11	Director, Access Utah	Replace the one-time funding of agencies' transfers for the Director of Access Utah
A12	Director, Telecommunications Committee	Fund the Director of the Telecommunications Committee to assist the state CIO
A13	Technology position	Fund a technology-related position to be determined by the state CIO
A14	Chief Information Officer operations	Fund operations related to the state CIO

Compensation and Personal Services

A15	Personal services adjustment	Increase in dental insurance
A16	Compensation package	Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Fuel Tank Mitigation**

A17	Underground fuel tanks cleanup	Fund replacement and remediation of state-owned underground fuel tanks
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Finance - Administration

A18	Electronic funds transfers technology	Fund applications programming to meet federally required electronic funds transfers requirements
A19	Electronic data interchange technology	Fund applications programming to utilize new technologies to the advantage of the state

Finance - Mandated - Year 2000

A20	Administrative Services	Fund applications programming required for year 2000 date change
A21	Commerce	Fund applications programming required for year 2000 date change
A22	Health	Fund applications programming required for year 2000 date change
A23	Human Services	Fund applications programming required for year 2000 date change

Ongoing, One-Time, and Supplemental Appropriations - Administrative Services

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
A1	\$50,000	\$0	\$0	\$0	\$0	\$0	\$0	\$50,000
A2	47,000	0	0	0	0	0	0	47,000
A3	(24,500)	0	0	0	0	0	0	(24,500)
A4	(14,000)	0	0	0	0	0	0	(14,000)
A5	(39,400)	0	0	0	0	0	0	(39,400)
A6	(65,000)	(6,000)	0	0	0	0	0	(71,000)
A7	0	0	(3,400)	(3,300)	0	(8,200)	0	(14,900)
A8	50,000	0	0	0	0	0	0	50,000
A9	41,000	0	0	0	0	0	0	41,000
A10	(11,600)	0	0	0	0	0	0	(11,600)
A11	75,000	0	0	0	0	0	0	75,000
A12	37,500	0	0	0	0	0	37,500	75,000
A13	60,000	0	0	0	0	0	0	60,000
A14	40,000	0	0	0	0	0	0	40,000
A15	11,700	0	0	0	200	0	600	12,500
A16	394,800	0	0	0	5,400	0	23,700	423,900
	\$652,500	(\$6,000)	(\$3,400)	(\$3,300)	\$5,600	(\$8,200)	\$61,800	\$699,000
A17	\$667,000	\$0	\$0	\$0	\$0	\$0	\$470,000	\$1,137,000
A18	100,000	0	0	0	0	0	0	100,000
A19	135,000	0	0	0	0	0	0	135,000
A20	400,000	0	0	0	0	0	0	400,000
A21	0	0	0	0	0	350,000	0	350,000
A22	65,000	0	0	0	0	0	0	65,000
A23	998,900	0	0	1,749,700	0	0	0	2,748,600

ADMINISTRATIVE SERVICES

A24	Labor Commission	Fund applications programming required for year 2000 date change
A25	Tax Commission	Fund applications programming required for year 2000 date change
	Technology Coordination	
A26	Utah Electronic Law Project	Fund an interconnected system to exchange law information and documents electronically
	Subtotal One-Time Appropriations	

Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)

SUPPLEMENTALS - FY 1998

	Finance - Administration	
A27	Data processing and maintenance increases	Fund increased processing and maintenance costs through overhead allocation
	Finance - Mandated - Year 2000	
A28	Tax Commission	Fund applications programming required for year 2000 date change

Total FY 1998 Supplementals

CAPITAL BUDGET ONGOING APPROPRIATIONS

	Administrative Services	
	DFCM - Administration	
A29	Capital Improvements	Fund capital improvements for state-owned buildings as required by law; also see bonding
	Subtotal Capital Budget Ongoing Appropriations	

CAPITAL BUDGET ONE-TIME APPROPRIATIONS

	Programming and Planning Projects	
A30	State Archives facility	Program a new facility to accommodate archives
A31	Cedar City employment center	Program a new facility to accommodate Workforce Services' consolidation of services
A32	Public Safety and POST Academy	Study Public Safety's office needs in connection with the POST Academy programming
	Capital Developments	
A33	Youth correctional facilities	Contract a 32-bed facility for Cache and Vernal
A34	Children's health clinic	Contract a clinic for children with special health care needs
A35	Gunnison Prison	Construct an additional 288 beds at the Gunnison Prison
A36	Davis County employment center	Construct an employment center in Davis County for the Department of Workforce Services
	Subtotal Capital Budget One-Time Appropriations	

Total FY 1999 Capital Budget Adjustments (Ongoing and One-Time Appropriations)

Ongoing, One-Time, and Supplemental Appropriations - Administrative Services

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
A24	100,000	0	0	0	0	0	0	100,000
A25	0	1,290,000	0	0	0	0	0	1,290,000
A26	100,000	0	0	0	0	0	0	100,000
	\$2,565,900	\$1,290,000	\$0	\$1,749,700	\$0	\$350,000	\$470,000	\$6,425,600
	\$3,218,400	\$1,284,000	(\$3,400)	\$1,746,400	\$5,600	\$341,800	\$531,800	\$7,124,600
A27	\$0	\$0	\$0	\$0	\$0	\$379,900	\$0	\$379,900
A28	0	267,700	0	0	0	0	0	267,700
	\$0	\$267,700	\$0	\$0	\$0	\$379,900	\$0	\$647,600
A29	(\$10,307,100)	\$573,000	\$0	\$0	\$0	\$0	\$0	(\$9,734,100)
	(\$10,307,100)	\$573,000	\$0	\$0	\$0	\$0	\$0	(\$9,734,100)
A30	\$30,000	\$0	\$0	\$0	\$0	\$0	\$0	\$30,000
A31	0	0	0	0	0	0	12,500	12,500
A32	50,000	0	0	0	0	0	0	50,000
A33	0	0	0	0	0	0	260,000	260,000
A34	0	0	0	0	0	0	99,400	99,400
A35	0	0	0	3,505,800	0	0	0	3,505,800
A36	0	0	0	0	0	0	1,025,000	1,025,000
	\$80,000	\$0	\$0	\$3,505,800	\$0	\$0	\$1,396,900	\$4,982,700
	(\$10,227,100)	\$573,000	\$0	\$3,505,800	\$0	\$0	\$1,396,900	(\$4,751,400)

■ COMMERCE AND REVENUE

Commerce and Revenue consists of departments that encourage employment, provide temporary assistance, and maintain an appropriate balance between business development and regulation

DEPARTMENTS	SELECTED DEPARTMENT GOALS
<ul style="list-style-type: none"> ◆ Alcoholic Beverage Control regulates the sale and use of alcoholic beverages. ◆ Commerce administers state laws regulating professional occupations and business practices. ◆ Financial Institutions examines and regulates all state-chartered financial institutions. ◆ Insurance regulates insurance companies and individual agents to assure equitable and competitive business practices. ◆ Labor Commission provides regulatory and educational services in the areas of worker's compensation, workplace safety, and discrimination. ◆ Public Service Commission sets utility service rates and regulates public utility companies. ◆ Tax Commission collects revenue for state and local governments, and administers tax and related motor vehicle laws. ◆ Workforce Services provides coordinated employment-related and temporary public assistance, and training services for workers, employers, and communities. 	<ul style="list-style-type: none"> ◆ Commerce — Protect the public by providing effective, sensible regulation of occupations and professions. ◆ Financial Institutions — Ensure the soundness of state-chartered financial institutions. ◆ Insurance — Ensure that Utah has a strong insurance market that provides reliable insurance at competitive prices. ◆ Labor Commission — Educate the public, employees, and employers about worker's compensation issues, workplace safety, and discrimination. ◆ Public Service Commission — Manage the transition from regulation to competition in a manner that ensures efficient, reliable, high quality, and reasonably priced utility service. ◆ Tax Commission — Build effective working relationships with taxpayers by providing understandable, accurate, and complete tax information. ◆ Workforce Services — Deliver employment and temporary public assistance services to the public in a way that promotes self sufficiency.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 10-18, 60-64, 65-72, 81-93, and 104-106.*

BUDGET EFFICIENCIES

Tax Commission

- ◆ Modernization and integration of all major tax systems (UTAX project) to provide better customer service and to help ensure all owed taxes are collected.

Commerce

- ◆ Modernization of licensing systems to improve business processes and to allow online access and completion of forms on the internet.

Alcoholic Beverage Control

- ◆ Modernization of the procurement, operations, and warehouse systems to better manage its resources.

FY 1998 PROPOSED LEGISLATIVE INTENT

Commerce

Funds allocated to the Division of Public Utilities - Professional and Technical Services are nonlapsing.

Funds allocated to the Committee on Consumer Services - Professional and Technical Services are nonlapsing.

Tax Commission

The Tax Commission shall identify additional revenue collections that are a result of the modernization of tax and motor vehicle systems and related processes (UTAX). These additional collections shall

be used as a funding source for the project, unless otherwise restricted. The revenue measurement methodology and additional collections will be validated and verified by an independent source, and shall be reviewed and approved by the Legislative Fiscal Analyst, the Governor's Office of Planning and Budget, and the Division of Finance.

FY 1999 PROPOSED LEGISLATIVE INTENT

Commerce

Funds allocated to the Division of Public Utilities - Professional and Technical Services are nonlapsing.

Funds allocated to the Committee on Consumer Services - Professional and Technical Services are nonlapsing.

Tax Commission

The Tax Commission shall identify additional revenue collections that are a result of the modernization of tax and motor vehicle systems and related processes (UTAX). These additional collections shall be used as a funding source for the project, unless otherwise restricted. The revenue measurement methodology and additional collections will be validated and verified by an independent source, and shall be reviewed and approved by the Legislative Fiscal Analyst, the Governor's Office of Planning and Budget, and the Division of Finance.

The Tax Commission may carry forward unexpended year end balances during the term of the UTAX project for costs directly related to UTAX.

Labor Commission

Funds from General Fund Restricted - Workplace Safety are to be spent one-third for consultation, one-third for media, and one-third for other safety programs.

Public Service Commission

Funds for Research and Analysis are nonlapsing.

- ◆ Continue installation of a new computer retail point-of-sale system in all Alcoholic Beverage Control retail stores.
- ◆ Replace the outdated procurement, operations, and warehouse information systems used by Alcoholic Beverage Control.
- ◆ Hire an administrative law judge in the Insurance Department to handle appeal hearings so the staff who are involved in making an initial decision are not reviewing that same decision in the appeals process.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Provide needed flexibility to manage resources while providing adequate fiscal control by creating one appropriation line item for the Department of Commerce and one appropriation line item for the Department of Workforce Services.
- ◆ Fund Phase Two of UTAX with \$2.0 million from sales tax administration funds, \$152,100 from the General Fund, \$15.7 million from general obligation bonds, any nonlapsing funds, and additional collections that are the result of new UTAX modules.
- ◆ Fund a 6.0 percent transaction volume increase for payments made by the Tax Commission to counties for motor vehicle registration, plus related additional rent payments.
- ◆ Replace the state fuel tax tracking system with an improved system used by other states.
- ◆ Increase staff at Alcoholic Beverage Control retail stores by 26 to meet increased sales volume and to operate the large new stores that will replace three smaller stores.
- ◆ Hire additional inspectors in the Labor Commission to address the growing number of boilers and elevators in the state requiring safety inspections. These positions are funded with fees generated from related inspections.
- ◆ Provide \$3.0 million in federal Temporary Assistance for Needy Families (TANF) funds to pay for a 6.0 percent increase in benefit payments.
- ◆ Provide \$4.5 million federal funds (including \$3.5 million TANF), and \$374,800 in General Fund to pay for an increase of more than 1,000 child care cases per month, plus rising costs.
- ◆ Allocate additional federal funds to the TANF rainy day account.
- ◆ Pay for consolidation and information system costs for Workforce Services with TANF state maintenance-of-effort savings.
- ◆ Provide \$2.8 million in revenue bonds for two employment centers, one in Davis County and one in Cedar City. See Administrative Services capital budget for more detail.

COMMERCE AND REVENUE
Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$83,513,100	\$78,684,500	\$78,684,500	\$78,561,900	\$2,838,700	\$81,400,600	3.5%
School Funds	14,905,800	15,265,600	15,265,600	15,364,500	817,700	16,182,200	6.0
Transportation Fund	4,851,000	4,857,400	4,857,400	4,857,400	0	4,857,400	0.0
Federal Funds	177,241,800	158,221,700	158,221,700	163,182,700	9,745,900	172,928,600	9.3
Dedicated Credits	10,697,000	10,039,500	10,039,500	9,334,500	35,000	9,369,500	(6.7)
Restricted and Trust Funds	37,610,500	41,045,900	42,346,600	40,078,700	4,813,500	44,892,200	6.0
Transfers	8,228,900	7,584,000	7,584,000	4,000,000	0	4,000,000	(47.3)
Beginning Balances	9,518,400	10,632,400	10,632,400	10,235,900	0	10,235,900	(3.7)
Closing Balances	(10,632,400)	(10,235,900)	(10,235,900)	(11,704,100)	0	(11,704,100)	14.3
Lapsing Funds	(1,473,700)	(240,800)	(240,800)	0	0	0	(100.0)
Total Plan of Financing	\$334,460,400	\$315,854,300	\$317,155,000	\$313,911,500	\$18,250,800	\$332,162,300	4.7%
Programs							
Alcoholic Beverage Control (ABC)	\$11,466,600	\$12,447,100	\$13,747,800	\$11,747,700	\$1,677,300 <i>a</i>	\$13,425,000	(2.3%)
Commerce	12,420,200	14,640,900	14,640,900	13,795,000	0	13,795,000	(5.8)
Financial Institutions	2,136,300	2,503,300	2,503,300	2,455,000	238,700 <i>b</i>	2,693,700	7.6
Insurance	3,511,800	3,887,700	3,887,700	3,860,100	114,200 <i>c</i>	3,974,300	2.2
Labor Commission	6,460,000	7,696,700	7,696,700	7,613,900	279,200 <i>d</i>	7,893,100	2.6
Public Service Commission	7,194,800	7,528,100	7,528,100	8,348,100	0	8,348,100	10.9
Tax Commission (<i>1</i>)	52,512,200	54,994,200	54,994,200	53,727,600	2,829,400 <i>e</i>	56,557,000	2.8
Workforce Services	238,758,500	212,156,300	212,156,300	210,934,500	7,913,300 <i>f</i>	218,847,800	3.2
Personal Services Adjustments	0	0	0	1,429,600	191,500 <i>g</i>	1,621,100	--
Compensation Package	0	0	0	0	5,007,200 <i>h</i>	5,007,200	--
Total Budget	\$334,460,400	\$315,854,300	\$317,155,000	\$313,911,500	\$18,250,800	\$332,162,300	4.7%
Positions	3,201.2	3,389.5	3,415.5	3,389.5	33.0	3,422.5	

(1) Bonding for UTAX in the amount of \$8,500,000 for FY 1998 and \$15,650,000 for FY 1999, is not shown in this table.

a See B1 through B4; B20 through B22

b See B5, B6, and B23

c See B7 and B8

d See B9 through B11

e See B12, B13, B24, and B25

f See B14 through B17

g See B18

h See B19

COMMERCE AND REVENUE**ONGOING APPROPRIATIONS****Alcoholic Beverage Control**

B1	Retail store sales clerks	Strong sales growth and addition of new stores resulted in the need for 26 additional sales clerks
B2	Point of sale software maintenance contract	ABC's new system, installed in 35 stores due to growing sales, requires software support
B3	Point of sale hardware replacement program	ABC's new system, installed in 35 stores due to growing sales, requires hardware upgrades
B4	Point of sale WAN usage charges	ABC's new system, installed in 35 stores due to growing sales, must pay ITS usage charges
	<i>Subtotal Alcoholic Beverage Control</i>	

Financial Institutions

B5	Replace old laptop computers	New examination software requires more powerful laptop computers
B6	Costs for five new staff approved by legislature	New examiners require training and must travel to examine banks
	<i>Subtotal Financial Institutions</i>	

Insurance

B7	Administrative law judge	A new judge is needed to handle increasing appeals caseload and to avoid conflicts of interest
B8	Applications programmer analyst II	A programmer is needed to migrate old WANG applications to its new local area network
	<i>Subtotal Insurance</i>	

Labor Commission

B9	Administrative law judge and support staff	A new judge and support staff are needed to handle increasing caseloads
B10	Boiler inspectors	Additional staff to inspect the 800 new boilers installed each year in Utah, funded by fees
B11	Elevator inspector	Additional staff to inspect the 300 new elevators installed each year in Utah, funded by fees
	<i>Subtotal Labor Commission</i>	

Tax Commission

B12	MV County and Branch Operations	Payments to counties for motor vehicle registration are increasing with transaction volume
B13	IFTA/IRP System License Fees	Tax Commission is replacing its state fuel tax tracking system in conjunction with other states
	<i>Subtotal Tax Commission</i>	

Workforce Services

B14	Child care match	Additional state matching funds are needed to receive available federal child care funding
B15	Child care caseload increases	Fund 1,000 new child care caseloads over two years
B16	Child care benefit payment increase	State policy to provide equal access by paying at the 75th percentile of market rates
B17	TANF benefit payment increase	A benefit rate increase of 6.0 percent since last inflation adjustment was made in 1994
	<i>Subtotal Workforce Services</i>	

Compensation and Personal Services

B18	Personal services adjustment	Increase in dental insurance
B19	Compensation package	Compensation package of 4.0 percent
	<i>Subtotal Compensation package</i>	

Subtotal Ongoing Appropriations

Ongoing, One-Time, and Supplemental Appropriations - Commerce and Revenue

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>B1</i>	\$0	\$0	\$0	\$0	\$0	\$590,300	\$0	\$590,300
<i>B2</i>	0	0	0	0	0	65,000	0	65,000
<i>B3</i>	0	0	0	0	0	100,000	0	100,000
<i>B4</i>	0	0	0	0	0	110,000	0	110,000
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>865,300</i>	<i>0</i>	<i>865,300</i>
<i>B5</i>	0	0	0	0	0	50,000	0	50,000
<i>B6</i>	0	0	0	0	0	88,700	0	88,700
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>138,700</i>	<i>0</i>	<i>138,700</i>
<i>B7</i>	60,500	0	0	0	0	0	0	60,500
<i>B8</i>	53,700	0	0	0	0	0	0	53,700
	<i>114,200</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>114,200</i>
<i>B9</i>	119,200	0	0	0	0	0	0	119,200
<i>B10</i>	101,600	0	0	0	0	0	0	101,600
<i>B11</i>	58,400	0	0	0	0	0	0	58,400
	<i>279,200</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>279,200</i>
<i>B12</i>	217,300	0	0	0	0	0	0	217,300
<i>B13</i>	100,000	0	0	0	0	0	0	100,000
	<i>317,300</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>317,300</i>
<i>B14</i>	374,800	0	0	1,038,500	0	0	0	1,413,300
<i>B15</i>	0	0	0	1,050,000	0	0	0	1,050,000
<i>B16</i>	0	0	0	2,450,000	0	0	0	2,450,000
<i>B17</i>	0	0	0	3,000,000	0	0	0	3,000,000
	<i>374,800</i>	<i>0</i>	<i>0</i>	<i>7,538,500</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>7,913,300</i>
<i>B18</i>	56,700	16,500	0	83,000	3,800	31,500	0	191,500
<i>B19</i>	1,544,400	441,200	0	2,124,400	31,200	866,000	0	5,007,200
	<i>1,601,100</i>	<i>457,700</i>	<i>0</i>	<i>2,207,400</i>	<i>35,000</i>	<i>897,500</i>	<i>0</i>	<i>5,198,700</i>
	\$2,686,600	\$457,700	\$0	\$9,745,900	\$35,000	\$1,901,500	\$0	\$14,826,700

COMMERCE AND REVENUE

ONE-TIME APPROPRIATIONS

Alcoholic Beverage Control

B20	Modernize operations/warehouse systems	New procurement, operations, and warehouse systems will help to better manage ABC resources
B21	Improve office information systems	Outdated equipment and software need to be replaced with year 2000 compliant products
B22	Ongoing capital equipment needs	1984 tractor trailer has 200,000 miles on it, and warehouse pallet jacks are worn out
	<i>Subtotal Alcoholic Beverage Control</i>	

Financial Institutions

B23	Replace old laptop computers	New examination software requires more powerful laptop computers
	<i>Subtotal Financial Institutions</i>	

Tax Commission

B24	Replace remittance equipment	Replacement parts and maintenance for old equipment is no longer available
B25	UTAX - nonbonded funding	UTAX costs not paid from bond proceeds; \$15.7 million in bonds also recommended
	<i>Subtotal Tax Commission</i>	

Subtotal One-time Appropriations

Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)

SUPPLEMENTALS - FY 1998

Alcoholic Beverage Control

B26	Retail store sales clerks	Strong sales growth and addition of new stores resulted in the need for 26 additional sales clerks
B27	Point of sale system	Replace outdated cash register system in 35 state operated stores with new computerized system
B28	Modernize operations/warehouse systems	New procurement, operations, and warehouse systems will help to better manage ABC resources
B29	Point of sale WAN usage charges	ABC's new system, installed in 35 stores due to growing sales, must pay ITS usage charges

Total FY 1998 Supplementals

Ongoing, One-Time, and Supplemental Appropriations - Commerce and Revenue

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>B20</i>	\$0	\$0	\$0	\$0	\$0	\$550,000	\$0	\$550,000
<i>B21</i>	0	0	0	0	0	120,000	0	120,000
<i>B22</i>	0	0	0	0	0	142,000	0	142,000
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>812,000</i>	<i>0</i>	<i>812,000</i>
<i>B23</i>	0	0	0	0	0	100,000	0	100,000
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>100,000</i>	<i>0</i>	<i>100,000</i>
<i>B24</i>	0	360,000	0	0	0	0	0	360,000
<i>B25</i>	152,100	0	0	0	0	2,000,000	0	2,152,100
	<i>152,100</i>	<i>360,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>2,000,000</i>	<i>0</i>	<i>2,512,100</i>
	\$152,100	\$360,000	\$0	\$0	\$0	\$2,912,000	\$0	\$3,424,100
	\$2,838,700	\$817,700	\$0	\$9,745,900	\$35,000	\$4,813,500	\$0	\$18,250,800
<i>B26</i>	\$0	\$0	\$0	\$0	\$0	\$266,900	\$0	\$266,900
<i>B27</i>	0	0	0	0	0	643,800	0	643,800
<i>B28</i>	0	0	0	0	0	320,000	0	320,000
<i>B29</i>	0	0	0	0	0	70,000	0	70,000
	\$0	\$0	\$0	\$0	\$0	\$1,300,700	\$0	\$1,300,700

CORRECTIONS (Adult and Youth)

Mission: *Protect the public, provide adult offenders with skills training to enhance their prospects for success after release, and provide rehabilitation programs for young offenders*

PROGRAMS

◆ Adult Corrections

Administration provides administrative support for each division.

Field Operations supervises offenders on probation or parole in a community setting.

Institutional Operations directs prison operations at Draper, Gunnison, and Iron County facilities, and oversees state inmates housed at county jails.

Clinical Services ensures proper medical and mental health treatment for inmates.

Forensic Services assists mentally ill offenders through a contract with the State Hospital.

Jail Reimbursement reimburses counties by statutory formula for offenders sentenced up to one year in county jail as condition of probation.

◆ Board of Pardons and Parole, a state constitutional board, determines parole revocations and prison releases.

◆ Youth Corrections

Administration/Case Management/Parole provides administrative support and assigns case managers/parole officers to provide

supervision and individual treatment for juvenile offenders.

Community-based Alternatives provides supervision and treatment for juvenile offenders through contracts with private providers.

Alternatives to Institutional Care includes work camps, day and night reporting centers, observation and assessment centers, and other innovative alternatives outside of institutional care.

Institutional Care directs operations in long-term secure care facilities, detention centers, and multi-purpose facilities.

Receiving Centers offer local law enforcement a one-stop location to deliver youth for nondetainable or status offenses.

Youth Parole Authority, a citizens' board, determines release of juvenile offenders from long-term secure facilities and conditions of their parole.

SELECTED DEPARTMENT GOALS

◆ Board of Pardons and Parole

Provide more timely and efficient notification to victims and members of the public concerning offender hearing dates and status of offenders.

Increase the use of part-time board members to assist with growing workload.

Provide increased efficiency of agency operations by improving management information systems hardware and software. Modify administrative rules and procedures for first degree and violent felonies.

◆ **Adult Corrections**

Manage prison growth through the use of intermediate sanctions while ensuring that adequate secure prison housing exists for offenders who are not eligible for intermediate sanctions.

Leverage the department's funds by mobilizing public and private resources.

Provide greater opportunities to staff to enhance recruitment and retention and provide incentives for staff to contribute solutions.

Establish a management information system that will monitor and evaluate programs based on outcomes.

◆ **Youth Corrections**

Provide the most appropriate setting for the youthful offender by utilizing the least restrictive environment commensurate with public safety.

Provide a diversity of community-based and secure correctional programs.

Strengthen rehabilitative opportunities by expanding linkages to Human Services programs and community resources.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-72, and 107-123.*

BUDGET EFFICIENCIES

- ◆ Adult Corrections is consolidating and reducing supervisory positions at the prison. These reductions will provide \$300,000 in savings to the department.
- ◆ Adult Corrections has been operating a pilot project where they contract with the private sector to provide presentence investigation reports. This pilot project has allowed the department to reassign field agents back to direct supervision of offenders and thereby reduce workload in field operations and slow the growth in the deficit of field agents.
- ◆ Adult Corrections is using fees collected from offenders to provide additional supervision and treatment options for offenders.
- ◆ The Board of Pardons and Parole has adjusted hearing schedules to provide a more timely review of inmates, thereby providing some minor relief to the overcrowding conditions at the prison.
- ◆ Youth Corrections continues to divert offenders from more costly facilities to community programs without reducing public safety. This allows the division to supervise more offenders within available resources.

FY 1998 PROPOSED LEGISLATIVE INTENT

Youth Corrections

Funds for Youth Corrections are nonlapsing.

Adult Corrections

Funds for administrative services, field operations, institutional operations, and Draper medical are nonlapsing.

- ◆ Provide \$600,000 to adult corrections to reduce salary inequities which exist in the department.

- ◆ Provide funds to Adult Corrections to allow for increased use of intermediate sanctions for adult offenders.

- ◆ Expand treatment options for substance abuse offenders in the prison.

- ◆ Increase contracts with local jails by 325 beds at a cost of \$5 million to allow for additional housing of adult offenders.

FY 1999 PROPOSED LEGISLATIVE INTENT

Adult Corrections

Funds for the combined line items of administration, institutional operations, and field operations are nonlapsing.

Funds for clinical services are nonlapsing.

Funds for the Board of Pardons and Parole are nonlapsing.

- ◆ Provide partial-year costs for a new 400-bed privatized prison for adult male inmates as well as the remaining costs for full-year funding of the 192-bed addition at Gunnison (CUCF-I).

- ◆ Increase jail reimbursement to counties by \$3.2 million.

- ◆ Expand community-based programs both in-state and out-of-state. In addition, add 19 case managers, five of which will have correctional officer status.

- ◆ Provide partial-year funding for the new 72-bed youth corrections secure facility in Ogden and full-year costs for the 18-bed Carbon/Emery county youth center.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Allow the Department of Corrections to combine administrative services, field operations, and institutional operations into one line item to give more flexibility to the department.

- ◆ Add 1,232 beds/slots for adult and youth corrections.

- ◆ Expand training resources to provide minimum training requirements for youth correction workers.

- ◆ Include \$25.8 million in bonding for correctional buildings. The bonds finance 288 beds for the Gunnison prison addition (CUCF-II), conversion of the women's facility to a forensic facility, construction of administrative offices, and 48 detention and 16 shelter beds in Vernal and Cache County.

CORRECTIONS (ADULT AND YOUTH)
Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$173,319,900	\$192,191,800	\$192,191,800	\$193,474,900	\$29,149,900	\$222,624,800	15.8%
Federal Funds	2,843,100	1,110,000	1,110,000	1,114,700	144,000	1,258,700	13.4
Dedicated Credits	2,100,000	3,122,100	4,622,100	3,123,900	726,000	3,849,900	(16.7)
Restricted and Trust Funds	450,000	300,000	300,000	300,000	0	300,000	0.0
Transfers	6,380,300	6,086,500	6,086,500	6,086,700	2,000	6,088,700	0.0
Other Funds	0	0	0	0	711,000	711,000	--
Beginning Balances	5,094,600	3,001,700	3,001,700	0	0	0	(100.0)
Closing Balances	(3,001,700)	0	0	0	0	0	--
Lapsing Funds	(12,700)	0	0	0	0	0	--
Total Plan of Financing	\$187,173,500	\$205,812,100	\$207,312,100	\$204,100,200	\$30,732,900	\$234,833,100	13.3%
Programs							
Adult Corrections							
Administration	\$7,677,400	\$8,285,100	\$8,285,100	\$7,960,200	\$1,233,300 <i>a</i>	\$9,193,500	11.0%
Field Operations	37,152,200	32,189,500	32,189,500	30,633,700	3,327,300 <i>b</i>	33,961,000	5.5
Institutional Operations	72,219,900	82,109,000	82,109,000	81,920,100	11,440,500 <i>c</i>	93,360,600	13.7
Clinical Services	12,902,400	14,356,300	14,356,300	14,231,500	0	14,231,500	(0.9)
Forensic Services	179,600	190,000	190,000	190,000	0	190,000	0.0
Jail Reimbursement	4,826,100	6,476,900	6,476,900	6,476,900	3,292,700 <i>d</i>	9,769,600	50.8
Board of Pardons and Parole	2,078,900	2,385,000	2,385,000	2,215,900	85,000 <i>e</i>	2,300,900	(3.5)
Personal Services Adjustments	0	0	0	805,000	124,100 <i>f</i>	929,100	--
Compensation Package	0	0	0	0	3,225,200 <i>g</i>	3,225,200	--
Subtotal Adult Corrections	137,036,500	145,991,800	145,991,800	144,433,300	22,728,100	167,161,400	14.5
Youth Corrections							
Admin./Case Management./Parole	\$6,148,300	\$7,166,000	\$7,166,000	\$7,166,000	\$1,376,500 <i>h</i>	\$8,542,500	19.2
Community Based Alternatives	15,729,000	14,799,000	16,299,000	14,399,000	3,350,000 <i>i</i>	17,749,000	8.9
Alternatives to Institutional Care	7,584,500	11,906,800	11,906,800	11,906,800	0	11,906,800	0.0
Institutional Care	19,248,900	24,413,700	24,413,700	24,413,700	2,317,300 <i>j</i>	26,731,000	9.5
Receiving Centers	1,214,400	1,272,200	1,272,200	1,272,200	0	1,272,200	0.0
Youth Parole Authority	211,900	262,600	262,600	262,600	0	262,600	0.0
Personal Services Adjustments	0	0	0	246,600	38,600 <i>k</i>	285,200	--
Compensation Package	0	0	0	0	922,400 <i>l</i>	922,400	--
Subtotal Youth Corrections	50,137,000	59,820,300	61,320,300	59,666,900	8,004,800	67,671,700	10.4
Total Budget	\$187,173,500	\$205,812,100	\$207,312,100	\$204,100,200	\$30,732,900	\$234,833,100	13.3%
Positions	2,686.5	2,803.1	2,803.1	2,803.1	170.0	2,973.1	

a See C1 and C2
b See C3 through C5
c See C6 through C12
d See C15
e See C16 and C17
f See C13

g See C14
h See C18 and C19
i See C20 and C21
j See C22 through C25
k See C26
l See C27

CORRECTIONS (ADULT AND YOUTH)**ONGOING APPROPRIATIONS****Adult Corrections-Administrative Services**

C1	Offender tracking system	Partial funding to develop a new software system to redesign the adult offender tracking system
C2	Bureau of Information Technology staff	Increase in staff for information technology purposes

Adult Corrections-Field Operations

C3	Private presentence contract	Expand private contract for presentence reports statewide
C4	Expand day reporting program (Utah and Davis)	Provide day reporting programs for 200 additional offenders in Utah and Davis counties
C5	Establish community correction center (75 beds)	Funding to establish private community correction center to focus on substance abuse offenders

Adult Corrections-Institutional Operations

C6	Central Utah Correctional Facility	Funds for the remainder of the full-year costs to operate the 192-bed CUCFI facility
C7	Expand county jail contracting	Contracts with counties for 325 additional beds at \$38 a day
C8	Privatized prison	Funding to contract with privatized prison at \$55 a day for four months
C9	Forensic staff	Partial year funding for staffing the new forensic facility at Draper
C10	Substance abuse treatment	Additional resources for the treatment of offenders with substance abuse problems
C11	Flatten supervisory structure	Consolidate, streamline and reduce supervisory positions at the prison
C12	Staff salary inequities	Fund costs associated with staff salary inequities

Compensation and Personal Services

C13	Personal services adjustment	Increase in dental insurance
C14	Compensation package	Compensation package of 4.0 percent

*Subtotal Adult Corrections***Adult Corrections-Jail Reimbursement**

C15	Jail reimbursement	Additional costs of jail reimbursement as required by H.B. 162, 1993 Legislature
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*Subtotal Jail Reimbursement***Board of Pardons and Parole**

C16	Unfunded personnel compensation	Fund shortfall in personal services due to under funding during the last two fiscal years
C17	Part-time board compensation	Add resources to provide for increased use of part-time members

*Subtotal Board of Pardons***Division of Youth Corrections****Administration/Case Management/Parole**

C18	Case management/parole	Add 19 case managers of which five are special function officers
C19	Training	Provide additional resources to ensure compliance with minimum training requirements

Community-Based Alternatives

C20	Community alternatives	Expand resources for community alternative programs for juvenile offenders
C21	Out-of-state placements	Fund additional placements in out-of-state programs

Institutional Care

C22	Carbon/Emery County Youth Center	Full-year costs for 18-bed youth center
C23	Privatized facility operations	Contract increase for Farmington Bay and Salt Lake Valley facilities
C24	Ogden 72-bed secure facility	Initial start up costs for Ogden 72-bed secure facility
C25	Detention cuts	Reductions in detention operations

Ongoing and Supplemental Appropriations - Corrections (Adult and Youth)

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>C1</i>	\$400,000	\$0	\$0	\$0	\$0	\$0	\$550,000	\$950,000
<i>C2</i>	283,300	0	0	0	0	0	0	283,300
<i>C3</i>	767,000	0	0	0	200,000	0	0	967,000
<i>C4</i>	1,669,000	0	0	0	0	0	0	1,669,000
<i>C5</i>	691,300	0	0	0	0	0	0	691,300
<i>C6</i>	2,260,300	0	0	0	0	0	0	2,260,300
<i>C7</i>	5,000,000	0	0	0	0	0	0	5,000,000
<i>C8</i>	3,000,000	0	0	0	0	0	0	3,000,000
<i>C9</i>	336,400	0	0	0	0	0	0	336,400
<i>C10</i>	543,800	0	0	0	0	0	0	543,800
<i>C11</i>	(300,000)	0	0	0	0	0	0	(300,000)
<i>C12</i>	600,000	0	0	0	0	0	0	600,000
<i>C13</i>	123,900	0	0	0	200	0	0	124,100
<i>C14</i>	3,215,600	0	0	0	9,600	0	0	3,225,200
	<i>18,590,600</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>209,800</i>	<i>0</i>	<i>550,000</i>	<i>19,350,400</i>
<i>C15</i>	3,292,700	0	0	0	0	0	0	3,292,700
	<i>3,292,700</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>3,292,700</i>
<i>C16</i>	35,000	0	0	0	0	0	35,000	70,000
<i>C17</i>	15,000	0	0	0	0	0	0	15,000
	<i>50,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>35,000</i>	<i>85,000</i>
<i>C18</i>	602,700	0	0	123,200	116,200	0	126,000	968,100
<i>C19</i>	408,400	0	0	0	0	0	0	408,400
<i>C20</i>	1,000,000	0	0	0	400,000	0	0	1,400,000
<i>C21</i>	1,950,000	0	0	0	0	0	0	1,950,000
<i>C22</i>	705,900	0	0	0	0	0	0	705,900
<i>C23</i>	753,400	0	0	0	0	0	0	753,400
<i>C24</i>	900,000	0	0	0	0	0	0	900,000
<i>C25</i>	(42,000)	0	0	0	0	0	0	(42,000)

CORRECTIONS (ADULT AND YOUTH)

Compensation and Personal Services		
C26	Personal services adjustment	Increase in dental insurance
C27	Compensation package	Compensation package of 4.0 percent
	<i>Subtotal Youth Corrections</i>	

Total FY 1999 Adjustments (Ongoing Appropriations)

SUPPLEMENTALS - FY 1998

Division of Youth Corrections		
Community Alternatives		
C28	Increase ORS support collections	Increase authority to expend support collections

Total FY 1998 Supplementals

Ongoing and Supplemental Appropriations - Corrections (Adult and Youth)

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>C26</i>	37,800	0	0	800	0	0	0	38,600
<i>C27</i>	900,400	0	0	20,000	0	0	2,000	922,400
	<i>7,216,600</i>	<i>0</i>	<i>0</i>	<i>144,000</i>	<i>516,200</i>	<i>0</i>	<i>128,000</i>	<i>8,004,800</i>
	\$29,149,900	\$0	\$0	\$144,000	\$726,000	\$0	\$713,000	\$30,732,900

<i>C28</i>	\$0	\$0	\$0	\$0	\$1,500,000	\$0	\$0	\$1,500,000
	\$0	\$0	\$0	\$0	\$1,500,000	\$0	\$0	\$1,500,000

COURTS

Mission: *Ensure equity and fairness for all Utah citizens through judicial review of laws and cases*

PROGRAMS	
<ul style="list-style-type: none"> ◆ Supreme Court serves as court of last resort for the state court system. ◆ Law Library provides public and judicial access to legal documents. ◆ Court of Appeals hears cases assigned by the state supreme court or defined in statute. ◆ Administration serves as judicial council staff and provides administrative support for judges. ◆ Federal Grants administers federal grants received by state courts. ◆ Judicial Education provides education and training opportunities for judges. ◆ Contracts/Leases administers facility lease arrangements. ◆ Justice Courts provide administrative support to local justice courts. ◆ Data Processing coordinates data processing needs for all state courts. ◆ Trial Courts serve as the state court of general jurisdiction. 	<ul style="list-style-type: none"> ◆ Court Security contracts with local governments for courtroom security. ◆ Juvenile Court renders decisions for youth under age 18 in cases of child abuse, neglect, termination of parental rights, and delinquent actions. ◆ Guardian Ad Litem provides proper attorney representation for children involved in court proceedings. ◆ Grand Jury provides funding for grand juries as well as prosecution expenses in grand jury cases. ◆ Juror/Witness/Interpreter Fees provides payment to jurors, witnesses, expert witnesses, and interpreters.
	SELECTED COURTS GOALS
	<ul style="list-style-type: none"> ◆ Establish and maintain a court structure which incorporates an appropriate number of court levels, minimizes concurrent jurisdiction, and provides for flexibility in the deployment of resources. ◆ Preserve the independence of the judicial branch from improper influence of the executive and legislative branch at federal, state, and local levels. In

addition, recognize the interdependence of all three branches and foster an open, healthy relationship.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-72, and 107-123.*

BUDGET EFFICIENCIES

- ◆ The courts combined six clerk of the court positions so that one clerk covers both Juvenile and District Court in several counties. This action has allowed the judiciary to forgo asking for additional deputy clerks by redirecting \$200,000 in existing resources.
- ◆ The data processing section of the courts during FY 1998 will begin converting the Juvenile Court information system from the state mainframe to the courts wide area network. This conversion will cost \$300,000 and will be paid from savings from online fee payments and internal absorption of costs.
- ◆ A vacant court reporter position in the Second Judicial District was converted to cover part of the cost of a new court commissioner approved by legislative intent during the FY 1997 session. The remaining cost of the commissioner and two support staff was absorbed within the current budget at a cost of \$157,000.

FY 1998 PROPOSED LEGISLATIVE INTENT

Judicial Council/Court Administrator

Funds for the courts are nonlapsing.

Funds donated to the Juvenile Court for graffiti removal and other community service programs are nonlapsing.

Judicial Council-Court Administrator-Guardian Ad Litem

Funds for the guardian ad litem program are nonlapsing.

FY 1999 PROPOSED LEGISLATIVE INTENT

Judicial Council—Court Administrator

Funds for the courts are nonlapsing.

Funds donated to the Juvenile Court for graffiti removal and other community service programs are nonlapsing.

Judicial Council-Court Administrator-Guardian Ad Litem

Funds for the guardian ad litem program are nonlapsing.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Include additional funds from the General Fund to pay for increased lease and utility costs associated with court facilities.

- ◆ Add \$150,000 for contracts with local government for security.
- ◆ Hire two law clerks to assist District Court judges in legal research.
- ◆ Establish a legal institute for justice court judges.
- ◆ Include a supplemental of \$250,000 for costs associated with the juror/witness/interpreter program.
- ◆ Include \$87,600 on the general obligation bond to purchase land in Vernal for a new courts building and Youth Corrections facility.

COURTS

Operating Budget

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations				
			Courts' Request FY 1999	Base FY 1999	Adjust- ments	Total FY 1999	% Change AFY98-FY99
Plan of Financing							
General Fund	\$69,360,900	\$76,939,850	\$82,492,200	\$78,264,350	\$4,918,900	\$83,183,250	8.1%
Federal Funds	37,100	138,300	158,300	158,400	1,200	159,600	15.4
Dedicated Credits	1,241,800	1,629,100	4,566,900	1,469,000	231,700	1,700,700	4.4
Restricted and Trust Funds	1,655,000	2,110,900	2,286,300	2,144,200	3,088,900	5,233,100	147.9
Transfers	19,200	123,800	123,800	124,200	2,000	126,200	1.9
Beginning Balances	218,200	1,193,700	105,900	101,900	0	101,900	(91.5)
Closing Balances	(1,193,700)	(101,900)	(25,600)	(25,600)	0	(25,600)	(74.9)
Lapsing Funds	(341,700)	0	0	0	0	0	--
Total Plan of Financing	\$70,996,800	\$82,033,750	\$89,707,800	\$82,236,450	\$8,242,700	\$90,479,150	10.3%
Programs							
Supreme Court	\$1,727,900	\$1,840,300	\$1,841,200	\$1,841,200	\$0	\$1,841,200	0.0%
Law Library	390,800	463,800	509,200	509,200	0	509,200	9.8
Court of Appeals	2,263,600	2,477,450	2,478,700	2,478,150	0	2,478,150	0.0
Administration	2,790,400	3,054,600	2,830,000	2,830,000	0	2,830,000	(7.4)
Federal Grants	312,600	557,100	460,200	456,200	0	456,200	(18.1)
Judicial Education	539,300	277,200	310,500	277,200	0	277,200	0.0
Contracts/Leases	8,095,100	9,970,100	16,119,000	10,453,600	5,643,800 ^a	16,097,400	61.5
Justice Courts	108,200	165,300	199,200	165,300	33,900 ^b	199,200	20.5
Data Processing	5,097,400	4,319,000	4,251,000	3,836,300	150,000 ^c	3,986,300	(7.7)
Trial Courts	27,561,000	29,241,700	30,164,100	29,228,200	268,600 ^d	29,496,800	0.9
Court Security	2,128,700	2,236,000	2,539,000	2,236,000	150,000 ^e	2,386,000	6.7
Juvenile Courts	16,261,900	23,619,800	23,838,300	23,622,200	0	23,622,200	0.0
Guardian Ad Litem	2,300,200	2,746,100	2,784,900	2,729,900	0	2,729,900	(0.6)
Grand Jury	1,000	0	6,000	0	0	0	--
Juror and Witness Fees	1,418,700	1,065,300	1,376,500	1,115,500	0	1,115,500	4.7
Personal Services Adjustments	0	0	0	457,500	72,200 ^f	529,700	--
Compensation Package	0	0	0	0	1,924,200 ^g	1,924,200	--
Total Budget	\$70,996,800	\$82,033,750	\$89,707,800	\$82,236,450	\$8,242,700	\$90,479,150	10.3%
Positions	1,085.6	1,236.0	1,241.5	1,230.5	2.0	1,232.5	

^a See D1 and D2

^b See D3

^c See D4

^d See D5 and D6

^e See D7

^f See D8

^g See D9

In addition to the amounts listed in the Authorized FY 1998 column, Governor Leavitt recommends supplemental appropriations from the General Fund of \$250,000 for juror, witness, and interpreter fees. In addition, the governor recommends \$125,000 in restricted funds to upgrade imaging platform, create accounts payable module, and provide training of court reporters. The governor also recommends \$234,000 in dedicated credits for increasing lease and utility costs.

COURTS**ONGOING APPROPRIATIONS****Contracts and Leases**

<i>D1</i>	Salt Lake Court Complex	Increased lease and utility costs associated with the Salt Lake Court Complex
<i>D2</i>	Lease and rent increases	Increased lease and utility costs associated with court facilities

Justice Courts

<i>D3</i>	Legal institute	Development of a legal institute for justice court judges
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Data Processing

<i>D4</i>	Computer network	Restore partial funding for court computer network for improved data collection
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Trial Courts

<i>D5</i>	Law clerks	Two law clerks to assist district judges in legal research
<i>D6</i>	Court reporter technology	Provide training of court reporters and purchase and maintenance of equipment

Court Security

<i>D7</i>	Security contracts with counties	Allow for partial payment of increase in security contracts with local sheriffs
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Compensation and Personal Services

<i>D8</i>	Personal services adjustment	Increase in dental insurance
<i>D9</i>	Compensation package	Compensation package of 4.0 percent

Total FY 1999 Adjustments (Ongoing Appropriations)**SUPPLEMENTALS - FY 1998****Administration**

<i>D10</i>	Upgrade imaging platform	Upgrade software and hardware for imaging system which provides financial data to court staff
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Contracts and Leases

<i>D11</i>	Increase dedicated credits	Increased lease and utility costs associated with court facilities
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Data Processing

<i>D12</i>	Create accounts payable module	Funding to create accounts receivable module for judicial information system
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Trial Courts

<i>D13</i>	Court reporter technology	Provide training of court reporters and purchase and maintenance of equipment
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Juror/Witness/Interpreter Fees

<i>D14</i>	To offset FY 1997 and FY1998 deficit	Eliminate FY 1997 deficit and projected FY 1998 deficit for juror, witness, and interpreter fees
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Total FY 1998 Supplementals

Ongoing and Supplemental Appropriations - Courts

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>D1</i>	\$0	\$0	\$0	\$0	\$150,000	\$2,906,000	\$0	\$3,056,000
<i>D2</i>	2,537,800	0	0	0	50,000	0	0	2,587,800
<i>D3</i>	33,900	0	0	0	0	0	0	33,900
<i>D4</i>	150,000	0	0	0	0	0	0	150,000
<i>D5</i>	118,600	0	0	0	0	0	0	118,600
<i>D6</i>	0	0	0	0	0	150,000	0	150,000
<i>D7</i>	150,000	0	0	0	0	0	0	150,000
<i>D8</i>	69,600	0	0	0	1,300	1,300	0	72,200
<i>D9</i>	1,859,000	0	0	1,200	30,400	31,600	2,000	1,924,200
	\$4,918,900	\$0	\$0	\$1,200	\$231,700	\$3,088,900	\$2,000	\$8,242,700
<i>D10</i>	\$0	\$0	\$0	\$0	\$0	\$25,000	\$0	\$25,000
<i>D11</i>	0	0	0	0	234,000	0	0	234,000
<i>D12</i>	0	0	0	0	0	25,000	0	25,000
<i>D13</i>	0	0	0	0	0	75,000	0	75,000
<i>D14</i>	250,000	0	0	0	0	0	0	250,000
	\$250,000	\$0	\$0	\$0	\$234,000	\$125,000	\$0	\$609,000

ECONOMIC DEVELOPMENT AND HUMAN RESOURCES

Economic Development and Human Resources includes Department of Community and Economic Development, Utah State Fair Corporation, Utah Technology Finance Corporation, Department of Human Resource Management, Career Service Review Board, and Utah Retirement Board

PROGRAMS

◆ Community and Economic Development

Administration provides support services for all divisions.

Business Development promotes business opportunities and serves as a resource for business and local leaders.

Community Development provides technical and financial assistance for communities to plan and provide basic services.

Energy Services promotes development and efficient use of energy and administers clean fuels loan program.

Ethnic Affairs Offices act as liaisons between state government and Utah's Asian, Polynesian, Black, and Hispanic communities. Division of Indian Affairs serves as the state's Native American affairs authority.

Fine Arts administers a grants program and community outreach programs to broaden appreciation for the arts.

Historical Society serves as the fund-raising and membership arm of the Division of State History.

Industrial Assistance Fund provides incentives for corporate expansion and relocation into the state.

State History preserves historic resources and promotes understanding of Utah's heritage.

State Library provides support services to public libraries and direct services to individuals with visual and physical disabilities.

Travel Development promotes Utah tourism.

◆ Utah State Fair Corporation manages activities relating to the annual state fair, and promotes and manages the year round use of the state fairpark facility.

◆ Utah Technology Finance Corporation improves the formation of capital available to Utah businesses and provides technical assistance to entrepreneurs.

◆ Human Resource Management manages state employee classification, compensation, recruitment, selection, and development.

◆ Career Service Review Board administers state employee grievances and appeal procedures, and mediates disputes between agencies and employees.

- ◆ **Utah Retirement Board** administers public employee retirement systems, deferred compensation plans, and group insurance plans.

SELECTED DEPARTMENT GOALS

- ◆ **Community and Economic Development** — Build a solid economic environment through job creation, tax base expansion, rural development, and enhancement of Utah’s quality of life.
- ◆ **Utah State Fair Corporation** — Showcase agriculture and innovation technology.
- ◆ **Utah Technology Finance Corporation** — Leverage public funds to enhance private capital formation while seeking to create self-reliant funding sources.
- ◆ **Human Resource Management** — Streamline recruitment, selection, and employee tracking functions by implementing enhancements to HR Enterprise.
- ◆ **Retirement Board** — Generate eight percent return on investment portfolios and outperform inflation by four percent. Keep medical and dental insurance costs at or below state and national trends.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 1-9, 10-18, and 60-64.*

BUDGET EFFICIENCIES

- ◆ **Community and Economic Development** — Reduce state history grants for ongoing savings of \$10,000.
- ◆ **Community and Economic Development** — Return residual funding from flood relief and solid waste grants for one-time savings of \$24,400.
- ◆ **Utah Retirement Board** — Reduce professional and consulting services for ongoing savings of \$44,000.

FY 1998 PROPOSED LEGISLATIVE INTENT

Community and Economic Development

Funds to replenish earned credits for Industrial Assistance Fund are nonlapsing.

FY 1999 PROPOSED LEGISLATIVE INTENT

Community and Economic Development

Funds for Administration are nonlapsing.

Funds for Special Initiatives are nonlapsing.

Funds for University of Utah Art Museum are nonlapsing and any remaining balance at the end of FY 1999 shall be transferred to DFCM’s construction account.

Funds for Industrial Assistance Fund are nonlapsing.

Funds for Business and Economic Development are nonlapsing.

Funds for Ethnic Offices are nonlapsing.

Funds for Indian Affairs are nonlapsing.

Funds for Martin Luther King Commission are nonlapsing.

Funds for Travel Development are nonlapsing.

Funds for Utah State Historical Society are nonlapsing.

Funds for State History are nonlapsing.

Funds for Fine Arts are nonlapsing.

Funds for State Library are nonlapsing.

Funds for Community Development are nonlapsing.

The FY 1999 compensation package for state employees shall have retrospective application to June 27, 1998 to coincide with the state payroll period.

The FY 1999 compensation package for state employees is to be increased by 4.0 percent and is allocated as follows: first, merit increases; second, longevity pay plan conversion; third, administrative salary increases.

Health insurance premiums for Group Insurance Division (PEHP) are increased by 5.0 percent for FY 1999, the costs of which shall be borne in FY 1999 by the allocation of reserves from Insurance Division Trust Fund.

Dental insurance premiums for Group Insurance Division (PEHP) are increased by 10.0 percent for FY 1999.

Utah State Fair Corporation

Funds for Utah State Fair Corporation are nonlapsing.

Utah Technology Finance Corporation

Funds for Utah Technology Finance Corporation are nonlapsing.

Career Service Review Board

Funds for Career Service Review Board are nonlapsing.

Human Resource Management

Funds for Department of Human Resource Management are nonlapsing.

MAJOR BUDGET RECOMMENDATIONS

- ◆ **Community and Economic Development**
— Improve technology transfer capability through restoration of funding to Centers of Excellence.
- ◆ **Community and Economic Development**
— Enable Film Commission services to maintain pace with growth in film and television production activity.
- ◆ **Community and Economic Development**
— Provide additional grant capacity for local economic development initiatives.
- ◆ **Community and Economic Development**
— Promote Utah tourism to international

markets and support the development of destination tourism.

- ◆ **Community and Economic Development** — Promote the goals of *ALERT - Utah's Promise* by encouraging volunteers and community mobilization.

- ◆ **Community and Economic Development** — Fund \$1.5 million for Olene S. Walker Housing Trust Fund to provide affordable housing statewide, in addition to \$1.0 million in the base budget.

- ◆ **Community and Economic Development** — Provide additional support to Homeless Trust Fund for statewide homeless populations.

- ◆ **Community and Economic Development** — Replenish earned credits of \$1.7 million to Industrial Assistance Fund.

- ◆ **Community and Economic Development** — Fund \$750,000 to purchase easements at Hill Air Force Base.

- ◆ **Special Initiatives** — Provide statewide coordination of rural issues and assistance to 21st Century communities.

- ◆ **Special Initiatives** — Stimulate technology development, technology infrastructure, and electronic commerce by support for SmartUTAH project.

- ◆ **Special Initiatives** — Provide state matching funds of \$1,350,000 for design and construction of University of Utah Art Museum.

- ◆ **Utah State Fair Corporation** — Enhance state support for Utah State Fair and Fairpark operations.

- ◆ **Department of Human Resource Management** — Maintenance and operations of HR Enterprise systems.

ECONOMIC DEVELOPMENT AND HUMAN RESOURCES

Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$33,832,900	\$30,860,400	\$32,560,400	\$30,420,200	\$2,136,200	\$32,556,400	(0.0%)
School Funds	0	0	0	0	140,000	140,000	--
Transportation Fund	118,000	118,000	118,000	118,000	0	118,000	0.0
Federal Funds	17,275,200	21,282,100	21,282,100	30,365,300	119,900	30,485,200	43.2
Dedicated Credits	11,884,700	12,122,400	12,122,400	11,987,300	14,600	12,001,900	(1.0)
Mineral Lease	546,900	559,000	559,000	469,600	106,600	576,200	3.1
Restricted and Trust Funds	25,662,700	29,037,000	29,037,000	26,583,600	2,058,200	28,641,800	(1.4)
Transfers	20,000	7,172,200	7,172,200	0	0	0	(100.0)
Other Funds	1,519,200	0	0	0	0	0	--
Beginning Balances	12,728,900	16,347,700	16,347,700	4,766,400	0	4,766,400	(70.8)
Closing Balances	(16,347,700)	(4,766,400)	(4,766,400)	(3,946,400)	0	(3,946,400)	(17.2)
Lapsing Funds	(2,359,400)	(8,000)	(8,000)	0	0	0	--
Total Plan of Financing	\$84,881,400	\$112,724,400	\$114,424,400	\$100,764,000	\$4,575,500	\$105,339,500	(7.9%)
Programs							
Community and Econ. Development							
Administration	\$1,878,800	\$2,219,400	\$2,219,400	\$2,154,500	\$126,000 <i>a</i>	\$2,280,500	2.8%
Business Development	9,916,400	11,770,200	11,770,200	7,941,200	550,000 <i>b</i>	8,491,200	(27.9)
Centennial Commission	519,000	2,000	2,000	0	0	0	(100.0)
Community Development	13,658,700	29,619,100	29,619,100	27,122,100	411,000 <i>c</i>	27,533,100	(7.0)
Energy Services	1,685,600	6,882,700	6,882,700	4,483,300	60,000 <i>d</i>	4,543,300	(34.0)
Ethnic Affairs Offices	644,400	806,600	806,600	714,700	21,000 <i>e</i>	735,700	(8.8)
Fine Arts	3,154,600	3,431,700	3,431,700	3,254,300	0	3,254,300	(5.2)
Historical Society	187,600	411,800	411,800	316,800	0	316,800	(23.1)
Industrial Assistance Fund	144,000	348,800	2,048,800	413,700	0	413,700	(79.8)
Special Initiatives	9,600	1,195,400	1,195,400	90,000	310,000 <i>f</i>	400,000	(66.5)
State History	2,377,300	3,136,000	3,136,000	2,411,000	(10,000) <i>g</i>	2,401,000	(23.4)
State Library	6,090,000	6,170,400	6,170,400	6,602,800	0	6,602,800	7.0
Travel Development	4,334,100	4,302,900	4,302,900	4,041,100	107,000 <i>h</i>	4,148,100	(3.6)
Utah State Fair Corp.	3,339,000	3,391,100	3,391,100	3,255,900	330,000 <i>i</i>	3,585,900	5.7
Utah Technology Finance Corp.	2,686,900	3,395,000	3,395,000	2,840,000	0	2,840,000	(16.3)
Personal Services Adjustments	0	0	0	101,400	16,000 <i>j</i>	117,400	--
Compensation Package	0	0	0	0	474,800 <i>k</i>	474,800	--
Subtotal Comm./Econ. Devl.	50,626,000	77,083,100	78,783,100	65,742,800	2,395,800	68,138,600	(13.5)
Human Resources							
Human Resource Management	\$3,108,700	\$3,163,100	\$3,163,100	\$3,011,700	\$55,000 <i>l</i>	\$3,066,700	(3.0)
Career Service Review Board	142,200	143,600	143,600	140,100	0	140,100	(2.4)
Retirement Office	31,004,500	32,334,600	32,334,600	31,822,100	2,038,800 <i>m</i>	33,860,900	4.7
Personal Services Adjustments	0	0	0	47,300	2,700 <i>n</i>	50,000	--
Compensation Package	0	0	0	0	83,200 <i>o</i>	83,200	--
Subtotal Human Resources	34,255,400	35,641,300	35,641,300	35,021,200	2,179,700	37,200,900	4.4
Total Budget	\$84,881,400	\$112,724,400	\$114,424,400	\$100,764,000	\$4,575,500	\$105,339,500	(7.9%)
Positions	640.9	617.6	617.6	617.1	1.0	618.1	

a See E1 and E36*b* See E5 through E8*c* See E2 through E4, E37, and E38*d* See E9*e* See E10 and E11*f* See E16, E17, and E40*g* See E12*h* See E13 and E39*i* See E18*j* See E14*k* See E15*l* See E19*m* See E22 through E35; E41 through E43*n* See E20*o* See E21

In addition to the amount listed in the Authorized FY 1998 column, Governor Leavitt recommends an FY 1998 General Fund supplemental appropriation of \$1,700,000 for the Industrial Assistance Fund (see E44).

ECONOMIC DEVELOPMENT AND HUMAN RESOURCES

Capital Budget

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations			
			Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999
Plan of Financing						
General Fund	\$10,054,100	\$5,689,100	\$5,689,100	\$1,564,100	\$3,600,000	\$5,164,100
School Funds	860,000	0	0	0	0	0
Federal Funds	424,000	646,400	646,400	1,484,000	0	1,484,000
Mineral Lease	12,954,200	13,649,000	14,745,000	16,605,800	0	16,605,800
Restricted and Trust Funds	9,373,000	8,842,400	8,842,400	8,900,000	0	8,900,000
Transfers *	(150,000)	50,000	25,600	0	0	0
Other Funds	2,278,800	2,912,700	2,912,700	0	0	0
Beginning Balances *	4,166,500	24,400	24,400	0	0	0
Closing Balances	(24,400)	0	0	0	0	0
Lapsing Funds	(6,363,300)	0	0	0	0	0
Total Plan of Financing	\$33,572,900	\$31,814,000	\$32,885,600	\$28,553,900	\$3,600,000	\$32,153,900
Projects						
Business and Economic Development	\$0	\$0	\$0	\$0	\$750,000 <i>a</i>	\$750,000
Community Assistance Program	17,659,300	22,515,800	23,587,400	25,505,800	0	25,505,800
Energy Services	824,600	1,162,700	1,162,700	0	0	0
Low-Income Housing	6,452,100	5,785,500	5,785,500	3,048,100	1,500,000 <i>b</i>	4,548,100
Special Initiatives	8,636,900	2,350,000	2,350,000	0	1,350,000 <i>c</i>	1,350,000
Total Budget	\$33,572,900	\$31,814,000	\$32,885,600	\$28,553,900	\$3,600,000	\$32,153,900

*a See E46**b See E45**c See E47*

* In addition to the amount listed in the Authorized FY 1998 column, Governor Leavitt recommends a supplemental transfer of \$24,400 from beginning balances back to the General Fund in FY 1998 (see E48).

ECONOMIC DEVELOPMENT AND HUMAN RESOURCES

ONGOING APPROPRIATIONS

Department of Community and Economic Development

Administration

E1 Lease increase Increase in lease expense

Community Development

E2 Housing Adm. - low-income housing specialist Additional single housing staff to manage rapid growth in affordable housing funding

E3 Museum Services - grants Increase project grant capability for museums, zoos, aviaries, etc.

E4 Museum Services - technical assistance Strengthen technical assistance to community museums

Business and Economic Development

E5 Centers of Excellence Transfer technology from research universities by commercialization of innovative technology

E6 Film Commission - client services Growth in film and television production days in Utah requires additional client services

E7 Local Economic Development Initiative Provide additional grant capacity to meet expanded grant guidelines

E8 International - protocol Support for foreign trade missions and hosting services for international dignitaries

Energy Services

E9 Energy - weatherize low-income housing Use residual from utility subsidy program for weatherization assistance to low-income households

Ethnic and Indian Affairs

E10 Ethnic Affairs - interns Additional staff to support unified organizational structure and strategic work plan

E11 Indian Affairs - council expenses Fund additional council expenses

State History

E12 History grants Reduce history grants

Travel Development

E13 External Development - international markets Increase trade and media marketing in Europe due to lost federal services overseas

Compensation and Personal Services

E14 Personal services adjustment Increase in dental insurance

E15 Compensation package Compensation package of 4.0 percent

Subtotal Community and Economic Development

Special Initiatives

E16 Governor's Rural Office Support statewide coordination of rural issues and assist 21st Century communities

E17 Governor's Young Entrepreneurial Search Economic education program to recognize efforts of young entrepreneurs

Subtotal Special Initiatives

Utah State Fair Corporation

E18 Fair operations Enhance state support for Utah State Fair and Fairpark operations

Subtotal Utah State Fair Corporation

Human Resource Management

E19 HR Enterprise operations and maintenance Improve client server operations and maintenance of statewide human resource information system

Compensation and Personal Services

E20 Personal services adjustment Increase in dental insurance

E21 Compensation package Compensation package of 4.0 percent

Subtotal Human Resource Management

Ongoing, One-Time, and Supplemental Appropriations - Economic Development and Human Resources

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>E1</i>	\$56,000	\$0	\$0	\$0	\$0	\$0	\$0	\$56,000
<i>E2</i>	16,000	0	0	30,000	0	0	0	46,000
<i>E3</i>	10,000	0	0	0	0	0	0	10,000
<i>E4</i>	5,000	0	0	0	0	0	0	5,000
<i>E5</i>	460,000	0	0	0	0	0	0	460,000
<i>E6</i>	30,000	0	0	0	0	0	0	30,000
<i>E7</i>	40,000	0	0	0	0	0	0	40,000
<i>E8</i>	20,000	0	0	0	0	0	0	20,000
<i>E9</i>	30,000	0	0	30,000	0	0	0	60,000
<i>E10</i>	16,000	0	0	0	0	0	0	16,000
<i>E11</i>	5,000	0	0	0	0	0	0	5,000
<i>E12</i>	(10,000)	0	0	0	0	0	0	(10,000)
<i>E13</i>	7,000	0	0	0	0	0	0	7,000
<i>E14</i>	12,300	0	0	1,900	1,500	100	200	16,000
<i>E15</i>	378,000	0	0	58,000	28,000	4,400	6,400	474,800
	<i>1,075,300</i>	<i>0</i>	<i>0</i>	<i>119,900</i>	<i>29,500</i>	<i>4,500</i>	<i>6,600</i>	<i>1,235,800</i>
<i>E16</i>	70,000	0	0	0	0	0	0	70,000
<i>E17</i>	0	20,000	0	0	0	0	0	20,000
	<i>70,000</i>	<i>20,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>90,000</i>
<i>E18</i>	330,000	0	0	0	0	0	0	330,000
	<i>330,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>330,000</i>
<i>E19</i>	55,000	0	0	0	0	0	0	55,000
<i>E20</i>	2,700	0	0	0	0	0	0	2,700
<i>E21</i>	83,200	0	0	0	0	0	0	83,200
	<i>140,900</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>140,900</i>

ECONOMIC DEVELOPMENT AND HUMAN RESOURCES

Utah Retirement Board

E22	Investment advisor and security handling fees	Additional fees to manage investment portfolios due to growth in asset valuation
E23	Data processing expense	Software purchases and maintenance licences
E24	Professional and consulting services	Actuarial, attorney, banking and other services
E25	Contractual services - printing and binding, etc.	Volume increases due to membership growth
E26	Office rental	Fair market value adjustment for leased space
E27	Computer software rental	Mainframe computer software rental
E28	Equipment supplies and maintenance	Supplies for and maintenance of various office equipment
E29	Computer hardware maintenance	Mainframe and personal computer maintenance agreements
E30	Miscellaneous supplies	Microfilm, subscriptions, office supplies, etc.
E31	Other current expenses	Insurance and bonds, travel, conference registration, seminars and workshops

Subtotal Utah Retirement Board

Group Insurance

E32	Communications - telephone	Telephone charges
E33	Office rental	Fair market value adjustment for leased space
E34	Other current expenses	Personal service adjustment
E35	Professional and consulting services	Reduce professional and consulting services

Subtotal Group Insurance

Subtotal Ongoing Appropriations

ONE-TIME APPROPRIATIONS

Department of Community and Economic Development

Administration

E36	Moving expense	Cost of departmental relocation
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Community Development

E37	Homeless Trust Fund	Provide additional capacity for grants to providers of services to homeless populations statewide
E38	Utah Commission on Volunteers	Promote <i>ALERT - Utah's Promise</i> goals by stimulating volunteerism and community mobilization

Travel Development

E39	Destination Development	Enhancement and creation of travel destination locations statewide
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Subtotal Community and Economic Development

Special Initiatives

E40	SmartUTAH	Stimulate development of community networks, electronic infrastructure, and electronic commerce
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Subtotal Special Initiatives

Utah Retirement Board

E41	Communications - telephone	Upgrade communications systems required by membership growth
E42	Computer capital purchases	Purchase personal computers and other computer hardware
E43	Vehicle purchases	Upgrade vehicle pool for staff use

Subtotal Utah Retirement Board

Subtotal One-time Appropriations

Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)

Ongoing, One-Time, and Supplemental Appropriations - Economic Development and Human Resources

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>E22</i>	0	0	0	0	0	1,488,000	0	1,488,000
<i>E23</i>	0	0	0	0	0	24,900	0	24,900
<i>E24</i>	0	0	0	0	0	40,100	0	40,100
<i>E25</i>	0	0	0	0	0	53,900	0	53,900
<i>E26</i>	0	0	0	0	0	26,100	0	26,100
<i>E27</i>	0	0	0	0	0	30,000	0	30,000
<i>E28</i>	0	0	0	0	0	34,000	0	34,000
<i>E29</i>	0	0	0	0	0	31,800	0	31,800
<i>E30</i>	0	0	0	0	0	10,500	0	10,500
<i>E31</i>	0	0	0	0	0	36,000	0	36,000
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,775,300</i>	<i>0</i>	<i>1,775,300</i>
<i>E32</i>	0	0	0	0	5,000	0	0	5,000
<i>E33</i>	0	0	0	0	20,600	0	0	20,600
<i>E34</i>	0	0	0	0	3,500	0	0	3,500
<i>E35</i>	0	0	0	0	(44,000)	0	0	(44,000)
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(14,900)</i>	<i>0</i>	<i>0</i>	<i>(14,900)</i>
	\$1,616,200	\$20,000	\$0	\$119,900	\$14,600	\$1,779,800	\$6,600	\$3,557,100
<i>E36</i>	\$70,000	\$0	\$0	\$0	\$0	\$0	\$0	\$70,000
<i>E37</i>	250,000	0	0	0	0	0	0	250,000
<i>E38</i>	100,000	0	0	0	0	0	0	100,000
<i>E39</i>	0	0	0	0	0	0	100,000	100,000
	<i>420,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>100,000</i>	<i>520,000</i>
<i>E40</i>	100,000	120,000	0	0	0	0	0	220,000
	<i>100,000</i>	<i>120,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>220,000</i>
<i>E41</i>	0	0	0	0	0	234,300	0	234,300
<i>E42</i>	0	0	0	0	0	38,100	0	38,100
<i>E43</i>	0	0	0	0	0	6,000	0	6,000
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>278,400</i>	<i>0</i>	<i>278,400</i>
	\$520,000	\$120,000	\$0	\$0	\$0	\$278,400	\$100,000	\$1,018,400
	\$2,136,200	\$140,000	\$0	\$119,900	\$14,600	\$2,058,200	\$106,600	\$4,575,500

ECONOMIC DEVELOPMENT AND HUMAN RESOURCES

SUPPLEMENTALS - FY 1998

Department of Community and Economic Development

Business and Economic Development

<i>E44</i>	Industrial Assistance Fund	Replenish earned credits
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Total FY 1998 Supplementals

CAPITAL BUDGET ONE-TIME APPROPRIATIONS

Department of Community and Economic Development

Community Development

<i>E45</i>	Housing Trust Fund	Infusion of capital to Olene S. Walker Housing Trust Fund to develop affordable housing statewide
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Business and Economic Development

<i>E46</i>	Hill Air Force Base easements	Purchase easements around Hill Air Force Base
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Special Initiatives

<i>E47</i>	University of Utah - Art Museum	State match of private donation to design and construct new facility
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Total FY 1999 Capital Budget Adjustments (One-Time Appropriations)

CAPITAL BUDGET SUPPLEMENTAL APPROPRIATIONS - FY 1998

Department of Community and Economic Development

Community Development

<i>E48</i>	Residual Funds - flood relief, solid waste	Return to General Fund unused grant funds
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Total FY 1998 Capital Budget Adjustments (Supplemental Appropriations)

Ongoing, One-Time, and Supplemental Appropriations - Economic Development and Human Resources

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>E44</i>	\$1,700,000	\$0	\$0	\$0	\$0	\$0	\$0	\$1,700,000
	\$1,700,000	\$0	\$0	\$0	\$0	\$0	\$0	\$1,700,000
<i>E45</i>	\$1,500,000	\$0	\$0	\$0	\$0	\$0	\$0	\$1,500,000
<i>E46</i>	750,000	0	0	0	0	0	0	750,000
<i>E47</i>	1,350,000	0	0	0	0	0	0	1,350,000
	\$3,600,000	\$0	\$0	\$0	\$0	\$0	\$0	\$3,600,000
<i>E48</i>	\$0	\$0	\$0	\$0	\$0	\$0	(\$24,400)	(\$24,400)
	\$0	\$0	\$0	\$0	\$0	\$0	(\$24,400)	(\$24,400)

ELECTED OFFICIALS

OFFICES	SELECTED GOALS
<ul style="list-style-type: none"> ◆ The Governor is chief administrator of the state’s executive branch of government. Within the governor’s office are the Lieutenant Governor’s office, Governor’s Office of Planning and Budget, Commission on Criminal and Juvenile Justice, and Crime Victim Reparations program. ◆ The Attorney General is the constitutional legal officer of the state, serves as counsel in all cases in which the state or its officers are a party, and provides legal services for state agencies. ◆ The State Auditor performs financial audits of state agencies, helps agencies maintain proper internal controls and comply with state law, and trains city and county treasurers to ensure local government compliance with state law. ◆ The State Treasurer serves as custodian and depository for all state funds and invests them at competitive market rates in bank certificates of deposit, corporate obligations, notes, and bonds of the United States. ◆ The Judicial Conduct Commission investigates complaints against judges, conducts confidential hearings, and has power to reprimand, censure, suspend, remove, or involuntarily retire any judge. 	<ul style="list-style-type: none"> ◆ Governor — Create quality jobs, develop world-class education, provide for the needy while fostering self-reliance, operate government within the state’s means, protect the quality of life, and develop long-term growth policies. ◆ Attorney General — Enforce laws to make Utah safe for children, offer justice to crime victims, empower people against unlawful and unjust conduct, defend Utah’s natural and monetary assets, open and operate additional Children’s Justice Centers, and provide quality legal service at minimum cost. ◆ State Auditor — Ensure integrity and accountability of government agencies and selected nonprofit organizations through appropriate audits, studies, and compliance reviews. ◆ State Treasurer — Make financial and investment decisions to maintain the state’s triple “A” bond rating and maximize interest revenue, and increase the amount going from the Unclaimed Property Trust Fund to the Uniform School Fund. ◆ Judicial Conduct Commission — Prevent judicial misconduct by educating judges and the public with respect to statutory and constitutional provisions governing judicial conduct.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-72.*

FY 1998 PROPOSED LEGISLATIVE INTENT

Attorney General

Funds for settlement expenses in the David C. case are nonlapsing.

The Attorney General shall maintain the number of attorneys in the Child Protection Division at a minimum of the current level of 29.

FY 1999 PROPOSED LEGISLATIVE INTENT

Office of the Governor

Funds for the Governor's Office are nonlapsing.

Funds for the Governor's Commission for Women and Families are nonlapsing.

Funds for the Governor's Emergency Fund are nonlapsing.

Funds for the Governor's Office of Planning and Budget are nonlapsing.

Funds for the Commission on Criminal and Juvenile Justice are nonlapsing.

Attorney General

Funds for the Attorney General's main line item are nonlapsing.

The Attorney General shall maintain the number of attorneys in the Child Protection Division at a minimum of the current level of 29.

Funds for the Children's Justice Centers are nonlapsing.

Funds for Child Protection are nonlapsing.

Funds for Financial Crimes/Money Laundering are nonlapsing.

Funds for Antitrust Protection are nonlapsing.

Funds for Abortion Litigation are nonlapsing.

Funds for the Prosecution Council are nonlapsing.

Funds for Domestic Violence are nonlapsing.

State Auditor

Funds for the State Auditor are nonlapsing.

State Treasurer

Funds for the State Treasurer are nonlapsing.

Judicial Conduct Commission

Funds for the Judicial Conduct Commission are nonlapsing.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Funding for a full-time State Olympic Coordinator to ensure compliance with all applicable contracting rules and regulations.
- ◆ Biennial funding for the state Elections Office.
- ◆ Funds to assist local governments with the development and implementation of their comprehensive plans. These funds will be used to focus on and support the 21st Century Communities Program.
- ◆ An additional attorney for tax evasion prosecution.
- ◆ The line items for the Child Protection Division and the Financial Crime/Money Laundering Unit should be consolidated into the Attorney General's main line item.
- ◆ Funds for the increase in the number of hearings and appeals in child abuse cases.
- ◆ Supplemental funding for opposing attorney fees in abortion settlement.

ELECTED OFFICIALS

Operating Budget

	Actual FY 1997	Authorized FY 1998	Elected Officials' Request FY 1999	Governor Leavitt's Recommendations			
				Base FY 1999	Adjust- ments	Total FY 1999	% Change AFY98-FY99
Plan of Financing							
General Fund	\$24,346,500	\$24,085,300	\$25,709,100	\$24,088,100	\$1,386,800	\$25,474,900	5.8%
Federal Funds	7,811,500	10,085,400	11,526,100	11,527,700	8,700	11,536,400	14.4
Dedicated Credits	9,620,100	10,029,000	10,582,600	9,994,300	315,400	10,309,700	2.8
Restricted and Trust Funds	2,518,700	2,238,000	2,461,400	2,250,700	267,100	2,517,800	12.5
Transfers	1,127,000	1,425,300	705,800	706,000	400	706,400	(50.4)
Beginning Balances	1,836,400	2,237,800	104,000	104,000	0	104,000	(95.4)
Closing Balances	(2,237,800)	(104,000)	0	0	0	0	(100.0)
Lapsing Funds	(481,300)	0	0	0	0	0	--
Total Plan of Financing	\$44,541,100	\$49,996,800	\$51,089,000	\$48,670,800	\$1,978,400	\$50,649,200	1.3%
Programs							
Governor	\$16,000,600	\$20,157,000	\$20,297,300	\$19,763,100	\$534,200 <i>a</i>	\$20,297,300	0.7%
Attorney General	24,141,600	24,332,100	25,769,800	23,720,000	259,000 <i>b</i>	23,979,000	(1.5)
Auditor	2,745,400	3,384,900	2,988,200	2,988,200	0	2,988,200	(11.7)
Treasurer	1,471,500	1,887,600	1,822,700	1,743,200	79,500 <i>c</i>	1,822,700	(3.4)
Judicial Conduct Commission	182,000	235,200	211,000	211,000	0	211,000	(10.3)
Personal Services Adjustments	0	0	0	245,300	29,900 <i>d</i>	275,200	--
Compensation Package	0	0	0	0	1,075,800 <i>e</i>	1,075,800	--
Total Budget	\$44,541,100	\$49,996,800	\$51,089,000	\$48,670,800	\$1,978,400	\$50,649,200	1.3%
Positions	550.0	549.9	551.6	546.4	2.0	548.4	

a See F1; F6 through F8

b See F2 and F3

c See F9

d See F4

e See F5

In addition to the amounts listed in the Authorized FY 1998 column, Governor Leavitt recommends supplemental appropriations from the General Fund of \$296,200 for abortion litigation settlement expenses and \$10,000 for document publication costs resulting from the Moab investigation in the David C. lawsuit. The Governor also recommends \$45,000 in restricted funds for software upgrades to the Unclaimed Property Division's management system.

ELECTED OFFICIALS**ONGOING APPROPRIATIONS****Governor**

F1 State Olympic Coordinator Ensure compliance with all applicable contracting rules and regulations
Subtotal Governor

Attorney General

F2 Tax prosecutor Prosecute individuals and businesses that violate Utah tax laws
 F3 Child Protection Division Funding required to maintain existing support to the Division of Child and Family Services
Subtotal Attorney General

Compensation and Personal Services

F4 Personal services adjustment Increase in dental insurance
 F5 Compensation package Compensation package of 4.0 percent
Subtotal Compensation and Personal Services

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Governor**

F6 Biennial election costs Voter information pamphlets and reimbursements to state party conventions
 F7 Local government planning assistance Support the 21st Century Communities Program
 F8 Task forces Special projects, studies, and analysis
Subtotal Governor

Treasurer

F9 Software upgrades to Sybase client server Software changes in the Unclaimed Property management system
Subtotal Treasurer

Subtotal One-time Appropriations**Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)****SUPPLEMENTALS - FY 1998****Attorney General**

F10 Abortion litigation settlement costs Payment of opposing attorney fees in Jane L. et al.V. Bangerter et al.
 F11 David C expenses Document production concerning the Moab investigation in David C. lawsuit
Subtotal Attorney General

Treasurer

F12 Electronic information service Software changes in the Unclaimed Property Division's management system
Subtotal Treasurer

Total FY 1998 Supplementals

Ongoing, One-Time, and Supplemental Appropriations - Elected Officials

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>F1</i>	\$0	\$0	\$0	\$0	\$0	\$141,200	\$0	\$141,200
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>141,200</i>	<i>0</i>	<i>141,200</i>
<i>F2</i>	82,000	0	0	0	0	0	0	82,000
<i>F3</i>	133,000	0	0	0	44,000	0	0	177,000
	<i>215,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>44,000</i>	<i>0</i>	<i>0</i>	<i>259,000</i>
<i>F4</i>	20,000	0	0	300	7,800	1,800	0	29,900
<i>F5</i>	758,800	0	0	8,400	263,600	44,600	400	1,075,800
	<i>778,800</i>	<i>0</i>	<i>0</i>	<i>8,700</i>	<i>271,400</i>	<i>46,400</i>	<i>400</i>	<i>1,105,700</i>
	\$993,800	\$0	\$0	\$8,700	\$315,400	\$187,600	\$400	\$1,505,900
<i>F6</i>	\$223,000	\$0	\$0	\$0	\$0	\$0	\$0	\$223,000
<i>F7</i>	150,000	0	0	0	0	0	0	150,000
<i>F8</i>	20,000	0	0	0	0	0	0	20,000
	<i>393,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>393,000</i>
<i>F9</i>	0	0	0	0	0	79,500	0	79,500
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>79,500</i>	<i>0</i>	<i>79,500</i>
	\$393,000	\$0	\$0	\$0	\$0	\$79,500	\$0	\$472,500
	\$1,386,800	\$0	\$0	\$8,700	\$315,400	\$267,100	\$400	\$1,978,400
<i>F10</i>	\$296,200	\$0	\$0	\$0	\$0	\$0	\$0	\$296,200
<i>F11</i>	10,000	0	0	0	0	0	0	10,000
	<i>306,200</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>306,200</i>
<i>F12</i>	0	0	0	0	0	45,000	0	45,000
	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>45,000</i>	<i>0</i>	<i>45,000</i>
	\$306,200	\$0	\$0	\$0	\$0	\$45,000	\$0	\$351,200

ENVIRONMENTAL QUALITY

Mission: *Safeguard human health and quality of life by protecting and enhancing the environment*

PROGRAMS

- ◆ **Executive Director** coordinates all administrative and planning functions for the department.
- ◆ **Air Quality** protects human health, property, and vegetation from the effects of air pollution.
- ◆ **Drinking Water** ensures that public water systems provide safe drinking water.
- ◆ **Environmental Response and Remediation** cleans up chemically-contaminated sites and ensures proper use of underground storage tanks.
- ◆ **Radiation** monitors radiation levels to ensure lowest possible exposure to residents.
- ◆ **Solid and Hazardous Waste** monitors management of solid and hazardous wastes.
- ◆ **Water Quality** protects quality of surface and underground waters and prevents improper disposal of wastes.

air, water, and soil standards and in activities for pollution prevention, cleanups, emissions reduction, public education, etc.

- ◆ Administer environmental programs and priorities to reflect Utah’s unique conditions, oversee programs at the state or local level, and whenever possible, actively influence non-delegated federal programs to reflect Utah’s needs.
- ◆ Improve effectiveness and delivery of environmental services through strengthening relationships with local health departments and local governments.
- ◆ Operate as a customer-oriented agency focusing on customer service, trust, and problem solving through teamwork and partnership.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 35-59, 65-72, and 88-93.*

BUDGET EFFICIENCIES

- ◆ The Department of Environmental Quality (DEQ) continues to improve its performance partnership with the federal Environmental Protection Agency (EPA) to reduce accounting requirements and increase flexibility to utilize federal funding.

SELECTED DEPARTMENT GOALS

- ◆ Establish clear and achievable criteria that promote environmental excellence in

- ◆ All agencies involved in permitting and licensing are striving to streamline the regulatory process which is saving the state and its customers both time and money.
- ◆ DEQ continues to develop a community-based environmental partnership with local health departments and the EPA to assist local government with identification, prioritization, and resolution of environmental problems.

FY 1998 PROPOSED LEGISLATIVE INTENT

Radiation

Funds for addressing high level nuclear waste are nonlapsing.

Unexpended licensing fees paid in FY 1998 for the purpose of applying for new radioactive waste disposal licenses are nonlapsing.

FY 1999 PROPOSED LEGISLATIVE INTENT

Air Quality

Any unexpended funds in the Air Operating Permit program in FY 1998 are nonlapsing and authorized for use in the Air Operating Permit program in FY 1999 to reduce emission fees.

Radiation

Funds for addressing high level nuclear waste are nonlapsing.

Environmental Response and Remediation

Funds collected under the Environmental Voluntary Cleanup program are nonlapsing.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Provide supplemental and one-time funding from the Environmental Quality Restricted Account for investigation and evaluation of risks associated with high level nuclear waste in Utah.
- ◆ Provide ongoing funding from the Environmental Quality Restricted Account for increased environmental monitoring of Envirocare of Utah, Inc.
- ◆ Fund three positions in Water Quality to assist with identifying lake and stream segments that do not meet water quality standards, to calculate pollutant load levels, and to implement management strategies that achieve required pollution reductions.

A corresponding reduction of three positions in the Air Quality Program will be made.

ENVIRONMENTAL QUALITY

Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$9,200,100	\$8,868,900	\$8,868,900	\$8,932,900	\$302,300	\$9,235,200	4.1%
Federal Funds	9,050,600	10,948,500	10,948,500	10,039,900	267,600	10,307,500	(5.9)
Dedicated Credits	5,993,100	6,381,300	6,381,300	6,541,800	118,800	6,660,600	4.4
Restricted and Trust Funds	5,931,600	6,452,600	6,496,500	5,540,500	765,500	6,306,000	(2.9)
Transfers	157,600	145,100	145,100	145,900	4,500	150,400	3.7
Beginning Balances	682,900	896,900	896,900	1,004,000	0	1,004,000	11.9
Closing Balances	(896,900)	(1,004,000)	(1,004,000)	(262,200)	0	(262,200)	(73.9)
Lapsing Funds	(138,100)	0	0	0	0	0	--
Total Plan of Financing	\$29,980,900	\$32,689,300	\$32,733,200	\$31,942,800	\$1,458,700	\$33,401,500	2.0%
Programs							
Executive Director	\$3,697,100	\$4,444,300	\$4,822,300	\$3,868,600	\$222,500 <i>a</i>	\$4,091,100	(15.2%)
Air Quality	7,450,200	7,085,100	7,085,100	7,058,300	0	7,058,300	(0.4)
Drinking Water	1,931,800	3,192,600	3,192,600	3,192,600	0	3,192,600	0.0
Environmental Resp./Remediation	3,371,000	3,905,700	3,531,700	3,400,000	131,000 <i>b</i>	3,531,000	(0.0)
Radiation	1,954,100	1,630,800	1,670,700	1,702,600	50,000 <i>c</i>	1,752,600	4.9
Solid and Hazardous Waste	5,630,000	6,351,700	6,351,700	6,351,700	0	6,351,700	0.0
Water Quality	5,946,700	6,079,100	6,079,100	6,186,200	207,700 <i>d</i>	6,393,900	5.2
Personal Services Adjustments	0	0	0	182,800	25,500 <i>e</i>	208,300	--
Compensation Package	0	0	0	0	822,000 <i>f</i>	822,000	--
Total Budget	\$29,980,900	\$32,689,300	\$32,733,200	\$31,942,800	\$1,458,700	\$33,401,500	2.0%
Positions	428.3	425.5	425.5	425.5	0.0	425.5	

*a See G5**b See G6 and G7**c See G1**d See G2**e See G3**f See G4*

ENVIRONMENTAL QUALITY

Capital Budget

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations			
			Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999
Plan of Financing						
General Fund	\$2,250,000	\$0	\$0	\$0	\$0	\$0
Federal Funds	48,430,900	30,604,900	30,604,900	22,337,400	0	22,337,400
Restricted and Trust Funds	11,469,600	19,485,500	19,885,500	18,909,800	400,000	19,309,800
Beginning Balances	3,397,000	2,526,900	2,526,900	3,490,700	0	3,490,700
Closing Balances	(2,526,900)	(3,490,700)	(3,490,700)	(2,259,500)	0	(2,259,500)
Total Plan of Financing	\$63,020,600	\$49,126,600	\$49,526,600	\$42,478,400	\$400,000	\$42,878,400
Projects						
Drinking Water Loan Program	\$3,042,500	\$20,421,600	\$20,421,600	\$12,595,100	\$0	\$12,595,100
Utah Wastewater Loan Program	10,306,100	17,231,700	17,231,700	18,357,700	0	18,357,700
Hazardous Substances Mitigation	900,000	0	400,000	0	400,000 ^a	400,000
Environmental Site Remediation	45,901,900	10,242,100	10,242,100	10,294,400	0	10,294,400
PST Restricted Cleanup	2,870,100	1,231,200	1,231,200	1,231,200	0	1,231,200
Total Budget	\$63,020,600	\$49,126,600	\$49,526,600	\$42,478,400	\$400,000	\$42,878,400

^a See G12

ENVIRONMENTAL QUALITY**ONGOING APPROPRIATIONS****Radiation**

G1 Environmental monitoring verification Increased environmental monitoring of Envirocare of Utah, Inc.

Water Quality

G2 Total maximum daily load requirements Compliance with federal Clean Water Act maximum daily load requirements

Compensation and Personal Services

G3 Personal services adjustment Increase in dental insurance

G4 Compensation package Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Executive Director**

G5 High level nuclear waste evaluation Investigation and evaluation of risks associated with storage of high level nuclear waste

Environmental Response and Remediation

G6 Voluntary cleanup agreements Annual cost of the Voluntary Cleanup program

G7 Underground storage tank funding Administrative costs for changes made under House Bill 117, *Underground Storage Tank Funding*

Subtotal One-time Appropriations**Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)****SUPPLEMENTALS - FY 1998****Executive Director**

G8 High level nuclear waste evaluation Investigation and evaluation of risks associated with storage of high level nuclear waste in Utah

Environmental Response and Remediation

G9 Voluntary cleanup agreements Current year costs of the Voluntary Cleanup program

G10 Transfer from operations program Change funding from operations to Hazardous Substances Mitigation Fund

Radiation

G11 Environmental license renewal costs Funding from lapsed balances for portion of FY 1997 contract actually completed in FY 1998

Total FY 1998 Supplementals**CAPITAL BUDGET ONE-TIME APPROPRIATIONS****Environmental Response and Remediation**

G12 Hazardous Substances Mitigation Fund Transfer from Environmental Quality Restricted to Hazardous Substances Mitigation Fund

Total FY 1999 Capital Budget Adjustments (One-Time Appropriations)**CAPITAL BUDGET SUPPLEMENTAL APPROPRIATIONS - FY 1998****Environmental Response and Remediation**

G13 Transfer to mitigation fund Change funding from operations to Hazardous Substances Mitigation Fund

Total FY 1998 Capital Budget Supplemental Appropriations

Ongoing, One-Time, and Supplemental Appropriations - Environmental Quality

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>G1</i>	\$0	\$0	\$0	\$0	\$0	\$50,000	\$0	\$50,000
<i>G2</i>	0	0	0	0	0	207,700	0	207,700
<i>G3</i>	9,100	0	0	7,200	4,400	4,700	100	25,500
<i>G4</i>	293,200	0	0	260,400	114,400	149,600	4,400	822,000
	\$302,300	\$0	\$0	\$267,600	\$118,800	\$412,000	\$4,500	\$1,105,200
<i>G5</i>	\$0	\$0	\$0	\$0	\$0	\$222,500	\$0	\$222,500
<i>G6</i>	0	0	0	0	0	40,000	0	40,000
<i>G7</i>	0	0	0	0	0	91,000	0	91,000
	\$0	\$0	\$0	\$0	\$0	\$353,500	\$0	\$353,500
	\$302,300	\$0	\$0	\$267,600	\$118,800	\$765,500	\$4,500	\$1,458,700
<i>G8</i>	\$0	\$0	\$0	\$0	\$0	\$378,000	\$0	\$378,000
<i>G9</i>	0	0	0	0	0	26,000	0	26,000
<i>G10</i>	0	0	0	0	0	(400,000)	0	(400,000)
<i>G11</i>	0	0	0	0	0	39,900	0	39,900
	\$0	\$0	\$0	\$0	\$0	\$43,900	\$0	\$43,900
<i>G12</i>	\$0	\$0	\$0	\$0	\$0	\$400,000	\$0	\$400,000
	\$0	\$0	\$0	\$0	\$0	\$400,000	\$0	\$400,000
<i>G13</i>	\$0	\$0	\$0	\$0	\$0	\$400,000	\$0	\$400,000
	\$0	\$0	\$0	\$0	\$0	\$400,000	\$0	\$400,000

HEALTH

Mission: *To protect the public’s health through preventing avoidable disease, injury, disability, and premature death; assuring access to affordable, quality health care; promoting healthy lifestyles; documenting health events; and monitoring and analyzing health trends.*

PROGRAMS

- ◆ **Office of the Executive Director** is responsible for overall direction, policy development, and management of the Utah Department of Health. The office also conducts administrative and support functions, manages birth and death certificates, and prepares and issues health statistics.
- ◆ **Medical Examiner** investigates and certifies all sudden and unexpected deaths that occur within the state, and identifies causes that could endanger public health.
- ◆ **Health Systems Improvement** trains and certifies emergency medical personnel, licenses health care facilities, and promotes primary care to underserved populations.
- ◆ **Epidemiology and Laboratory Services** performs clinical and environmental laboratory examinations to support public health programs, ensures quality of medical and environmental laboratories, and performs surveillance and investigation of disease and environmental exposure.
- ◆ **Community and Family Health Services** manages programs that promote public health and help women,

infants, and children gain access to comprehensive and affordable health care.

- ◆ **Health Care Financing** administers Medicaid and the Utah Medical Assistance Program. The service portions of these two programs make up the Medical Assistance category.
- ◆ **Health Policy Commission** recommends state policy and legislation to implement *HealthPrint*—the governor's health care reform package.

SELECTED DEPARTMENT GOALS

- ◆ Provide health insurance for all children whose family income is below 201 percent of the federal poverty level by implementing the Children’s Health Insurance Program (CHIP).
- ◆ Increase access to affordable, quality health care.
- ◆ Improve child day care licensing enforcement and enhance day care licensing regulations.
- ◆ Increase capacity to deal with the rapidly increasing number of licensed health care providers in Utah.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-93.*

Fees collected for the purpose of plan reviews by the Bureau of Health Facility Licensing are nonlapsing.

Funds for the Urban Underserved Special Populations Health Care Provider Assistance are nonlapsing.

BUDGET EFFICIENCIES

- ◆ Eliminated outside contract for crossover claims processing by completing the work internally.
- ◆ Reduced one full time position for computer support.

Health Care Financing

The Division of Health Care Financing may expend up to \$10,000 of General Fund allocated for Medical Assistance to provide emergent medical related services for individuals not qualified for Medicaid.

Funds collected in FY1999 in the Division of Health Care Financing from the Utah Medical Assistance Program Dental Clinic for services provided are nonlapsing.

FY 1998 PROPOSED LEGISLATIVE INTENT

Health Care Financing

Funds collected in FY1998 in the Division of Health Care Financing from the Utah Medical Assistance Program Dental Clinic for services provided are nonlapsing.

Health Systems Improvement

Funds for the Urban Underserved Special Populations Health Care Provider Assistance are nonlapsing.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Insure 30,000 children, whose family income is below 201 percent of the federal poverty level, by funding the Children's Health Insurance Program and implementing the program as soon as possible. Utah's hospitals are partnering with CHIP to generate state funds for the program. This program could expand Medicaid by 15,000 children through aggressive outreach efforts bringing the total number of children insured, because of CHIP, up to 45,000.
- ◆ Ensure safe, nurturing, and healthy day care environments for children by

FY 1999 PROPOSED LEGISLATIVE INTENT

Health Systems Improvement

Funds for the Primary Care Grant Program for underserved or uninsured individuals and special populations are nonlapsing.

funding additional day care licensing inspections.

- ◆ Provide 4,500 working or underserved adults with access to primary health care services by expanding the funding of the Primary Care Grants Program to \$500,000.
- ◆ Increase immunization levels by providing \$250,000 for second-dose MMR to children statewide.
- ◆ Expand a statewide immunization data bank and tracking system, with \$200,000, that reminds parents when their children need immunizing.
- ◆ Report comparison data on health plans and hospitals, and provide other important health care services information to consumers and others by

restoring \$576,400 in base funding for the Office of Health Data Analysis.

- ◆ Funding \$4,092,000 in inflation and \$2,430,000 in caseload and utilization in the current Medicaid program.
- ◆ Add an ethnic component for the Utah Health Status Survey with \$185,000 to determine unique health circumstances for special populations.
- ◆ Preserve vital birth and death certificates, dating back to 1904, by funding electronic imaging and the archiving of paper documents.
- ◆ A lease revenue bond for \$7,972,300 is recommended to build the Children's Special Health Care Needs Clinic for children with multiple health care problems.

HEALTH
Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$162,068,800	\$169,524,700	\$169,524,700	\$169,466,200	\$9,368,800	\$178,835,000	5.5%
Federal Funds	538,704,100	566,428,300	566,428,300	560,640,600	23,455,100	584,095,700	3.1
Dedicated Credits	37,465,200	37,686,600	37,686,600	40,351,000	537,900	40,888,900	8.5
Mineral Lease	350,000	450,000	450,000	0	500,000	500,000	11.1
Restricted and Trust Funds	9,669,900	11,165,200	11,165,200	8,192,800	3,088,500	11,281,300	1.0
Transfers	41,122,800	42,280,100	42,280,100	41,463,700	65,000	41,528,700	(1.8)
Other Funds	0	0	0	0	30,000	30,000	--
Beginning Balances	2,059,000	2,739,600	2,739,600	0	0	0	(100.0)
Closing Balances	(2,739,600)	0	0	0	0	0	--
Lapsing Funds	(8,125,200)	0	0	0	0	0	--
Total Plan of Financing	\$780,575,000	\$830,274,500	\$830,274,500	\$820,114,300	\$37,045,300	\$857,159,600	3.2%
Programs							
Executive Director	\$11,844,100	\$11,571,300	\$11,571,300	\$10,047,500	\$961,400 <i>a</i>	\$11,008,900	(4.9%)
Health Systems Improvement	7,618,000	11,928,100	11,928,100	10,346,700	695,000 <i>b</i>	11,041,700	(7.4)
Epidemiology and Lab Services	8,927,500	10,458,700	10,458,700	9,722,900	(15,800) <i>c</i>	9,707,100	(7.2)
Community and Family Health	66,107,600	72,912,900	72,912,900	71,439,400	424,000 <i>d</i>	71,863,400	(1.4)
Health Care Financing	43,167,000	43,492,000	43,492,000	43,577,600	1,199,400 <i>e</i>	44,777,000	3.0
Medical Assistance	642,631,400	678,741,400	678,741,400	671,862,800	31,984,600 <i>f</i>	703,847,400	3.7
Veteran's Nursing Home	0	800,000	800,000	2,220,000	0	2,220,000	177.5
Health Policy Commission	279,400	370,100	370,100	412,300	0	412,300	11.4
Personal Services Adjustments	0	0	0	485,100	59,900 <i>g</i>	545,000	--
Compensation Package	0	0	0	0	1,736,800 <i>h</i>	1,736,800	--
Total Budget	\$780,575,000	\$830,274,500	\$830,274,500	\$820,114,300	\$37,045,300	\$857,159,600	3.2%
Positions	1,039.3	1,093.3	1,093.3	1,080.9	43.0	1,123.9	

a See H1, H18, and H19
b See H2 through H4, and H22
c See H5
d See H6, H20, and H21

e See H7 and H8
f See H9 through H15
g See H16
h See H17

HEALTH**ONGOING APPROPRIATIONS****Executive Director**

H1 Health data analysis Restore ongoing base funding status for Health Data Analysis

Health Systems Improvement

H2 Health facility licensing staff Increase capacity to deal with rapidly growing number of licensed providers in Utah

H3 Drop-in day care licensing staff Increase licensing staff

H4 Telemedicine operations Cost of equipment maintenance, line charges, training, and other ongoing costs for eight rural sites

Epidemiology and Laboratory Services

H5 General Fund base reduction Forgo repairs, remodeling, and painting to the laboratory building

Community and Family Health Services

H6 General Fund base reduction Redistribute workload and forgo computer support

Health Care Financing

H7 Staffing for required caseload shift Add 10 positions to handle additional case workload due to new regulations

H8 CHIP: Staffing for Medicaid children Add 12 new positions to handle the increase caseload of uninsured children

Medical Assistance

H9 Ongoing Base Savings Savings from lower caseloads and increased efficiencies

H10 CHIP: New Medicaid children Increase in Medicaid enrollment for children due to CHIP outreach efforts

H11 CHIP: Children's Health Insurance Program Provide health insurance for children age 0-18 up to 200 percent of FPL and add 11 positions

H12 Medicaid service inflation Inflation costs for services to categorically eligible populations

H13 Medicaid utilization and caseload Utilization costs for services to categorically eligible populations

H14 Federal match rate change Additional state match due to federal participation decrease of 0.54 percent

H15 Crossover claims contract Eliminate contract with claims processor

Compensation and Personal Services

H16 Personal services adjustment Increase in dental insurance

H17 Compensation package Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Executive Director**

H18 Preservation of vital records Conversion of paper birth and death certificates into electronic images

H19 Ethnic health study Augment the Utah Health Status Survey with a special populations component

Community and Family Health Services

H20 Immunizations Increase second dose MMR immunization levels statewide and reduce morbidity

H21 Immunization data Improve immunization levels with a tracking system for current immunization status

Health Systems Improvement

H22 Primary Care Grants Annual grant awards to clinics and health centers providing access to under-served populations

Subtotal One-Time Appropriations**Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)**

Ongoing and One-Time Appropriations - Health

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
H1	\$534,300	\$0	\$0	\$0	\$42,100	\$0	\$0	\$576,400
H2	60,000	0	0	0	0	0	0	60,000
H3	75,000	0	0	0	0	0	0	75,000
H4	30,000	0	0	0	0	0	30,000	60,000
H5	(15,800)	0	0	0	0	0	0	(15,800)
H6	(26,000)	0	0	0	0	0	0	(26,000)
H7	271,900	0	0	271,900	0	0	0	543,800
H8	0	0	0	327,800	0	327,800	0	655,600
H9	(1,693,500)	0	0	0	0	0	0	(1,693,500)
H10	1,196,500	0	0	4,852,200	61,800	630,500	0	6,741,000
H11	0	0	0	6,849,100	0	1,948,500	0	8,797,600
H12	4,326,200	0	0	11,763,300	149,900	103,100	0	16,342,500
H13	554,800	0	0	1,473,400	18,800	0	0	2,047,000
H14	2,554,600	0	0	(2,722,900)	89,700	78,600	0	0
H15	(125,000)	0	0	(125,000)	0	0	0	(250,000)
H16	26,400	0	0	25,300	6,000	0	2,200	59,900
H17	764,400	0	0	740,000	169,600	0	62,800	1,736,800
	\$8,533,800	\$0	\$0	\$23,455,100	\$537,900	\$3,088,500	\$95,000	\$35,710,300
H18	\$200,000	\$0	\$0	\$0	\$0	\$0	\$0	\$200,000
H19	185,000	0	0	0	0	0	0	185,000
H20	250,000	0	0	0	0	0	0	250,000
H21	200,000	0	0	0	0	0	0	200,000
H22	0	0	0	0	0	0	500,000	500,000
	\$835,000	\$0	\$0	\$0	\$0	\$0	\$500,000	\$1,335,000
	\$9,368,800	\$0	\$0	\$23,455,100	\$537,900	\$3,088,500	\$595,000	\$37,045,300

■ HIGHER EDUCATION

Mission: *Provide high quality academic, professional, and applied technology learning opportunities designed to advance the intellectual, cultural, social, and economic well-being of the state and its people*

INSTITUTIONS

- ◆ **University of Utah** is a research/teaching university that currently enrolls 22,032 full-time equivalent (FTE) students and supports more than \$120 million in separately budgeted research.
- ◆ **Utah State University** is a research/teaching university that currently enrolls 17,112 FTE students and supports more than \$88 million in separately budgeted research.
- ◆ **Weber State University** is a regional/metropolitan university with 11,592 FTE students.
- ◆ **Southern Utah University** is a regional university with 5,551 FTE students.
- ◆ **Snow College** is a rural comprehensive community college with 2,724 FTE students.
- ◆ **Dixie College** is a rural comprehensive community college with 3,350 FTE students.
- ◆ **College of Eastern Utah** is a rural comprehensive community college with 2,012 FTE students.
- ◆ **Utah Valley State College** is an urban comprehensive community college with

expanded authority to offer several baccalaureate degree programs and currently enrolls 11,025 FTE students.

- ◆ **Salt Lake Community College** is an urban comprehensive community college with 15,091 FTE students.
- ◆ **Utah State Board of Regents** is the governing board of the Utah System of Higher Education (USHE) which includes Utah’s nine state colleges and universities. The Board of Regents is staffed by the Office of the Commissioner for Higher Education.

HIGHER EDUCATION GOALS

- ◆ Provide “prepared access” to post-secondary education for Utah’s growing population.
- ◆ Ensure that post-secondary education students acquire skills and knowledge for marketable employment or advanced study.
- ◆ Provide for achievement of access, excellence, and accountability through technology.
- ◆ Provide high quality, technologically-enhanced instruction and support services.

- ◆ Initiate performance measurement and funding within the USHE.
- ◆ Improve the data reporting capabilities of the nine USHE institutions and the Office of the Commissioner.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 19-20, 27-34, and 65-72.*

BUDGET EFFICIENCIES

- ◆ Expanded concurrent enrollment programs. USHE concurrent enrollment courses continue to grow at a rapid pace, allowing high school students to simultaneously earn high school and college credit.
- ◆ Continued lag funding basis for new students. USHE institutions must absorb the cost of instructing all new students during their first year of enrollment. State funding to support these students will be requested the following year.
- ◆ Continued to slow the pace at which campus facilities are built and hold non-personnel budgets to minimal growth.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Maintain education as a top priority through increasing the share of state funds invested in Higher Education.
- ◆ Support the development of the Utah Electronic Community College which

will pool the resources of each campus to provide statewide access to technologically-delivered two-year degrees.

- ◆ Support a comprehensive restructuring of the Higher Education Master Plan to position higher education for the 21st century and make large-scale strategic decisions. This will more clearly delineate 1) the role of each Higher Education institution, 2) the relationships among the institutions and with Public Education, and 3) the types of educational services provided and the means for providing services. In addition, support the recommendations of the Strategic Planning Task Force to review and update the Higher Education Strategic Plan on a regular and continuing basis.
- ◆ Make a major investment in information technologies that will enable USHE to lead and prosper in the 21st century information age, and become a major contributor to the Western Governors University. Technology funding will provide networks, equipment, software, and personnel to develop distance education programs, online student services, and enhanced data reporting and evaluation capabilities.
- ◆ Fully fund student enrollment growth of \$7.8 million to accommodate student needs and provide Utah citizens enhanced access to quality higher education.
- ◆ Include \$25,840,900 on the general obligation bond to fund construction of the Southern Utah University physical education building and land purchase.

HIGHER EDUCATION

Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$418,946,300	\$395,093,300	\$395,093,300	\$394,525,600	\$37,453,600	\$431,979,200	9.3%
School Funds	38,568,500	74,843,500	74,843,500	72,343,500	1,500,000	73,843,500	(1.3)
Federal Funds	4,290,200	4,592,300	4,592,300	4,592,300	0	4,592,300	0.0
Dedicated Credits	152,913,300	158,772,100	158,772,100	158,772,100	8,025,700	166,797,800	5.1
Mineral Lease	6,033,000	4,754,700	4,836,000	4,836,000	(1,263,000)	3,573,000	(26.1)
Restricted and Trust Funds	1,180,600	752,700	752,700	752,700	0	752,700	0.0
Other Funds	1,332,800	0	0	0	0	0	0.0
Beginning Balances	31,203,100	30,867,900	30,867,900	30,867,900	0	30,867,900	0.0
Closing Balances	(30,867,900)	(30,867,900)	(30,867,900)	(30,867,900)	0	(30,867,900)	0.0
Total Plan of Financing	\$623,599,900	\$638,808,600	\$638,889,900	\$635,822,200	\$45,716,300	\$681,538,500	6.7%
Programs							
University of Utah	\$228,907,000	\$233,042,900	\$233,042,900	\$232,197,300	\$4,119,950 <i>a</i>	\$236,317,250	1.4%
Utah State University	135,244,900	142,638,300	142,740,000	141,808,100	4,310,150 <i>b</i>	146,118,250	2.4
Weber State University	64,088,000	66,571,800	66,571,800	66,175,900	1,529,250 <i>c</i>	67,705,150	1.7
Southern Utah University	27,902,000	28,161,300	28,161,300	27,997,800	1,911,700 <i>d</i>	29,909,500	6.2
Snow College	13,691,200	12,799,800	12,799,800	12,692,300	778,200 <i>e</i>	13,470,500	5.2
Dixie College	15,004,400	15,761,000	15,761,000	15,642,600	1,319,650 <i>f</i>	16,962,250	7.6
College of Eastern Utah	11,610,600	12,061,500	12,061,500	11,970,200	476,800 <i>g</i>	12,447,000	3.2
Utah Valley State College	41,533,000	43,561,200	43,561,200	43,513,400	3,466,700 <i>h</i>	46,980,100	7.8
Salt Lake Community College	61,130,900	62,821,400	62,821,400	62,468,200	1,474,000 <i>i</i>	63,942,200	1.8
Board of Regents	24,487,900	21,389,400	21,369,000	21,356,400	5,520,300 <i>j</i>	26,876,700	25.8
Compensation Package	0	0	0	0	20,809,600 <i>k</i>	20,809,600	--
Total Budget	\$623,599,900	\$638,808,600	\$638,889,900	\$635,822,200	\$45,716,300	\$681,538,500	6.7%

*a - i See 11, 12, 14, 16, 19 through 111, 113, 114, 116, and 118**j See 12, 13, 15, 17, 18, 112 through 114, 117, and 119**k See 115*

HIGHER EDUCATION

Capital Budget

					Governor Leavitt's Recommendation
	Actual FY 1997	Authorized FY 1998	Authorized FY 1998 Bond	Total FY 1998	Recommended FY 1999 Bond
Plan of Financing					
General Fund	\$28,152,700	\$8,651,300	\$0	\$8,651,300	\$0
School Funds	985,500	0	0	0	0
General Obligation Bond	0	0	34,783,700	34,783,700	25,840,900
Total Plan of Financing	\$29,138,200	\$8,651,300	\$34,783,700	\$43,435,000	\$25,840,900
Projects					
Snow Noyes Building (construction)	\$8,307,000	\$0	\$0	\$0	\$0
CEU Student Center (construction)	5,191,700	0	0	0	0
WSU Browning Center (construction)	10,295,000	0	0	0	0
USU Widtsoe Hall (design)	1,259,000	0	0	0	0
UVSC Land/Pavement (acquisition)	3,885,500	0	0	0	0
WSU Land (acquisition)	200,000	0	0	0	0
Dixie Land (acquisition)	0	708,700	0	708,700	0
UofU Gardner Hall (construction)	0	7,942,600	7,361,000	15,303,600	0
CEU Land (acquisition)	0	0	400,000	400,000	0
WSU Land (acquisition)	0	0	771,000	771,000	0
SUU P.E. Building (design)	0	0	1,100,000	1,100,000	0
USU Widtsoe Hall (construction)	0	0	23,986,700	23,986,700	0
SLCC Jordan Campus Building (design)	0	0	1,165,000	1,165,000	0
SUU P.E. Building (construction)	0	0	0	0	25,840,900
Total Budget	\$29,138,200	\$8,651,300	\$34,783,700	\$43,435,000	\$25,840,900

HIGHER EDUCATION

ONGOING APPROPRIATIONS

Base Adjustments

<i>I1</i>	Operation and maintenance for new facilities	Provide operation and maintenance funding for all new facilities
<i>I2</i>	Standard mandated costs	Cover fuel, power, insurance, sewer, and garbage rate increases
<i>I3</i>	Americans with Disabilities Act	Increase programmatic support for disabled students
<i>I4</i>	Hazardous waste	Increase funding for hazardous waste removal
<i>I5</i>	Financial aid adjustments	Fund student financial aid programs

Enrollment

<i>I6</i>	Enrollment adjustments	Fully fund enrollment growth (net increase of 2,370 additional FTE students)
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Technology

<i>I7</i>	Higher education technology initiative (HETI)	Provide ongoing support for statewide distance education networks, equipment, and services
<i>I8</i>	Utah Electronic Community College	Support the development and implementation of the Utah Electronic Community College
<i>I9</i>	Institutional technology	Support campus information systems, equipment, ATE technology, and CEU Star Schools

Institutional Priorities

<i>I10</i>	Libraries and other institutional priorities	Fund libraries, new faculty, and undergraduate opportunities
<i>I11</i>	ATE institutional priorities	Applied technology programs, equipment, and support
<i>I12</i>	Applied technology center service regions	Increase support for applied technology center service regions

Mineral Lease

<i>I13</i>	Mineral lease transfer	Replacement of mineral lease funds transferred to the Community Impact Fund
<i>I14</i>	Mineral lease fund growth	Support programs for communities impacted by mineral extraction

Compensation and Personal Services

<i>I15</i>	Compensation package	Compensation package of 4.0 percent
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Subtotal Ongoing Appropriations

ONE-TIME APPROPRIATIONS

Applied Technology Education

<i>I16</i>	Applied technology education equipment	Instructional equipment for applied technology education
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Technology

<i>I17</i>	Higher education technology initiative (HETI)	Provide ongoing support for statewide distance education networks, equipment, and services
<i>I18</i>	Institutional technology	Support campus information systems, networks, online course development, and equipment

21st Century Planning

<i>I19</i>	Comprehensive strategic (master) plan	Fund comprehensive strategic planning effort to position USHE for the 21 st century
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Subtotal One-Time Appropriations

Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)

Ongoing and One-Time Appropriations - Higher Education

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>I1</i>	\$2,083,400	\$0	\$0	\$0	\$0	\$0	\$0	\$2,083,400
<i>I2</i>	1,861,800	0	0	0	0	0	0	1,861,800
<i>I3</i>	200,000	0	0	0	0	0	0	200,000
<i>I4</i>	137,500	0	0	0	0	0	0	137,500
<i>I5</i>	299,000	0	0	0	0	0	0	299,000
<i>I6</i>	3,901,400	0	0	0	3,917,000	0	0	7,818,400
<i>I7</i>	1,000,000	0	0	0	1,000,000	0	0	2,000,000
<i>I8</i>	250,000	0	0	0	0	0	0	250,000
<i>I9</i>	2,951,000	0	0	0	1,108,700	0	0	4,059,700
<i>I10</i>	926,800	0	0	0	0	0	0	926,800
<i>I11</i>	650,000	0	0	0	0	0	0	650,000
<i>I12</i>	200,000	0	0	0	0	0	0	200,000
<i>I13</i>	1,483,100	0	0	0	0	0	(1,483,100)	0
<i>I14</i>	0	0	0	0	0	0	220,100	220,100
<i>I15</i>	18,809,600	0	0	0	2,000,000	0	0	20,809,600
	\$34,753,600	\$0	\$0	\$0	\$8,025,700	\$0	(\$1,263,000)	\$41,516,300
<i>I16</i>	\$500,000	\$0	\$0	\$0	\$0	\$0	\$0	\$500,000
<i>I17</i>	1,000,000	1,500,000	0	0	0	0	0	2,500,000
<i>I18</i>	1,150,000	0	0	0	0	0	0	1,150,000
<i>I19</i>	50,000	0	0	0	0	0	0	50,000
	\$2,700,000	\$1,500,000	\$0	\$0	\$0	\$0	\$0	\$4,200,000
	\$37,453,600	\$1,500,000	\$0	\$0	\$8,025,700	\$0	(\$1,263,000)	\$45,716,300

HUMAN SERVICES

Mission: *Help individuals and families resolve personal problems*

PROGRAMS	SELECTED DEPARTMENT GOALS
<ul style="list-style-type: none"> ◆ Executive Director conducts administrative and support functions for the department. ◆ Mental Health oversees local mental health centers and operates the Utah State Hospital for the severely mentally ill. ◆ Substance Abuse oversees substance abuse treatment and prevention services. ◆ Services for People with Disabilities provides community and institutional programs for citizens with mental retardation and developmental disabilities. ◆ Recovery Services directs a number of collection and cost avoidance programs including the collection of child support for families on public assistance. ◆ Child and Family Services oversees child welfare and domestic violence programs. ◆ Aging and Adult Services acts as an advocate for elderly citizens, provides services through local agencies and other providers, and oversees adult protective services. 	<ul style="list-style-type: none"> ◆ Protect from harm those at risk of being abused, neglected, or exploited by providing services to children, the elderly, and families experiencing domestic violence. ◆ Strengthen families by meeting their needs in a way that allows them to stay in their own homes whenever possible. ◆ Foster self reliance by helping people in the state’s care receive the medications and other services they need to be as productive as possible. ◆ Provide emergency assistance services to those families with a disabled family member. ◆ Assure public trust by continuing to implement meaningful department, division, and program outcome measures for accountability. <p data-bbox="860 1470 1385 1606"><i>A comprehensive list of goals and performance measurements can be found in the Utah Tomorrow Strategic Plan, 1996 Annual Report, pages 65-72, and 94-101.</i></p>
	<hr/> <p>BUDGET EFFICIENCIES</p> <hr/>
	<ul style="list-style-type: none"> ◆ Reduce 6.7 staff and redirect resources to child support collection data system.

- ◆ Increase efforts to have families share in the cost of services for children in the state's custody.
- ◆ Reduce other departmental functions to fully staff the critical Office of Child Protection Ombudsman where complaints are received and investigated regarding the handling of abuse and neglect cases to ensure they are done in accordance with the *Child Welfare Reform Act*, Division of Child and Family Services policy, and court rulings.
- ◆ Refocus existing technology positions to create a data administrator to improve the design, coordination, and usefulness of various computer systems utilized by the department.

FY 1998 PROPOSED LEGISLATIVE INTENT

Executive Director's Office

Funds for the Child Welfare Monitoring Panel are nonlapsing.

Funds for David C. litigation expenses are nonlapsing.

Services for People with Disabilities

Excess General Fund resulting from the federal statute change regarding supported employment is nonlapsing and shall be used for one-time expenditures.

Child and Family Services

Funds for Child and Family Services are nonlapsing.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Increase funding by \$8.6 million in FY 1999 and \$3.7 million in FY 1998 to ensure that children are protected from abuse and neglect. This recommendation is the fifth year of a multi-year plan to address child welfare needs. Since 1994, the state has appropriated, or the governor is recommending, an additional \$261.4 million to help children who have experienced abuse and neglect. This includes: 1) \$12.5 million for prosecution and legal efforts; 2) \$3.7 million to improve the child welfare judicial process; 3) \$9.5 million for children's advocacy; 4) \$62.7 million for investigations and case management; 5) \$91.6 million for foster care, group care, and shelter care placements and treatment; 6) \$18.8 million for health and mental health services; 7) \$12.7 million for family reunification and preventive services; 8) \$21.5 million for adoption assistance and other permanency efforts for children in protective custody; and 9) \$23.4 million for other child welfare system improvements.
- ◆ Fund statewide implementation of a foster care citizen review process.

- ◆ Increase funding to the community mental health system for severely emotionally-disturbed children.
- ◆ Implement treatment services for children who have witnessed domestic violence.
- ◆ Increase funding to help families maintain family members with disabilities in their own homes and serve individuals with disabilities who can no longer be maintained in their own homes.
- ◆ Increase foster care licensors to facilitate the governor's initiative to improve the quality and number of available foster homes.
- ◆ Increase housing subsidies for individuals with disabilities to ensure adequate housing is available for them.
- ◆ Provide operations funding for a unique partnership involving the Christmas Box Foundation, the state, and Salt Lake County to build and operate a 38-bed shelter to more thoroughly serve children who suffer from abuse and neglect.
- ◆ Fund on an ongoing basis an intensive early intervention pilot project for serious youth offenders and their families. This program involves home monitoring as well as individual, group, and family therapy. Additional educational support is provided to help these youth succeed as well as to improve and maintain self-esteem.
- ◆ Because of limited revenue and competing priorities, the governor does not recommend an increase in provider cost-of-living adjustments.

HUMAN SERVICES
Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$159,092,300	\$177,025,900	\$177,048,000	\$174,479,400	\$9,211,100	\$183,690,500	3.8%
Federal Funds	92,855,300	94,686,400	95,125,600	85,275,000	2,888,300	88,163,300	(7.3)
Dedicated Credits	9,932,300	6,318,700	7,703,800	6,081,800	955,300	7,037,100	(8.7)
Restricted and Trust Funds	1,637,400	2,588,000	2,588,000	1,850,000	690,000	2,540,000	(1.9)
Transfers	87,580,000	85,461,900	85,461,900	84,475,200	4,866,900	89,342,100	4.5
Beginning Balances	1,276,000	1,613,700	1,613,700	0	0	0	(100.0)
Closing Balances	(1,613,700)	0	0	0	0	0	--
Lapsing Funds	(2,272,400)	(2,000,000)	(2,000,000)	0	0	0	--
Total Plan of Financing	\$348,487,200	\$365,694,600	\$367,541,000	\$352,161,400	\$18,611,600	\$370,773,000	0.9%
Programs							
Human Services							
Executive Director	\$15,943,600	\$24,175,900	\$24,672,900	\$17,704,700	\$351,600 <i>a</i>	\$18,056,300	(26.8%)
Mental Health	56,479,200	57,102,700	57,296,500	57,875,000	967,300 <i>b</i>	58,842,300	2.7
Substance Abuse	26,275,500	22,884,900	22,884,900	22,715,000	0	22,715,000	(0.7)
Services for People w/Disabilities	96,978,400	101,959,700	101,959,700	100,056,900	3,428,000 <i>c</i>	103,484,900	1.5
Recovery Services	34,800,100	36,337,200	34,337,200	36,337,200	227,100 <i>d</i>	36,564,300	6.5
Child and Family Services	101,755,600	105,926,300	109,081,900	98,955,200	8,488,200 <i>e</i>	107,443,400	(1.5)
Aging and Adult Services	16,254,800	17,307,900	17,307,900	16,811,700	126,100 <i>f</i>	16,937,800	(2.1)
Personal Services Adjustments	0	0	0	1,705,700	209,500 <i>g</i>	1,915,200	--
Compensation Package	0	0	0	0	4,813,800 <i>h</i>	4,813,800	--
Total Budget	\$348,487,200	\$365,694,600	\$367,541,000	\$352,161,400	\$18,611,600	\$370,773,000	0.9%
Positions	3,429.3	3,425.8	3,425.8	3,386.6	0.0	3,386.6	

a See J1, J2, J28, and J29
b See J3 through J5, and J30
c See J6 through J13, and J27
d See J14, J15, and J31

e See J16 through J21, J32, and J33
f See J22 through J24
g See J25
h See J26

HUMAN SERVICES**ONGOING APPROPRIATIONS****Executive Director**

J1	Foster care licensors	Two additional licensors to meet growing demands and process applications on a timely basis
J2	Foster care citizen review board - statewide	Statewide implementation of review process which complies with federal/state statutes

Mental Health

J3	Children's mental health	Additional services for seriously emotionally-disturbed children
J4	State hospital - medication costs	Maintenance of current program levels due to increasing pharmacy costs
J5	State hospital - loss of Medicaid funds	Maintenance of current program levels due to a reduction in federal financial participation

Services for People with Disabilities

J6	Federal law change for supported employment	State funds available due to federal government now paying for previously state-funded services
J7	Emergency community outplacement	Unanticipated emergencies requiring immediate assistance for individuals with disabilities
J8	Housing crisis	Increased housing subsidy for individuals with disabilities
J9	Developmental Center - medication costs	Maintenance of current program levels due to increasing pharmacy costs
J10	Critical waiting list	Services for individuals currently on the critical waiting list
J11	Increase Medicaid collections	Additional Medicaid collection efforts
J12	Developmental Ctr. - generic drugs savings	Shift to generic drugs
J13	Restore services lost due to federal rate change	Maintenance of current program levels due to a reduction in federal financial participation

Recovery Services

J14	Data processing support	Operational increases for the ORSIS system
J15	Reductions in other staff	Reduce 6.7 positions within agency to help fund more critical needs

Child and Family Services

J16	Domestic violence - children's treatment	Treatment for children who have witnessed domestic violence
J17	Child welfare - children in custody	Provide adequate and appropriate placement options for children taken into state custody
J18	Child welfare - adoption assistance	Cover shortfall plus anticipated growth in state adoption assistance
J19	Child welfare - continue youth pilot project	Continue home-monitoring pilot project with ongoing funding
J20	Child welfare - Central Region shelter	24-hour residential facility for children placed in protective custody
J21	Increase dedicated credit collections	Increased collection efforts by the Office of Recovery Services

Aging and Adult Services

J22	Nutrition programs for the elderly	Additional meals delivered to older homebound individuals
J23	Adult protective services investigator	Additional adult protective service worker to adequately address growth in abuse/neglect cases
J24	Reduce program expenditures	Reduce program expenditures within agency to help fund more critical needs

Compensation and Personal Services

J25	Personal services adjustment	Increase in dental insurance
J26	Compensation package	Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Services for People with Disabilities**

J27	Use of division trust funds	Use proceeds from land sales/leases for one-time projects
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Subtotal One-Time Appropriations**Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)**

Ongoing, One-Time, and Supplemental Appropriations - Human Services

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
J1	\$88,100	\$0	\$0	\$119,900	\$0	\$0	\$0	\$208,000
J2	143,600	0	0	0	0	0	0	143,600
J3	330,600	0	0	0	0	0	0	330,600
J4	200,000	0	0	0	63,300	0	117,600	380,900
J5	255,800	0	0	0	0	0	0	255,800
J6	(1,253,700)	0	0		0	0	1,253,700	0
J7	160,000	0	0	0	0	0	422,700	582,700
J8	200,500	0	0	0	0	0	0	200,500
J9	91,200	0	0	0	0	0	273,800	365,000
J10	593,900	0	0	0	0	0	1,018,700	1,612,600
J11	(160,000)	0	0	0	0	0	160,000	0
J12	(22,800)	0	0	0	0	0	0	(22,800)
J13	459,300	0	0	0	0	0	(459,300)	0
J14	172,600	0	0	268,000	0	0	13,600	454,200
J15	(86,300)	0	0	(140,800)	0	0	0	(227,100)
J16	200,000	0	0	0	0	0	0	200,000
J17	2,174,400	0	0	826,300	260,900	0	1,087,200	4,348,800
J18	2,447,500	0	0	731,100	0	0	0	3,178,600
J19	320,000	0	0	0	0	0	0	320,000
J20	440,800	0	0	0	0	0	0	440,800
J21	(571,700)	0	0	0	571,700	0	0	0
J22	100,000	0	0	0	0	0	0	100,000
J23	52,100	0	0	0	0	0	0	52,100
J24	(26,000)	0	0	0	0	0	0	(26,000)
J25	118,800	0	0	34,600	2,800	0	53,300	209,500
J26	2,782,400	0	0	1,049,200	56,600	0	925,600	4,813,800
	\$9,211,100	\$0	\$0	\$2,888,300	\$955,300	\$0	\$4,866,900	\$17,921,600
J27	\$0	\$0	\$0	\$0	\$0	\$690,000	\$0	\$690,000
	\$0	\$0	\$0	\$0	\$0	\$690,000	\$0	\$690,000
	\$9,211,100	\$0	\$0	\$2,888,300	\$955,300	\$690,000	\$4,866,900	\$18,611,600

HUMAN SERVICES**SUPPLEMENTALS - FY 1998****Executive Director**

<i>J28</i>	Child welfare - monitoring panel contract	Court-ordered monitoring of lawsuit settlement agreement
<i>J29</i>	Child welfare - David C. litigation expense	Legal expenses required for conclusion of settlement agreement

Mental Health

<i>J30</i>	State hospital - loss of Medicaid funds	Maintenance of current program levels due to a reduction in federal financial participation
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Recovery Services

<i>J31</i>	Excess funding	Excess General Fund in base budget due to federal accounting change
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Child and Family Services

<i>J32</i>	Child welfare - adoption assistance	Shortfall in state adoption assistance
<i>J33</i>	Increase in SSI and child support collections	Change in collections estimate by the Office of Recovery Services

Total FY 1998 Supplementals

Ongoing, One-Time, and Supplemental Appropriations - Human Services

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>J28</i>	\$297,000	\$0	\$0	\$0	\$0	\$0	\$0	\$297,000
<i>J29</i>	168,000	0	0	32,000	0	0	0	200,000
<i>J30</i>	193,800	0	0	0	0	0	0	193,800
<i>J31</i>	(2,000,000)	0	0	0	0	0	0	(2,000,000)
<i>J32</i>	1,363,300	0	0	407,200	0	0	0	1,770,500
<i>J33</i>	0	0	0	0	1,385,100	0	0	1,385,100
	\$22,100	\$0	\$0	\$439,200	\$1,385,100	\$0	\$0	\$1,846,400

■ LEGISLATURE

PROGRAMS

The state legislature consists of two houses—the House of Representatives with 75 members elected to two-year terms and the Senate with 29 members elected to four-year terms. Each representative represents about 26,600 constituents. Each senator represents about 68,900 constituents. In addition, the legislature has the following support components:

- ◆ The **Office of Legislative Research and General Counsel** is the research and legal staff arm of the legislature and provides a legal and policy review of both current law and proposed legislation.
- ◆ The **Legislative Fiscal Analyst** is responsible for analyzing and making recommendations to the legislature on every item of the governor's budget; provides cost estimates on proposed legislation (fiscal notes), and provides revenue estimates on existing and proposed revenue sources.
- ◆ The **Legislative Auditor General** conducts performance audits of state agencies and institutions, including school districts and state colleges and universities.
- ◆ The **Legislative Printing** office provides printing services for the legislature and legislative staff.
- ◆ The **Tax Review Commission** provides an ongoing and comprehensive review of state tax law and makes recommendations to the governor and the legislature on taxation issues and policies.
- ◆ The **Constitutional Revision Commission** is responsible for making comprehensive reviews of the state constitution and recommending amendments to the legislature.

MAJOR BUDGET RECOMMENDATIONS

- ◆ As required by UCA 63-38-7-2(7)(b), the governor's budget recommendation reflects the budget as submitted by the Legislature.
- ◆ An electronic voting board for the Senate.
- ◆ Funding for the Tax Review Commission to continue studying the property tax on intangibles and other tax reform issues.

LEGISLATURE
Operating Budget

	Actual FY 1997	Authorized FY 1998	Legislature's Request FY 1999	Governor Leavitt's Recommendations			
				Base FY 1999	Adjust- ments	Total FY 1999	% Change AFY98-FY99
Plan of Financing							
General Fund	\$11,215,100	\$10,906,600	\$11,638,300	\$10,952,000	\$1,047,600	\$11,999,600	10.0%
Dedicated Credits	362,700	310,000	340,000	340,000	0	340,000	9.7
Beginning Balances	1,524,500	1,986,900	1,952,700	1,952,700	0	1,952,700	(1.7)
Closing Balances	(1,986,900)	(1,952,700)	(1,821,700)	(1,821,700)	0	(1,821,700)	--
Total Plan of Financing	\$11,115,400	\$11,250,800	\$12,109,300	\$11,423,000	\$1,047,600	\$12,470,600	10.8%
Programs							
Senate	\$1,184,900	\$1,226,300	\$1,503,500	\$1,221,800	\$281,700 <i>a</i>	\$1,503,500	22.6%
House of Representatives	2,108,000	2,115,000	2,221,900	2,076,800	145,100 <i>b</i>	2,221,900	5.1
Legislative Printing	759,000	726,600	822,800	756,600	66,200 <i>c</i>	822,800	13.2
Legislative Research	3,755,300	3,616,500	3,810,000	3,660,000	150,000 <i>d</i>	3,810,000	5.4
Tax Review Commission	40,200	0	50,000	0	50,000 <i>e</i>	50,000	--
Legislative Fiscal Analyst	1,634,100	1,736,300	1,759,700	1,736,300	23,400 <i>f</i>	1,759,700	1.3
Legislative Auditor General	1,492,100	1,621,800	1,729,000	1,729,000	0	1,729,000	6.6
Dues - NCSL	81,300	84,300	87,400	84,300	3,100 <i>g</i>	87,400	3.7
Dues - Council of State Gov'ts	0	69,000	70,000	69,000	1,000 <i>h</i>	70,000	1.4
Constitutional Revision Comm.	60,500	55,000	55,000	55,000	0	55,000	0.0
Personal Services Adjustments	0	0	0	34,200	5,700 <i>i</i>	39,900	--
Compensation Package	0	0	0	0	321,400 <i>j</i>	321,400	--
Total Budget	\$11,115,400	\$11,250,800	\$12,109,300	\$11,423,000	\$1,047,600	\$12,470,600	10.8%
Positions	114.0	114.0	114.0	114.0	0.0	114.0	

a See K1 and K9 through K10

b See K2, K3, and K11

c See K12

d See K13

e See K4

f See K14

g See K5

h See K6

i See K7

j See K8

LEGISLATURE**ONGOING APPROPRIATIONS****Senate**

K1 Data processing current expense Increases in wide area network costs

House of Representatives

K2 Computer hardware and software upgrades Information technology enhancements

K3 Data processing current expense Increases in wide area network costs

Tax Review Commission

K4 Reauthorization funding Continue study of property tax on intangibles

National Conference of State Legislatures

K5 Annual dues Increase in the cost of membership

Council of State Governments

K6 Annual dues Increase in the cost of membership

Compensation and Personal Services

K7 Personal services adjustment Increase in dental insurance

K8 Compensation package Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Senate**

K9 Technology enhancement Electronic voting board

K10 Task force Electrical deregulation and customer choice study

House of Representatives

K11 Task force Electrical deregulation and customer choice study

Legislative Printing

K12 Capital outlay Purchase of printing equipment

Legislative Research and General Counsel

K13 Task force Electrical deregulation and customer choice study

Legislative Fiscal Analyst

K14 Technology enhancement Computer software upgrades

Subtotal One-Time Appropriations

Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)

Ongoing and One-Time Appropriations - Legislature

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>K1</i>	\$39,700	\$0	\$0	\$0	\$0	\$0	\$0	\$39,700
<i>K2</i>	100,000	0	0	0	0	0	0	100,000
<i>K3</i>	18,100	0	0	0	0	0	0	18,100
<i>K4</i>	50,000	0	0	0	0	0	0	50,000
<i>K5</i>	3,100	0	0	0	0	0	0	3,100
<i>K6</i>	1,000	0	0	0	0	0	0	1,000
<i>K7</i>	5,700	0	0	0	0	0	0	5,700
<i>K8</i>	321,400	0	0	0	0	0	0	321,400
	\$539,000	\$0	\$0	\$0	\$0	\$0	\$0	\$539,000
<i>K9</i>	\$222,000	\$0	\$0	\$0	\$0	\$0	\$0	\$222,000
<i>K10</i>	20,000	0	0	0	0	0	0	20,000
<i>K11</i>	27,000	0	0	0	0	0	0	27,000
<i>K12</i>	66,200	0	0	0	0	0	0	66,200
<i>K13</i>	150,000	0	0	0	0	0	0	150,000
<i>K14</i>	23,400	0	0	0	0	0	0	23,400
	\$508,600	\$0	\$0	\$0	\$0	\$0	\$0	\$508,600
	\$1,047,600	\$0	\$0	\$0	\$0	\$0	\$0	\$1,047,600

NATIONAL GUARD

Mission: *Respond to state emergencies and augment regular armed forces of the United States*

PROGRAMS

- ◆ **Administration** directs state programs and coordinates joint state and federal programs.
- ◆ **Armory Maintenance** maintains facilities in 26 Utah communities for training and mobilization activities.
- ◆ **Camp Williams** provides major military training facilities for both active duty and reserve forces.
- ◆ **Air National Guard** provides worldwide refueling support to the U.S. Air Force from the air base at the Salt Lake International Airport.

- ◆ Properly maintain all guard facilities and training areas.
- ◆ Respond to requests for community support projects statewide.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-72.*

BUDGET EFFICIENCIES

- ◆ Aggressively pursue reimbursement of costs from the federal government.

SELECTED DEPARTMENT GOALS

- ◆ Respond to civil and national emergencies.
- ◆ Provide well-trained, combat ready units to support the president in case of national or international emergencies.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Funding for an additional maintenance worker for Salt Lake area armories.
- ◆ Support tuition scholarships in the amount of \$100,000 for recruitment and retention of National Guard members in Utah.

NATIONAL GUARD
Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$2,731,100	\$2,904,600	\$2,904,600	\$2,927,600	\$190,400	\$3,118,000	7.3%
Federal Funds	11,531,600	9,701,800	9,701,800	9,755,700	129,300	9,885,000	1.9
Dedicated Credits	34,200	40,000	40,000	40,000	0	40,000	0.0
Transfers	97,800	0	0	0	0	0	--
Beginning Balances	(84,400)	50,000	50,000	0	0	0	(100.0)
Closing Balances	(50,000)	0	0	0	0	0	--
Total Plan of Financing	\$14,260,300	\$12,696,400	\$12,696,400	\$12,723,300	\$319,700	\$13,043,000	2.7%
Programs							
Administration	\$386,400	\$520,300	\$520,300	\$520,300	\$100,000 <i>a</i>	620,300	19.2%
Armory Maintenance	8,524,500	6,760,800	6,760,800	6,710,800	25,000 <i>b</i>	6,735,800	(0.4)
Camp Williams	2,876,400	2,889,300	2,889,300	2,889,300	0	2,889,300	0.0
Air National Guard	2,473,000	2,526,000	2,526,000	2,526,000	0	2,526,000	0.0
Personal Services Adjustments	0	0	0	76,900	8,300 <i>c</i>	85,200	--
Compensation Package	0	0	0	0	186,400 <i>d</i>	186,400	--
Total Budget	\$14,260,300	\$12,696,400	\$12,696,400	\$12,723,300	\$319,700	\$13,043,000	2.7%
Positions	123.0	124.0	124.0	124.0	1.0	125.0	

*a See L4**b See L1**c See L2**d See L3*

NATIONAL GUARD**ONGOING APPROPRIATIONS****Armory Maintenance**

L1 Additional maintenance personnel One additional maintenance personnel for armories

Compensation and Personal Services

L2 Personal services adjustment Increase in dental insurance

L3 Compensation package Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Administration**

L4 National Guard scholarships Tuition scholarships to enhance recruitment and retention

Subtotal One-Time Appropriations

Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)

Ongoing and One-Time Appropriations - National Guard

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>L1</i>	\$25,000	\$0	\$0	\$0	\$0	\$0	\$0	\$25,000
<i>L2</i>	2,600	0	0	5,700	0	0	0	8,300
<i>L3</i>	62,800	0	0	123,600	0	0	0	186,400
	\$90,400	\$0	\$0	\$129,300	\$0	\$0	\$0	\$219,700
<i>L4</i>	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0	\$100,000
	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0	\$100,000
	\$190,400	\$0	\$0	\$129,300	\$0	\$0	\$0	\$319,700

■ NATURAL RESOURCES

Natural Resources consists of the Department of Natural Resources, the Department of Agriculture and Food, and School and Institutional Trust Lands Administration. Their primary focus is to conserve, protect, and develop Utah's natural resources and agriculture, and to effectively manage School and Institutional Trust Lands.

PROGRAMS

◆ **Natural Resources**

Administration provides administrative support for the department.

Forestry, Fire, and State Lands coordinates forestry and fire control measures for non-federal landowners and manages sovereign lands throughout the state.

Oil, Gas, and Mining regulates exploration and development of energy and mineral resources.

Wildlife Resources manages wildlife habitat and regulates hunting, fishing, and trapping.

Parks and Recreation provides safe outdoor recreational opportunities, administers boating and recreational vehicle programs, and preserves natural, historic, and scenic resources.

Geological Survey inventories geological resources, investigates geological hazards, and provides geologic information for economic development.

Water Resources provides comprehensive water planning, administers development of water projects, and represents Utah in interstate stream negotiations.

Water Rights appropriates, adjudicates, and administers distribution of Utah waters and oversees dam safety.

◆ **Agriculture and Food** promotes agricultural resources and protects consumer health and safety by monitoring the marketing of agricultural products.

◆ **Trust Lands Administration** manages trust assets for trust beneficiaries which primarily include public schools, universities, hospitals, and correctional institutions.

SELECTED GOALS

◆ **Natural Resources** — Develop, conserve, and protect the state's natural resources to enhance the quality of life. Continue nurturing mutually beneficial partnerships with the private sector in the development of natural resources throughout the state. Provide mitigation for endangered species. Provide for continued defense of Utah RS2477 roads.

- ◆ **Agriculture and Food** — Promote agricultural land preservation, develop and encourage marketing of Utah agricultural products to foreign markets, enforce appropriate regulations, and assure a safe, wholesome, and properly labeled food supply.
- ◆ **Trust Lands Administration** — Contribute \$11 million to trust beneficiaries and permanent school fund.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 35-59, and 65-72.*

BUDGET EFFICIENCIES

Natural Resources

- ◆ Development of a law enforcement policy and coordination team has provided consistency in the administration of law enforcement activities within the Department of Natural Resources. Streamlining of the breadth of positions involved in law enforcement will eventually lead to a significant cost savings by moving positions from public safety retirement into the non-contributory retirement system.
- ◆ Consolidated information technology systems within the Department of Natural Resources. Elimination of redundant local area network backbones, servers and other information technology infrastructure. Development of consistent operating systems, software configurations and desktop support. This has provided

opportunities to meet the demands of unfunded mandates without appreciably affecting the department's performance.

- ◆ The Department of Natural Resources is constructing a core sample library through warehouse Internal Service Fund capital funding. The existing lease payments made by the Utah Geological Survey will be used to repay the capital outlay for this building. After the capital costs have been repaid, \$38,500 will accrue in annual rent savings.
- ◆ Natural Resources submitted \$31,800 in base reductions commensurate with recommended budget adjustments.

Agriculture and Food

- ◆ Streamlining efforts include employees telecommuting and flexible work schedules. A partner-ship has also been established with the Food and Drug Administration and Salt Lake County to insure there is no duplication of effort when inspecting food establishments and processors. The Department of Agriculture and Food is also re-evaluating whether all weighing and measuring devices used in commerce need to be inspected.
- ◆ Agriculture and Food submitted \$32,500 in base reductions commensurate with recommended budget adjustments.

Trust Lands Administration

- ◆ The newly developed business information system for the agency is scheduled to be operational in

February 1998. This system will create savings through centrally located data that is linked so that retrieval and reporting will be more efficient. Additionally, data entry in some areas has been greatly streamlined resulting in greater cost savings.

Up to \$500,000 of the Wildlife Resources budget and all nonlapsing amounts may be used for big game depredation expenses. Half of the cost should come from the General Fund and half from the Wildlife Restricted Account. This funding is nonlapsing.

FY 1998 PROPOSED LEGISLATIVE INTENT

Natural Resources

Appropriations for Riverways and Trails Grants are to be matched by local dollars on a one for one basis.

Funds for Parks and Recreation riverway and trail enhancement are nonlapsing.

Funds for Parks and Recreation for park renovation are nonlapsing.

Funds for Forestry, Fire, and State Lands for fire suppression are nonlapsing.

Agriculture and Food

The Commissioner of Agriculture and Food is to use up to \$1 million from the General Fund Restricted - Resource Development Fund to assist citizens in the state with drought relief.

Up to \$2,250,000 of the Wildlife Resources budget and all nonlapsing amounts may be used for habitat projects under the direction of the Habitat Council. This funding is nonlapsing.

Funds for fish hatchery renovation are nonlapsing.

Funds for Wildlife Resources' capital budgets are nonlapsing.

Funds for Wildlife Resources for cooperative environmental studies and contributed research programs are nonlapsing.

Contributions to Water Resources for water education programs are nonlapsing.

Utah Geological Survey Mineral Lease funds are nonlapsing.

Agriculture and Food

Funds for Soil Conservation District elections are nonlapsing and are to be spent only during even numbered years when the elections take place.

Funds from the FY 1993 appropriation of \$100,000 for Agribusiness are nonlapsing.

Funds for pesticide amnesty are nonlapsing.

FY 1999 PROPOSED LEGISLATIVE INTENT

Natural Resources

Funds for the Outdoor Recreation Long Range Master Plan are nonlapsing.

Funds for fertilizer assessment are nonlapsing.

Funds collected for education materials and testing of pesticide applicators are nonlapsing dedicated credits.

Funds for animal damage control are nonlapsing.

Funds for auction market veterinarians are nonlapsing.

\$186,000 in one-time General Fund for Cedar/Beaver Basin groundwater analysis all within Administration plus \$22,200 for increased occupancy costs for Water Rights at Cedar City.

Agriculture and Food

- ◆ Fund geographic information system (GIS) with \$50,000 General Fund, \$10,000 federal funds and one FTE to provide continued GIS service.
- ◆ Fund additional veterinarian/meat inspector with \$41,500 General Fund, \$12,500 federal funds and \$11,000 in dedicated credits.
- ◆ Fund additional custodial and maintenance costs at the Grain Exchange Building with \$11,500 General Fund and \$9,000 dedicated credits.

MAJOR BUDGET RECOMMENDATIONS

Natural Resources

- ◆ Provide \$100,000 ongoing General Fund for the private property ombudsman authorized under House Bill 64 in the 1997 legislative session and a \$29,000 General Fund supplemental.
- ◆ Provide \$100,000 General Fund for an Outdoor Recreation Long Range Master Plan in Natural Resources under Administration.
- ◆ Provide General Fund in the amounts of \$10,000 for RS2477 roads defense, \$17,800 and 1.0 FTE for administrative support, \$26,500 and 1.0 FTE for a human resources technician and

Trust Lands Administration

- ◆ Fund a one-time \$500,000 allocation for the Grand Staircase-Escalante National Monument for professional, technical, and legal project services.
- ◆ Fund \$255,000 for archeological surveys, finders fees, advertising and mailing costs directed at the goal of increasing revenues through the disposal sale of 15,000 acres of land.

NATURAL RESOURCES

Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$44,311,400	\$39,322,100	\$41,456,100	\$38,555,500	\$1,495,600	\$40,051,100	(3.4%)
Federal Funds	15,501,500	24,328,800	24,328,800	24,009,800	944,700	24,954,500	2.6
Dedicated Credits	11,188,800	11,256,400	11,256,400	11,768,900	264,300	12,033,200	6.9
Mineral Lease	708,500	660,300	743,000	739,000	26,000	765,000	3.0
Restricted and Trust Funds	33,355,500	38,994,100	39,891,100	38,712,900	3,354,000	42,066,900	5.5
Transfers	400,300	571,000	571,000	543,500	8,700	552,200	(3.3)
Pass-through Funds	(21,200)	33,000	33,000	33,000	0	33,000	0.0
Beginning Balances	5,031,600	4,951,700	4,951,700	1,104,000	0	1,104,000	(77.7)
Closing Balances	(4,951,700)	(1,104,000)	(1,104,000)	(452,900)	0	(452,900)	(59.0)
Lapsing Funds	(5,101,900)	0	0	0	0	0	--
Total Plan of Financing	\$100,422,800	\$119,013,400	\$122,127,100	\$115,013,700	\$6,093,300	\$121,107,000	(0.8%)
Programs							
Natural Resources							
Administration	\$2,886,700	\$3,619,000	\$3,648,000	\$4,053,400	\$490,300 <i>a</i>	\$4,543,700	24.6%
Building Operations	1,623,000	1,641,500	1,641,500	1,620,500	0	1,620,500	(1.3)
Forestry, Fire, and State Lands	7,661,600	5,456,900	7,561,900	5,339,800	48,000 <i>b</i>	5,387,800	(28.8)
Oil, Gas, and Mining	5,181,300	5,920,600	5,920,600	5,780,200	0	5,780,200	(2.4)
Wildlife Resources	28,105,200	32,887,700	33,784,700	30,516,100	1,535,200 <i>c</i>	32,051,300	(5.1)
Contributed Research	203,500	334,200	334,200	334,200	0	334,200	0.0
Cooperative Studies	3,016,900	12,080,400	12,080,400	12,080,400	0	12,080,400	0.0
Parks and Recreation	18,602,300	19,885,600	19,885,600	20,397,700	83,300 <i>d</i>	20,481,000	3.0
Geological Survey	3,794,600	4,079,700	4,162,400	3,500,800	0	3,500,800	(15.9)
Water Resources	4,419,800	4,402,800	4,402,800	4,434,100	0	4,434,100	0.7
Water Rights	5,840,800	6,154,600	6,154,600	6,002,500	22,200 <i>e</i>	6,024,700	(2.1)
CUP Mitigation Fund	3,000,000	3,000,000	3,000,000	3,000,000	0	3,000,000	0.0
Personal Services Adjustments	0	0	0	496,600	60,300 <i>f</i>	556,900	--
Compensation Package	0	0	0	0	1,854,900 <i>g</i>	1,854,900	--
Subtotal Natural Resources	84,335,700	99,463,000	102,576,700	97,556,300	4,094,200	101,650,500	(0.9)
Agriculture and Food							
Administration	\$11,872,400	\$13,287,200	\$13,287,200	\$12,136,700	\$765,000 <i>h</i>	\$12,901,700	(2.9)
Personal Services Adjustments	0	0	0	73,300	11,900 <i>i</i>	85,200	--
Compensation Package	0	0	0	0	280,300 <i>j</i>	280,300	--
Subtotal Agriculture	11,872,400	13,287,200	13,287,200	12,210,000	1,057,200	13,267,200	(0.2)
Trust Lands Administration							
Administration	\$4,214,700	\$6,263,200	\$6,263,200	\$5,223,700	\$849,800 <i>k</i>	\$6,073,500	(3.0)
Personal Services Adjustments	0	0	0	23,700	3,500 <i>l</i>	27,200	--
Compensation Package	0	0	0	0	88,600 <i>m</i>	88,600	--
Subtotal Trust Lands Admin.	4,214,700	6,263,200	6,263,200	5,247,400	941,900	6,189,300	(1.2)
Total Budget	\$100,422,800	\$119,013,400	\$122,127,100	\$115,013,700	\$6,093,300	\$121,107,000	(0.8%)
Positions	1,291.2	1,304.1	1,305.1	1,304.1	9.8	1,313.9	

a See M10 through M13; M34 through M36*b* See M14*c* See M16 through M19*d* See M15*e* See M20*f* See M21*g* See M22*h* See M1 through M7*i* See M8*j* See M9*k* See M23 through M31, and M37*l* See M32*m* See M33

In addition to the amounts listed in the Authorized FY 1998 column, Governor Leavitt recommends supplemental appropriations of \$2,105,000 General Fund (see M39) for fire suppression, \$29,000 General Fund (see M38) for the Private Property Ombudsman in Natural Resources and \$897,000 in Wildlife Resources restricted funds for other programs (see M40 through M43).

NATURAL RESOURCES

Capital Budget

	Governor Leavitt's Recommendations					
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999
Plan of Financing						
General Fund	\$8,456,400	\$2,842,500	\$2,842,500	\$3,317,500	\$0	\$3,317,500
Federal Funds	1,065,500	1,661,000	1,661,000	1,686,000	0	1,686,000
Dedicated Credits	859,300	335,000	335,000	175,000	0	175,000
Restricted and Trust Funds	16,376,400	27,532,700	27,682,700	28,221,700	0	28,221,700
Transfers	(864,200)	(8,164,300)	(8,164,300)	(8,369,500)	0	(8,369,500)
Beginning Balances	15,827,400	24,126,900	24,126,900	5,769,700	0	5,769,700
Closing Balances	(24,126,900)	(5,769,700)	(5,769,700)	(3,050,600)	0	(3,050,600)
Lapsing Funds	(1,395,500)	0	0	0	0	0
Total Plan of Financing	\$16,198,400	\$42,564,100	\$42,714,100	\$27,749,800	\$0	\$27,749,800
Projects						
Agriculture and Food						
Resource Development Loans	\$130,000	\$0	\$0	\$0	\$0	\$0
Natural Resources						
Wildlife Resources						
Information and Education	\$16,300	\$275,000	\$275,000	\$275,000	\$0	\$275,000
Fisheries	620,200	1,210,000	1,210,000	1,835,000	0	1,835,000
Game Management	11,500	206,000	206,000	206,000	0	206,000
Parks and Recreation						
Park Renovation	1,767,600	2,534,900	2,534,900	1,345,700	0	1,345,700
Acquisition and Development	1,044,400	731,400	881,400	863,200	0	863,200
Boating Access Grants	0	400,000	400,000	600,000	0	600,000
Off Highway Vehicle Grants	0	175,000	175,000	175,000	0	175,000
Riverway Enhancement and Trails	1,026,600	1,870,300	1,870,300	1,516,000	0	1,516,000
Veterans Cemetery	800	6,900	6,900	0	0	0
Water Resources						
Cities Water Loan Fund	828,600	4,148,300	4,148,300	1,966,300	0	1,966,300
Revolving Construction Fund	4,475,700	14,943,900	14,943,900	7,561,300	0	7,561,300
Conservation and Dev. Fund	5,364,100	14,062,400	14,062,400	9,406,300	0	9,406,300
Subtotal Natural Resources	15,155,800	40,564,100	40,714,100	25,749,800	0	25,749,800
Trust Lands Administration						
Development and Improvement	\$912,600	\$2,000,000	\$2,000,000	\$2,000,000	\$0	\$2,000,000
Total Budget	\$16,198,400	\$42,564,100	\$42,714,100	\$27,749,800	\$0	\$27,749,800

In addition to the amounts listed in the Authorized FY 1998 column, Governor Leavitt recommends a supplemental appropriation of \$150,000 in Parks and Recreation restricted funds for capital acquisition of the Monte Cristo Trailhead for snowmobile access (see M34).

NATURAL RESOURCES

ONGOING APPROPRIATIONS

Agriculture and Food

Administrative Services

M1 Geographical Information System (GIS) Accommodate mapping and monitoring requirements throughout the state

Animal Industry

M2 Veterinarian/meat inspector Provide veterinarian and meat inspection services for new meat plants, and auctions

M3 Grain Exchange Building maintenance Provide appropriate custodial/maintenance funding for the building

Marketing and Conservation

M4 Restore General Fund/Public Information Continue disseminating information regarding new regulations and improved farming practices

M5 Pilot Marketing Nonpoint Source Project Program proposed to the Environmental Protection Agency that would address conservation issues

M6 State Salinity Grants Program Assist farmers in the Colorado Salinity designated areas to meet national salinity requirements

M7 Research Reduction in the General Fund base for research

Compensation and Personal Services

M8 Personal services adjustment Increase in dental insurance

M9 Compensation package Compensation package of 4.0 percent

Subtotal Agriculture and Food

Natural Resources

Administration

M10 Private property ombudsman HB 64/SB 247 Provide statewide service regarding issues of public takings of private property

M11 RS 2477 Roads Defense Continue providing support to counties in defense of RS2477 roads

M12 Administrative assistant support Provide administrative support for ongoing integrative resource planning

M13 Human resources technician Provide Human Resources with improved response regarding employment opportunities

Forestry, Fire, and State Lands

M14 Commercial river running permitting Contact commercial operators, issue permits, monitor compliance, and resolve trespass situations

Parks and Recreation

M15 Boating safety enforcement Provide boating safety in Southeast and Southwest Regions

Wildlife Resources

M16 Public access payment to Trust Lands Admin. Compensation to School and Institutional Trust Lands Administration for public access

M17 Integrated data base Integrated data base for implementing a customer based licensing system-Point of Sale System

M18 Fee changes (aquatic, upland, and falconry) To repair/replace capital facilities at state fish hatcheries and comply with federal mandates

M19 Great Basin, Law Enforcement, Heritage Reduction in the General Fund base for Great Basin, law enforcement, and heritage areas

Water Rights

M20 Cedar City office rent New City/County building occupancy rent increase

Compensation and Personal Services

M21 Personal services adjustment Increase in dental insurance

M22 Compensation package Compensation package of 4.0 percent

Subtotal Natural Resources

Trust Lands Administration

Surface

M23 Land sales Purchase services for compliance review, advertising etc., for increased land sales

M24 Richfield - vehicle expense Increased vehicle costs at Richfield from Central Motor Pool

Ongoing, One-Time, and Supplemental Appropriations - Natural Resources

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
M1	\$50,000	\$0	\$0	\$10,000	\$0	\$0	\$0	\$60,000
M2	41,500	0	0	12,500	11,000	0	0	65,000
M3	11,500	0	0	0	9,000	0	0	20,500
M4	2,000	0	0	0	0	0	0	2,000
M5	0	0	0	250,000	0	0	0	250,000
M6	0	0	0	400,000	0	0	0	400,000
M7	(32,500)	0	0	0	0	0	0	(32,500)
M8	8,000	0	0	1,500	1,100	1,100	200	11,900
M9	194,400	0	0	35,600	23,100	23,700	3,500	280,300
	274,900	0	0	709,600	44,200	24,800	3,700	1,057,200
M10	100,000	0	0	0	0	0	0	100,000
M11	10,000	0	0	0	0	0	0	10,000
M12	17,800	0	0	0	0	0	0	17,800
M13	26,500	0	0	0	0	0	0	26,500
M14	0	0	0	0	0	48,000	0	48,000
M15	0	0	0	0	0	83,300	0	83,300
M16	0	0	0	0	0	200,000	0	200,000
M17	0	0	0	0	0	260,000	0	260,000
M18	0	0	0	0	0	1,107,000	0	1,107,000
M19	(31,800)	0	0	0	0	0	0	(31,800)
M20	22,200	0	0	0	0	0	0	22,200
M21	22,000	0	0	7,300	7,600	22,500	900	60,300
M22	718,000	0	0	227,800	212,500	666,500	30,100	1,854,900
	884,700	0	0	235,100	220,100	2,387,300	31,000	3,758,200
M23	0	0	0	0	0	255,000	0	255,000
M24	0	0	0	0	0	5,500	0	5,500

NATURAL RESOURCES

	Director	
M25	Annual Report	Increase public awareness of the agency by publishing an annual report and video
	Administration	
M26	Temporary services	Enhance flexibility by hiring temporary personnel for special projects
M27	Microfilming expense	Safeguard the records of the agency in the event of fire, or other disaster
M28	Wide Area Network charges	Offset charges levied by Information Technology Services for Wide Area Network
M29	Communication services and office supplies	Provide additional communication services and office supplies
	Development	
M30	Building and vehicle rent	Provide for increased building rental costs and increased vehicle costs from Central Motor Pool
	Board	
M31	Public relations expenses	Provide additional funds to host receptions and public gatherings
	Compensation and Personal Services	
M32	Personal services adjustment	Increase in dental insurance
M33	Compensation package	Compensation package of 4.0 percent
	<i>Subtotal Trust Lands Administration</i>	
	Subtotal Ongoing Appropriations	

ONE-TIME APPROPRIATIONS**Natural Resources****Administration**

M34	Wilderness reinventory costs	Legal costs associated with wilderness reinventory lawsuit
M35	Outdoor Recreation Long-Range Master Plan	Prepare outdoor recreation long-range master plan for the 21st Century
M36	Cedar/Beaver Basin groundwater	Define the hydrologic properties of the basin-fill aquifer
	<i>Subtotal Natural Resources</i>	

Trust Lands Administration**Director**

M37	Monument expenses	Legal and other consultant fees related to Grand Staircase - Escalante National Monument
	<i>Subtotal Trust Lands Administration</i>	

Subtotal One-time Appropriations**Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)****SUPPLEMENTALS - FY 1998****Natural Resources****Administration**

M38	Private property ombudsman HB 64/SB 247	Provide statewide service regarding issues of public takings of private property
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Forestry, Fire, and State Lands

M39	Fire suppression fund	Wildland fires costs for summer of 1997 and USDA-Forest Service final billing for FY 1996
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Ongoing, One-Time, and Supplemental Appropriations - Natural Resources

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
M25	0	0	0	0	0	18,900	0	18,900
M26	0	0	0	0	0	19,500	0	19,500
M27	0	0	0	0	0	20,000	0	20,000
M28	0	0	0	0	0	10,100	0	10,100
M29	0	0	0	0	0	10,000	0	10,000
M30	0	0	0	0	0	8,800	0	8,800
M31	0	0	0	0	0	2,000	0	2,000
M32	0	0	0	0	0	3,500	0	3,500
M33	0	0	0	0	0	88,600	0	88,600
	0	0	0	0	0	441,900	0	441,900
	\$1,159,600	\$0	\$0	\$944,700	\$264,300	\$2,854,000	\$34,700	5,257,300
M34	\$50,000	\$0	\$0	\$0	\$0	\$0	\$0	\$50,000
M35	100,000	0	0	0	0	0	0	100,000
M36	186,000	0	0	0	0	0	0	186,000
	336,000	0	0	0	0	0	0	336,000
M37	0	0	0	0	0	500,000	0	500,000
	0	0	0	0	0	500,000	0	500,000
	\$336,000	\$0	\$0	\$0	\$0	\$500,000	\$0	\$836,000
	\$1,495,600	\$0	\$0	\$944,700	\$264,300	\$3,354,000	\$34,700	\$6,093,300
M38	\$29,000	\$0	\$0	\$0	\$0	\$0	\$0	\$29,000
M39	2,105,000	0	0	0	0	0	0	2,105,000

NATURAL RESOURCES

Wildlife Resources		
<i>M40</i>	Fleet expansion, seven vehicles	Provide appropriate vehicles for seven full-time wildlife employees
<i>M41</i>	Integrated data base	Integrated data base for implementing a customer based licensing system-Point of Sale System
<i>M42</i>	Habitat Council lapsing funds	Provides that FY 1997 funds collected are nonlapsing for habitat projects
<i>M43</i>	Law enforcement back pay retirement funding	Provide payment to the State Retirement System for the 171 hour FLSA-mandated difference
Total FY 1998 Supplementals		

CAPITAL BUDGET SUPPLEMENTAL APPROPRIATIONS - FY 1998

Natural Resources		
Parks and Recreation		
<i>M44</i>	Monte Cristo Trailhead Acquisition	Purchase several acres of property that are currently leased for snowmobile access
Total FY 1998 Capital Budget Adjustments (Supplemental Appropriations)		

Ongoing, One-Time, and Supplemental Appropriations - Natural Resources

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>M40</i>	0	0	0	0	0	145,000	0	145,000
<i>M41</i>	0	0	0	0	0	110,000	0	110,000
<i>M42</i>	0	0	0	0	0	392,000	0	392,000
<i>M43</i>	0	0	0	0	0	250,000	0	250,000
	\$2,134,000	\$0	\$0	\$0	\$0	\$897,000	\$0	\$3,031,000

<i>M44</i>	\$0	\$0	\$0	\$0	\$0	\$150,000	\$0	\$150,000
	\$0	\$0	\$0	\$0	\$0	\$150,000	\$0	\$150,000

PUBLIC EDUCATION

Mission: *Assure Utah the best educated citizenry in the world and each individual the training to succeed in a global society by providing students with learning and occupational skills, character development, literacy, and basic knowledge through a responsive, statewide system that guarantees local school communities autonomy, flexibility, and client choice while holding them accountable for results*

PROGRAMS

- ◆ **Utah State Office of Education** provides administrative support for the State Board of Education and the State Board for Vocational Education and distributes state and federal funding to local school districts.
- ◆ **School Food Services** manages child nutrition programs in the public schools and provides free and reduced-price meals to eligible children.
- ◆ **Utah State Office of Rehabilitation** helps eligible individuals secure and maintain employment.
- ◆ **Educational Contracts** provides contractual services through local education agencies at the Utah State Hospital, American Fork Developmental Center, and the Utah State Department of Corrections.
- ◆ **Science and Arts** supports science and art programs presented by Hansen Planetarium, Utah Symphony, Ballet West, Utah Opera, and Modern Dance.
- ◆ **Utah System of Applied Technology** operates applied technology centers and applied technology service regions and provides open-entrance/open-exit technological training for secondary and non-degree adult students.

- ◆ **Utah Schools for the Deaf and the Blind** serves the educational needs of sensory-impaired school children with specialized instruction, resource materials, and support services.

SELECTED DEPARTMENT GOALS

- ◆ Provide sufficient funds to allow school districts and other public education institutions to meet the growth needs and demands of existing programs.
- ◆ Support the efforts of local school districts to improve the quality of educational services to middle and junior high school students.
- ◆ Furnish the resources needed by schools to enable them to achieve their reading and literacy goals.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 19-26, 65-72, 81-93, and 96-99.*

BUDGET EFFICIENCIES

- ◆ Generally recognized as the nation's most efficient public education system as a result of above-average achievement on nationally-normed tests on a state-wide basis, accomplished with

the lowest per pupil expenditure in the nation.

- ◆ Provided low-cost applied technology education to meet the needs of business and industry through cooperative efforts of Public and Higher Education.
- ◆ Continued to meet the needs of handicapped students, and students at risk of failure, through a variety of programs and inter-agency cooperation.
- ◆ Supported accelerated movement of secondary students into Higher Education through the Concurrent Enrollment, Advanced Placement, and Centennial Scholarship programs.

appropriation of \$13.6 million for middle school class size reduction which will reduce average class size by about three students, and increased funding for comprehensive guidance, youth in custody, and staff development to meet middle school needs.

- ◆ Fund the governor's initiative for Schools for the 21st Century with an initial appropriation of \$4.5 million.
- ◆ Provide significant increases for the Utah Education Network, along with an ongoing appropriation of \$3.6 million and a one-time appropriation of \$7.5 million for Technology 2000. A \$500,000 appropriation is provided for computer modernization through the Computers for Schools program.

FY 1999 PROPOSED LEGISLATIVE INTENT

Minimum School Program

One-time funds appropriated for capital outlay will be distributed according to a formula that takes into consideration number and percent increase in enrollment over a four-year period, along with a district's ability to pay.

- ◆ Establish ongoing funding support, as well as one-time appropriations, for instructional equipment for the Utah System of Applied Technology.
- ◆ Support solutions to student safety and other transportation problems through a one-time appropriation. Also support the special transportation levy guarantee.
- ◆ Fund reimbursement for teacher-purchased supplies in the amount of \$3.0 million.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Fund salary increase for teachers and other school personnel, along with ongoing support for school maintenance and operations with 4.0 percent increase in the value of the Weighted Pupil Unit.
- ◆ Provide increased emphasis on middle school education through an

- ◆ Provide one-time appropriations of \$10.0 million for textbooks and instructional materials, and \$3.0 million for library media resources.
- ◆ Support FY 1998 supplemental appropriations to meet the current needs of youth in custody, the extended year program, and concurrent enrollment.

PUBLIC EDUCATION
Operating Budget

Governor Leavitt's Recommendations

	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$80,000	\$180,000	\$180,000	\$0	\$0	\$0	(100.0%)
School Funds	1,421,430,700	1,428,372,500	1,431,198,300	1,424,974,200	126,104,800	1,551,079,000	8.4
Federal Funds	183,241,600	191,393,800	191,393,800	195,131,700	476,300	195,608,000	2.2
Dedicated Credits	20,550,900	19,781,000	19,781,000	21,128,800	190,200	21,319,000	7.8
Mineral Lease	708,500	686,700	743,000	765,000	0	765,000	3.0
Restricted and Trust Funds	573,400	483,700	483,700	553,700	0	553,700	14.5
Transfers	1,154,300	2,711,600	2,711,600	2,594,600	24,900	2,619,500	(3.4)
Other Funds	107,100	110,000	110,000	110,000	0	110,000	0.0
Beginning Balances	16,756,100	25,596,600	25,596,600	19,850,000	0	19,850,000	(22.5)
Closing Balances	(25,596,500)	(19,850,000)	(19,850,000)	(19,850,000)	0	(19,850,000)	0.0
Lapsing Funds	(15,300)	0	0	0	0	0	--
Local Property Tax	252,258,900	271,352,500	271,352,500	271,352,500	20,097,200	291,449,700	7.4
Total Plan of Financing	\$1,871,249,700	\$1,920,818,400	\$1,923,700,500	\$1,916,610,500	\$146,893,400	\$2,063,503,900	7.3%
Programs							
Utah State Office of Education	\$100,403,300	\$102,695,200	\$102,751,500	\$99,050,100	\$100,000 <i>a</i>	99,150,100	(3.5%)
Utah State Office of Rehabilitation	37,464,600	40,043,600	40,043,600	40,288,800	931,200 <i>b</i>	41,220,000	2.9
Schools for the Deaf and the Blind	14,663,200	16,491,600	16,491,600	15,286,000	615,800 <i>c</i>	15,901,800	(3.6)
Utah System of Applied Technology	34,118,600	31,025,700	31,025,700	30,265,600	5,101,500 <i>d</i>	35,367,100	14.0
Science and the Arts	2,056,700	2,119,500	2,119,500	2,119,500	0	2,119,500	0.0
Educational Contracts	4,018,500	4,141,000	4,141,000	4,141,000	250,000 <i>e</i>	4,391,000	6.0
Nutrition Programs	90,136,200	96,698,100	96,698,100	100,607,000	0	100,607,000	4.0
Minimum School Program	1,588,388,600	1,618,853,700	1,621,679,500	1,615,753,700	134,544,600 <i>f</i>	1,750,298,300	7.9
Utah Education Network	0	8,750,000	8,750,000	8,750,000	2,835,100 <i>g</i>	11,585,100	32.4
Personal Services Adjustments	0	0	0	348,800	43,500 <i>h</i>	392,300	--
Compensation Package	0	0	0	0	2,471,700 <i>i</i>	2,471,700	--
Total Budget	\$1,871,249,700	\$1,920,818,400	\$1,923,700,500	\$1,916,610,500	\$146,893,400	\$2,063,503,900	7.3%
Positions	1,360.4	1,374.7	1,374.7	1,364.2	40.9	1,405.2	

a See N1

b See N2 through N6

c See N12 through N15

d See N7 through N11, N45, and N46

e See N18

f See N19 through N42; N47 through N55

g See N16 and N17

h See N43

i See N44

In addition to the amounts listed in the Authorized FY 1998 column, Governor Leavitt recommends supplemental appropriations of \$1,000,000 Uniform School Fund (see N56) for youth in custody, \$375,000 Uniform School Fund (see N57) for extended year programs, and \$1,450,800 Uniform School Fund (see N58) for concurrent enrollment.

PUBLIC EDUCATION
Capital Budget

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations			
			Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999
Plan of Financing						
School Funds	\$26,358,000	\$26,358,000	\$26,358,000	\$26,358,000	\$5,000,000	\$31,358,000
Total Plan of Financing	\$26,358,000	\$26,358,000	\$26,358,000	\$26,358,000	\$5,000,000	\$31,358,000
Projects						
Capital Equalization	\$26,358,000	\$26,358,000	\$26,358,000	\$26,358,000	\$5,000,000 ^a	\$31,358,000
Total Budget	\$26,358,000	\$26,358,000	\$26,358,000	\$26,358,000	\$5,000,000	\$31,358,000

^a See N59

MINIMUM SCHOOL PROGRAM FY 1999

	APPROPRIATION HB 2		GOVERNOR RECOMMENDS		CHANGE	
	FY 1998	\$ Amount @	FY 1999	\$ Amount @	\$ Amount	Percent
	WPU's	1,791	WPU's	1,863		
Plan of Financing						
Local Revenue						
Local Property Tax - Basic Levy - 0.001950		\$171,589,730		\$175,959,630	\$4,369,900	2.5%
Local Property Tax - Voted Leeway		74,735,114		86,439,189	11,704,075	15.7%
Local Property Tax - Board Leeway		25,027,650		29,050,921	4,023,271	16.1%
Total Local Contribution		271,352,494		291,449,740	20,097,246	7.4%
State Revenue						
A. Uniform School Fund		1,344,401,192		1,432,448,570	88,047,378	6.5%
Total State Revenue		1,344,401,192		1,432,448,570 <i>a</i>	88,047,378	6.5%
Total Revenue		\$1,615,753,686		\$1,723,898,310 <i>a</i>	\$108,144,624	6.7%
Programs						
A. Regular Basic School Programs						
1. Kindergarten	19,379	\$34,707,789	19,443	\$36,222,309	\$1,514,520	4.4%
2. Grades 1-12	430,342	770,742,522	430,531	802,079,253	31,336,731	4.1%
3. Necessarily Existent Small Rural Schools	5,494	9,839,754	5,494	10,235,322	395,568	4.0%
4. Professional Staff	41,610	74,523,510	41,635	77,566,005	3,042,495	4.1%
5. Administrative Costs	1,655	2,964,105	1,655	3,083,265	119,160	4.0%
Total Regular Basic School Programs	498,480	892,777,680	498,758	929,186,154	36,408,474	4.1%
B. Restricted Basic School Programs						
1. Special Education - Regular Program						
(a) Special Education Add-On WPU's	52,668	94,328,388	52,532	97,867,116	3,538,728	3.8%
(b) Self-Contained Regular WPU's	11,735	21,017,385	11,868	22,110,084	1,092,699	5.2%
2. Special Education Pre-School	4,338	7,769,358	4,609	8,586,567	817,209	10.5%
3. Extended Year Program for Severely Disabled	239	428,049	238	443,394	15,345	3.6%
4. Special Education - State Programs	1,361	2,437,551	1,358	2,529,954	92,403	3.8%
5. Applied Technology Education - District	19,619	35,137,629	19,578	36,473,814	1,336,185	3.8%
6. Applied Technology - District Set Aside	997	1,785,627	1,265	2,356,695	571,068	32.0%
7. Accelerated Learning Programs	3,330	5,964,030	4,287	7,986,681	2,022,651	33.9%
8. Adult Education Programs	3,434	6,150,294	3,427	6,384,501	234,207	3.8%
9. Youth At Risk Programs	8,747	15,665,877	9,775	18,210,825	2,544,948	16.2%
10. Career Ladders	24,445	43,780,995	24,394	45,446,022	1,665,027	3.8%
11. Class Size Reduction	25,858	46,311,678	25,804	48,072,852	1,761,174	3.8%
Total Restricted Basic School Programs	156,771	280,776,861	159,135	296,468,505	15,691,644	5.6%
C. Unrestricted Basic School Programs						
1. Local Program	11,640	20,847,240	11,616	21,640,608	793,368	3.8%
Total Local Program	11,640	20,847,240	11,616	21,640,608	793,368	3.8%
Total Basic School Program WPU's	666,891	1,194,401,781	669,509	1,247,295,267	52,893,486	4.4%

D. Related to Basic Program

1. Social Security and Retirement	229,443,217	239,616,600	10,173,383	4.4%
2. Pupil Transportation to and from School	47,348,900	49,148,900	1,800,000	3.8%
3. Contingency Fund	623,000	646,700	23,700	3.8%
4. Incentives for Excellence	619,800	643,400	23,600	3.8%
5. Regional Service Centers	799,500	1,079,900	280,400	35.1%
6. Inservice Education	1,001,230	2,039,293	1,038,063	103.7%
7. Comprehensive Guidance	4,936,150	6,923,805	1,987,655	40.3%
8. Technology 2000	6,419,162	10,005,682	3,586,520	55.9%
9. Highly Impacted Schools	4,975,000	5,650,000	675,000	13.6%
10. FACT At-Risk Program	1,260,613	1,308,537	47,924	3.8%
11. Alternative Language Services	2,350,000	3,439,339	1,089,339	46.4%
12. Character Education	550,000	548,845	(1,155)	(.2%)
13. School Nurse Program	350,000	349,265	(735)	(.2%)
14. Sign Language Education	100,000	100,000	0	.0%
15. Centennial Schools Program	2,649,000	1,143,437	(1,505,563)	-
16. Middle School Class Size Reduction		13,600,000	13,600,000	-
17. Twenty-First Century Schools		4,500,000	4,500,000	-
18. Transportation Levy Guarantee		1,508,000	1,508,000	-
19. Work-based Learning		500,000	500,000	-
20. Truancy Intervention and Prevention		300,000	300,000	-
Total Related to Basic Program	303,425,572	343,051,703	39,626,131	13.1%

E. Special Purpose Programs

1. Experimental - Developmental Programs	5,306,900	6,258,700	951,800	17.9%
Total Special Purpose Programs	5,306,900	6,258,700	951,800	17.9%

F. Board and Voted Leeway Programs

1. Voted Leeway Program	82,171,518	93,764,109	11,592,591	14.1%
2. Board Leeway Program	30,447,915	33,528,531	3,080,616	10.1%
Total Board and Voted Leeway Programs	112,619,433	127,292,640	14,673,207	13.0%

Total Minimum School Program	\$1,615,753,686	\$1,723,898,310 <i>a</i>	\$108,144,624	6.7%
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School Building Aid Program**Plan of Financing**

Uniform School Fund	\$26,358,000	\$26,358,000	\$0	.0%
Total Building Aid Revenue	\$26,358,000	\$26,358,000 <i>b</i>	\$0	.0%

Programs

Capital Outlay Program	\$26,358,000	\$26,358,000	\$0	.0%
Total School Building Aid Programs	\$26,358,000	\$26,358,000 <i>b</i>	\$0	.0%

a Does not include \$26,400,000 in one-time appropriations

b Does not include \$5,000,000 in one-time appropriations

PUBLIC EDUCATION

ONGOING APPROPRIATIONS

Utah State Office of Education

N1 Kindergarten preassessment Implement the kindergarten assessment requirement of HB 67

Utah State Office of Rehabilitation

N2 Maintenance and operations for DSBVI bldg. Maintenance and operations costs of building for blind and vis. hand. and Utah State Library

N3 Expansion for deaf and hard-of-hearing services Provide for increased need of services to community center for deaf and hard-of-hearing

N4 Programs and service for independent living Meet the independent living services needs of an additional 200 individuals

N5 Services for blind and visually handicapped Extend service for blind and visually handicapped to Southern Utah

N6 Expansion of vocational rehabilitation services Increase quality and quantity of caseload services, and reduce backlog

Utah System of Applied Technology

N7 Davis ATC medical technologies center Maintenance and operations costs of Davis ATC facility

N8 ATC/ATCSR enrollment growth Program enhancement related to increased ATE enrollment and participation

N9 Leased facilities Funding for leased facilities, particularly for Wasatch Front ATCSR

N10 ATC/ATCSR equipment fund Ongoing fund for equipment acquisition and replacement

N11 Custom Fit Training expansion Expansion of critical industries fund for new and expanding companies

Utah Schools for the Deaf and the Blind

N12 Equity salary adjustment Step and lane increases to maintain salary schedules comparable with local school districts

N13 Extension of year round services Increase achievement and retention through expanded year round services

N14 Statewide orientation and mobility resource Coordinate statewide mobility orientation and training for students with disabilities

N15 Technology support Technology support specialist for instructional hardware and software

EdNet/Utah Link

N16 Maintain and update EdNet network services Maintain and improve quality of products and services offered through EdNet

N17 Expand Utah Link capacity Accommodate increased demand for services and traffic interchange through the Internet

Education Contracts and Grants

N18 Corrections education and recidivism reduction Extend basic education in literacy, math, etc. which correlate with reduced recidivism

Minimum School Program

N19 Enrollment growth Adjust for changes in student enrollment

N20 Voted and board leeways Statutory support for voted and board leeway programs

N21 Weighted pupil unit Four percent increase in value of weighted pupil unit for compensation and other costs

N22 Middle school class size reduction Reduce class sizes and increase support services in the middle schools

N23 Schools for the 21st Century Establish the governor's Schools for the 21st Century program

N24 Centennial Schools (reduction) Transfer of surplus Centennial School funds to Schools for the 21st Century

N25 Comprehensive guidance Expand comprehensive guidance and planning in the middle schools

N26 Alternative language services Educational support for students whose primary language is not English

N27 Staff development state fund Provide inservice training in middle school education, primary reading, and core curriculum

N28 Youth in custody growth Educational services for youth in custody, as related to juvenile sentencing guidelines

N29 Extended year programs Implementation and research of model programs related to extended school year

N30 Reading specialists at regional service centers Provide a reading and literacy specialist at each of the four regional education service centers

N31 Technology 2000 Maintenance, upgrading, and technology support of instructional technology in the schools

Ongoing, One-Time, and Supplemental Appropriations - Public Education

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>N1</i>	\$0	\$100,000	\$0	\$0	\$0	\$0	\$0	\$100,000
<i>N2</i>	0	60,000	0	0	0	0	0	60,000
<i>N3</i>	0	188,200	0	0	0	0	0	188,200
<i>N4</i>	0	250,000	0	0	0	0	0	250,000
<i>N5</i>	0	133,000	0	0	0	0	0	133,000
<i>N6</i>	0	200,000	0	100,000	0	0	0	300,000
<i>N7</i>	0	200,000	0	0	0	0	0	200,000
<i>N8</i>	0	1,750,000	0	0	168,200	0	0	1,918,200
<i>N9</i>	0	483,300	0	0	0	0	0	483,300
<i>N10</i>	0	500,000	0	0	0	0	0	500,000
<i>N11</i>	0	500,000	0	0	0	0	0	500,000
<i>N12</i>	0	180,000	0	0	0	0	0	180,000
<i>N13</i>	0	299,500	0	0	0	0	0	299,500
<i>N14</i>	0	90,000	0	0	0	0	0	90,000
<i>N15</i>	0	46,300	0	0	0	0	0	46,300
<i>N16</i>	0	1,660,100	0	0	0	0	0	1,660,100
<i>N17</i>	0	1,175,000	0	0	0	0	0	1,175,000
<i>N18</i>	0	250,000	0	0	0	0	0	250,000
<i>N19</i>	0	(32,000)	0	0	0	0	0	(32,000)
<i>N20</i>	0	(1,054,100)	0	0	0	0	15,727,300	14,673,200
<i>N21</i>	0	60,031,100	0	0	0	0	0	60,031,100
<i>N22</i>	0	13,600,000	0	0	0	0	0	13,600,000
<i>N23</i>	0	4,500,000	0	0	0	0	0	4,500,000
<i>N24</i>	0	(1,500,000)	0	0	0	0	0	(1,500,000)
<i>N25</i>	0	1,800,000	0	0	0	0	0	1,800,000
<i>N26</i>	0	1,000,000	0	0	0	0	0	1,000,000
<i>N27</i>	0	1,000,000	0	0	0	0	0	1,000,000
<i>N28</i>	0	2,000,000	0	0	0	0	0	2,000,000
<i>N29</i>	0	750,000	0	0	0	0	0	750,000
<i>N30</i>	0	250,000	0	0	0	0	0	250,000
<i>N31</i>	0	3,600,000	0	0	0	0	0	3,600,000

PUBLIC EDUCATION

<i>N32</i>	District applied technology equipment	Support for local school district applied technology equipment
<i>N33</i>	At risk flow through	Assistance for students who are at risk in a wide variety of educational circumstances
<i>N34</i>	Concurrent enrollment	Support for increased student participation in concurrent enrollment programs
<i>N35</i>	Highly impacted schools	Restore funding to schools that were dropped from the Highly Impacted Schools program
<i>N36</i>	Transportation levy guarantee	State support for special transportation costs related to student activities and hazardous routes
<i>N37</i>	Work-based learning	Coordinate work-based learning experiences (apprenticeships, internships, job-shadowing)
<i>N38</i>	Truancy intervention and prevention	Reduce chronic absenteeism and related deviant behaviors
<i>N39</i>	Preschool special education	Special education and related services for preschool children with disabilities
<i>N40</i>	Gifted and talented	Enhance academic performance of high-ability students, particularly at middle schools
<i>N41</i>	MESA program	Expand the Math Engineering Science Achievement program
<i>N42</i>	Property Tax Adjustment	Adjustment for local property tax revenue on new growth

Subtotal FY 1999 Enhancements

Compensation and Personal Services

<i>N43</i>	Personal services adjustment	Increase in dental insurance
<i>N44</i>	Compensation package	Compensation package of 4.0 percent
	Subtotal Compensation Package	

Subtotal Ongoing Appropriations

ONE-TIME APPROPRIATIONS

Applied Technology Education

<i>N45</i>	Custom Fit Training	Appropriation to meet current needs of critical industry program
<i>N46</i>	ATC/ATCSR equipment	New and updated equipment for Applied Technology Centers and Service Regions

Minimum School Program

<i>N47</i>	Technology 2000 (ETI)	Expansion of technology and communications capability in the public schools
<i>N48</i>	Math and Science Equipment	Specialized equipment for mathematics and science instruction
<i>N49</i>	Special transportation - student safety	Extraordinary student transportation costs
<i>N50</i>	Textbooks and instructional materials	Support for new and updated textbooks and instructional supplies
<i>N51</i>	Teacher supplies and materials	Reimbursement for supplies and equipment purchased by teachers
<i>N52</i>	Library Media resources	Expansion of library and media acquisitions and services
<i>N53</i>	District applied technology equipment	New and updated equipment for applied technology education in the local school districts
<i>N54</i>	CSP start-up costs	Start-up costs for the CSP
<i>N55</i>	Computers for schools	Refurbishing of donated computer equipment at Utah Correctional Industries

Subtotal One-time Appropriations

Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)

Ongoing, One-Time, and Supplemental Appropriations - Public Education

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
N32	0	600,000	0	0	0	0	0	600,000
N33	0	300,000	0	0	0	0	0	300,000
N34	0	1,945,300	0	0	0	0	0	1,945,300
N35	0	475,000	0	0	0	0	0	475,000
N36	0	1,508,000	0	0	0	0	0	1,508,000
N37	0	500,000	0	0	0	0	0	500,000
N38	0	300,000	0	0	0	0	0	300,000
N39	0	622,000	0	0	0	0	0	622,000
N40	0	200,000	0	0	0	0	0	200,000
N41	0	22,000	0	0	0	0	0	22,000
N42	0	(4,369,900)	0	0	0	0	4,369,900	0
	\$0	\$96,112,800	\$0	\$100,000	\$168,200	\$0	\$20,097,200	\$116,478,200
N43	\$0	\$33,200	\$0	\$8,800	\$500	\$0	\$1,000	\$43,500
N44	0	2,058,800	0	367,500	21,500	0	23,900	2,471,700
	0	2,092,000	0	376,300	22,000	0	24,900	2,515,200
	\$0	\$98,204,800	\$0	\$476,300	\$190,200	\$0	\$20,122,100	\$118,993,400
N45	\$0	\$1,000,000	\$0	\$0	\$0	\$0	\$0	\$1,000,000
N46	0	500,000	0	0	0	0	0	500,000
N47	0	7,500,000	0	0	0	0	0	7,500,000
N48	0	400,000	0	0	0	0	0	400,000
N49	0	1,000,000	0	0	0	0	0	1,000,000
N50	0	10,000,000	0	0	0	0	0	10,000,000
N51	0	3,000,000	0	0	0	0	0	3,000,000
N52	0	3,000,000	0	0	0	0	0	3,000,000
N53	0	500,000	0	0	0	0	0	500,000
N54	0	500,000	0	0	0	0	0	500,000
N55	0	500,000	0	0	0	0	0	500,000
	\$0	\$27,900,000	\$0	\$0	\$0	\$0	\$0	\$27,900,000
	\$0	\$126,104,800	\$0	\$476,300	\$190,200	\$0	\$20,122,100	\$146,893,400

PUBLIC EDUCATION**SUPPLEMENTALS - FY 1998****Minimum School Program**

N56	Youth in custody	Additional youth in custody services required for the current year
N57	Extended year programs	Expansion of funding for extended year programs to meet current needs
N58	Concurrent enrollment	Funding to meet current levels of participation in concurrent enrollment programs

Total FY 1998 Supplementals

CAPITAL BUDGET ONE-TIME APPROPRIATIONS**Public Education**

N59	Capital outlay	Meet critical facility needs of high growth districts
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Total FY 1999 Capital Budget Adjustments (One-Time Appropriations)

Ongoing, One-Time, and Supplemental Appropriations - Public Education

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>N56</i>	\$0	\$1,000,000	\$0	\$0	\$0	\$0	\$0	\$1,000,000
<i>N57</i>	0	375,000	0	0	0	0	0	375,000
<i>N58</i>	0	1,450,800	0	0	0	0	0	1,450,800
	\$0	\$2,825,800	\$0	\$0	\$0	\$0	\$0	\$2,825,800
<i>N59</i>	\$0	\$5,000,000	\$0	\$0	\$0	\$0	\$0	\$5,000,000
	\$0	\$5,000,000	\$0	\$0	\$0	\$0	\$0	\$5,000,000

PUBLIC SAFETY

Mission: *Provide quality services, ensure a safe environment, and protect the rights of Utah's Citizens*

PROGRAMS

- ◆ **Commissioner's Office** provides oversight and policy direction for all departmental functions.
- ◆ **Comprehensive Emergency Management** prepares, implements, and maintains programs which plan for, respond to, recover from, and mitigate emergencies and disasters of all types that threaten the lives and property of the citizens of Utah or the environment of the state.
- ◆ **Utah Safety Council** provides public information and educational programs about automobile, industrial, and residential safety.
- ◆ **Police Officer Standards and Training (POST)** provides training for law enforcement personnel, and investigates and adjudicates allegations of peace officer misconduct.
- ◆ **Criminal Investigations and Technical Services Law Enforcement Services** provides communication support for public safety agencies; comprehensive forensic analysis of evidence from crime scenes; computerized criminal background information; and investigative support for white collar crime, narcotics, liquor enforcement, intelligence and medical fraud.
- ◆ **Driver License Division** examines and licenses Utah motorists and takes corrective action against substandard drivers.
- ◆ **Utah Highway Patrol (UHP)** facilitates traffic flow on state highways and protects life and property by helping prevent traffic accidents. In addition, UHP administers federal contracts for state safety projects.
- ◆ **Management Information** oversees department information processing systems and provides criminal justice information law enforcement agencies throughout the state.
- ◆ **Fire Marshal** enforces public building codes, conducts fire service training, coordinates prevention efforts, and investigates suspicious fires.
- ◆ **Liquor Law Enforcement** focuses almost exclusively on the enforcement of the state's liquor laws.

SELECTED DEPARTMENT GOALS

- ◆ Offer technical services, such as instant access to local, state, and federal databases, and statewide tele-communication services to the criminal justice community in a cost-effective manner.

- ◆ Improve quality of life through efficient protection of highways and assistance to local law enforcement officers.
- ◆ Support the criminal justice community with mobile communication, access to data bases, and improved forensic testing and criminal intelligence systems.
- ◆ Explore ways to find technological and operational solutions to increase productivity.
- ◆ Develop programs in conjunction with the Utah Highway Patrol and the Utah Safety Council to apprehend aggressive drivers and emphasize child restraint enforcement through the efforts of the “Drive Friendly” and “Buckle Up for Love” campaigns.
- ◆ Consolidate office space, video libraries and other resources of the Utah Safety Council and the Office of Highway Safety to reduce costs and increase efficiencies of both programs.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-72, 81-93, and 107-123.*

BUDGET EFFICIENCIES

- ◆ Consolidation of the Utah Division of Investigations with the Law Enforcement Technical Assistance program has lowered administrative support costs.
- ◆ Maintenance of mobile data terminals for highway patrol troopers continues to

reduce paper work and allows troopers more time to be on the highway protecting the public safety.

FY 1998 PROPOSED LEGISLATIVE INTENT

Criminal Investigations and Technical Services

Funds for increased computer costs to the Division of Information Technology Services are nonlapsing.

Driver License Division

Funds to replace the minicomputer licensing system with a HP-UNIX system are nonlapsing.

FY 1999 PROPOSED LEGISLATIVE INTENT

Commissioner's Office

All monies seized or forfeited to the state as a result of drug or narcotic-related activities through the state or federal court process are to be deposited in the General Fund - Drug Forfeiture Account.

Public Safety is authorized to expend amounts not to exceed \$500,000 from seizures awarded by state and federal courts to aid in enforcement efforts to combat drug trafficking. Funds disbursed to other governmental entities through existing contractual agreements shall be exempt from this intent statement.

Receipts above \$10,000 of reimbursable aircraft flight time are nonlapsing and are to be used only to replace or repair aircraft engines.

The Office of Highway Safety may transfer federal funds from this line item of appropriation to other items of appropriation when necessary.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Continue providing enhancements and upgrades for lap top technology in highway patrol vehicles.
- ◆ Purchase and install lap top computers in all highway patrol vehicles in District 7 (Wasatch and Summit Counties).
- ◆ Convert the current driver license system microcomputer to a more open operating system.
- ◆ Increase the training capabilities at the police academy and at the Utah Fire and Rescue Academy.
- ◆ Improve highway safety and enforcement on state highways by adding 15 additional highway patrol troopers.

PUBLIC SAFETY
Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$33,851,600	\$36,212,400	\$36,212,400	\$34,799,700	\$2,874,700	\$37,674,400	4.0%
Transportation Fund	5,495,500	5,495,500	5,495,500	5,495,500	0	5,495,500	0.0
Federal Funds	9,905,600	9,418,500	9,418,500	9,437,400	98,500	9,535,900	1.2
Dedicated Credits	3,140,100	2,870,600	2,870,600	3,062,600	15,400	3,078,000	7.2
Restricted and Trust Funds	16,077,200	16,889,400	18,039,400	16,763,100	1,596,800	18,359,900	1.8
Transfers	2,089,700	881,600	881,600	835,300	20,900	856,200	(2.9)
Beginning Balances	312,200	235,000	235,000	0	0	0	(100.0)
Closing Balances	(235,000)	0	0	0	0	0	--
Lapsing Funds	(523,600)	0	0	0	0	0	--
Total Plan of Financing	\$70,113,300	\$72,003,000	\$73,153,000	\$70,393,600	\$4,606,300	\$74,999,900	2.5%
Programs							
Commissioner's Office	\$2,068,000	\$2,586,000	\$2,586,000	\$2,487,200	\$0	\$2,487,200	(3.8%)
Emergency Management	8,480,300	7,880,200	7,880,200	7,764,300	0	7,764,300	(1.5)
Safety Council	140,600	138,200	138,200	138,200	0	138,200	0.0
Police Academy	1,909,800	1,967,200	1,967,200	1,927,800	225,100 <i>a</i>	2,152,900	9.4
Criminal Investigation Services	12,765,600	12,603,400	12,603,400	12,334,300	156,600 <i>b</i>	12,490,900	(0.9)
Driver License	12,117,300	12,905,500	13,205,500	12,888,500	100,000 <i>c</i>	12,988,500	(1.6)
Highway Patrol	28,057,300	29,871,400	29,871,400	28,296,200	1,365,500 <i>d</i>	29,661,700	(0.7)
Management Information	1,968,400	1,517,100	1,517,100	1,372,000	126,400 <i>e</i>	1,498,400	(1.2)
Fire Marshal	2,606,000	1,930,900	2,780,900	1,896,400	850,000 <i>f</i>	2,746,400	(1.2)
Liquor Law Enforcement	0	603,100	603,100	733,100	0	733,100	21.6
Personal Services Adjustments	0	0	0	555,600	64,700 <i>g</i>	620,300	--
Compensation Package	0	0	0	0	1,718,000 <i>h</i>	1,718,000	--
Total Budget	\$70,113,300	\$72,003,000	\$73,153,000	\$70,393,600	\$4,606,300	\$74,999,900	2.5%
Positions	1,008.0	1,051.0	1,051.0	1,053.0	15.0	1,068.0	

*a See O1 through O4; O16 through O18**b See O5 through O8**c See O19**d See O9 and O10**e See O11 and O12**f See O13**g See O14**h See O15*

PUBLIC SAFETY**ONGOING APPROPRIATIONS****Peace Officer Standards and Training**

<i>O1</i>	Management training course	Expand management training to law enforcement supervisors
<i>O2</i>	Dog training program	Expand the in-service training capabilities to accommodate growth demands
<i>O3</i>	Food service cost increase	Increased meal costs at the Calvin Rampton building cafeteria
<i>O4</i>	Emergency training vehicles	Addition of 13 vehicles for use at the emergency vehicle driver training course

Criminal Investigation and Tech Svcs

<i>O5</i>	Dispatch services	Contract with Tooele and Davis Counties for Highway Patrol dispatch services
<i>O6</i>	Dispatch ITS charge	Actual cost of the state's law enforcement radio network and replacement of logging recorders
<i>O7</i>	Building lease increase	Pay for increased building leases in the Criminal Investigations Bureau (CIB)
<i>O8</i>	ITS transaction costs	Increase in the statewide use of the criminal records information data base

Utah Highway Patrol

<i>O9</i>	Additional troopers	Fifteen additional troopers
<i>O10</i>	Continuation of MDCS-CDPD expansion	Purchase of lap top computers and software upgrades for highway patrol vehicles

Management Information Systems

<i>O11</i>	Technology infrastructure upgrades	Provide remote access capabilities for mobile users and telecommuting employees
<i>O12</i>	Contract programming	Provide computer access to the criminal justice systems without hiring additional staff

State Fire Marshal

<i>O13</i>	Firefighter safety training	Expand the training capabilities of the Utah Fire and Rescue Academy
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Compensation and Personal Services

<i>O14</i>	Personal services adjustment	Increase in dental insurance
<i>O15</i>	Compensation package	Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Peace Officer Standards and Training**

<i>O16</i>	Computer software	Convert the peace officer training and certification records program to a Windows environment
<i>O17</i>	Computer upgrades	Six additional computers with Pentium capabilities
<i>O18</i>	Media studio equipment	Provide video-taped coverage of basic and in-service training for use in the field

Driver License

<i>O19</i>	Mainframe computer	Replace minicomputer driver license system with an HP-UNIX system
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Subtotal One-time Appropriations**Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)****SUPPLEMENTALS - FY 1998****Driver License**

<i>O20</i>	Mainframe computer	Replace minicomputer driver license system with an HP-UNIX system
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State Fire Marshal

<i>O21</i>	Firefighter safety training	Expand the training capabilities at the Utah Fire and Rescue Academy
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Total FY 1998 Supplementals

Ongoing, One-Time, and Supplemental Appropriations - Public Safety

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
O1	\$0	\$0	\$0	\$0	\$0	\$10,000	\$0	\$10,000
O2	0	0	0	0	10,000	12,500	0	22,500
O3	0	0	0	0	0	7,000	0	7,000
O4	0	0	0	0	0	96,000	0	96,000
O5	74,200	0	0	0	0	0	0	74,200
O6	15,000	0	0	0	0	0	0	15,000
O7	17,400	0	0	0	0	0	0	17,400
O8	50,000	0	0	0	0	0	0	50,000
O9	1,000,500	0	0	0	0	0	0	1,000,500
O10	365,000	0	0	0	0	0	0	365,000
O11	56,400	0	0	0	0	0	0	56,400
O12	0	0	0	0	0	70,000	0	70,000
O13	0	0	0	0	0	850,000	0	850,000
O14	44,600	0	0	3,300	200	16,100	500	64,700
O15	1,251,600	0	0	95,200	5,200	345,600	20,400	1,718,000
	\$2,874,700	\$0	\$0	\$98,500	\$15,400	\$1,407,200	\$20,900	\$4,416,700
O16	\$0	\$0	\$0	\$0	\$0	\$35,500	\$0	\$35,500
O17	0	0	0	0	0	18,500	0	18,500
O18	0	0	0	0	0	35,600	0	35,600
O19	0	0	0	0	0	100,000	0	100,000
	\$0	\$0	\$0	\$0	\$0	\$189,600	\$0	\$189,600
	\$2,874,700	\$0	\$0	\$98,500	\$15,400	\$1,596,800	\$20,900	\$4,606,300
O20	\$0	\$0	\$0	\$0	\$0	\$300,000	\$0	\$300,000
O21	0	0	0	0	0	850,000	0	850,000
	\$0	\$0	\$0	\$0	\$0	\$1,150,000	\$0	\$1,150,000

TRANSPORTATION

Mission: *Provide a quality, economical transportation system that is safe, reliable, environmentally sensitive, and serves the public, commerce, and industry*

PROGRAMS	SELECTED DEPARTMENT GOALS
<ul style="list-style-type: none"> ◆ Support Services provides administrative, data processing, and maintenance support for the department. ◆ Engineering Services designs, plans, and engineers Utah highways. ◆ Construction Management oversees highway projects from design through completion. ◆ Region Management plans highway maintenance and rehabilitation, and performs laboratory work in close proximity to highway or construction sites. ◆ Maintenance Management provides litter control, highway striping, snow removal, and road and sign repair. ◆ Aeronautics conducts statewide aeronautical planning, provides navigational and weather assistance, coordinates air safety standards, certifies public airports, and assists with local airport construction projects. 	<ul style="list-style-type: none"> ◆ Maintain and improve state highway infrastructure. ◆ Strengthen planning, development, and performance of a multi-modal transportation system. ◆ Implement strategies to reduce congestion on state highways. ◆ Maximize both federal and state funds available for highway construction and maintenance. ◆ Reduce project costs by streamlining design and construction engineering. ◆ Limit additional appropriations by reducing administrative costs and reallocating cost savings to critical areas. ◆ Evaluate and implement innovative approaches to highway design and construction that will save both construction time and taxpayer money without compromising quality.

*A comprehensive list of goals and performance measurements can be found in the **Utah Tomorrow Strategic Plan, 1996 Annual Report**, pages 65-72 and 102-106.*

BUDGET EFFICIENCIES

- ◆ The Utah Department of Transportation (UDOT) continues to develop a preconstruction project management system which promotes cost efficiency by emphasizing accountability, tracking, and control of preconstruction planning and design.
- ◆ UDOT is accommodating increased demand for highway design, planning and maintenance by shifting personnel from low priority areas to high demand areas.
- ◆ The maintenance department is implementing a pavement preservation program which provides high levels of maintenance on increasing lane miles without a corresponding increase in funding.
- ◆ The department has absorbed significant market comparability adjustments in prior years through internal reductions and saving.

FY 1998 PROPOSED LEGISLATIVE INTENT

Construction Management

Funds appropriated from the Transportation Fund for Construction Management are nonlapsing.

FY 1999 PROPOSED LEGISLATIVE INTENT

Support Services

Funds appropriated from the Transportation Fund for computer-aided design hardware and software maintenance are nonlapsing.

Funds appropriated from the Transportation Fund for the construction management system are nonlapsing.

Maintenance Management

Any and all collections or cash income from the sale or salvage of land and buildings are to be lapsed to the Transportation Fund or the Corridor Preservation Fund, unless previously approved otherwise by the Transportation Commission.

Construction Management

Funds appropriated from the Transportation Fund for Construction Management are nonlapsing.

Funds in the Transportation Fund, not otherwise appropriated, may be used by the department for the construction, rehabilitation, and preservation of state highways in Utah.

The appropriation shall 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.

Private industry engaged in development of the state's natural resources are to be encouraged to participate in the construction of roadways leading to their facilities.

Funds for improvement or reconstruction of energy impacted roads that are not on the State Road System are nonlapsing.

Transportation funds for pedestrian safety projects are nonlapsing and are to be used to correct pedestrian hazards on state highways.

Local authorities are to 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 UCA Section 27-14-5.

Mineral Lease

Mineral Lease funds are nonlapsing and are to be used for improving or reconstructing roads that have been heavily impacted by mineral or energy development.

Sidewalk Construction

Local participation in the Sidewalk Construction Program is on a 75 percent state, 25 percent local match basis. 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.

MAJOR BUDGET RECOMMENDATIONS

- ◆ Reimbursement of risk management premiums are to be allocated to the Centennial Highway Trust Fund.
- ◆ Provide additional funds in the equipment purchases program for replacement of aging equipment.
- ◆ Provide ten months of operating costs for the new Traffic Operations Center scheduled to be completed in September of 1998.
- ◆ Fund five positions to help staff the Traffic Operations Center.
- ◆ Increase the ongoing General Fund appropriation to the Centennial Highway Trust Fund from \$78 million to \$85 million.

TRANSPORTATION

Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$1,584,700	\$1,088,900	\$1,088,900	\$1,088,900	\$0	\$1,088,900	0.0%
Transportation Fund	124,445,300	124,810,200	125,773,100	123,908,800	5,958,800	129,867,600	3.3
Federal Funds	19,119,800	18,747,500	18,747,500	18,816,800	545,400	19,362,200	3.3
Dedicated Credits	19,776,300	15,165,600	15,165,600	15,171,000	174,600	15,345,600	1.2
Restricted and Trust Funds	7,485,600	7,304,700	7,304,700	7,308,000	22,700	7,330,700	0.4
Transfers	0	(300)	(300)	0	(815,300)	(815,300)	--
Other Funds	0	166,000	166,000	166,000	0	166,000	0.0
Pass-through Funds	14,781,100	10,000,000	10,000,000	10,000,000	0	10,000,000	0.0
Beginning Balances	(1,376,400)	1,280,500	1,280,500	0	0	0	(100.0)
Closing Balances	(1,280,500)	0	0	0	0	0	--
Lapsing Funds	(4,033,300)	0	0	0	0	0	--
Total Plan of Financing	\$180,502,600	\$178,563,100	\$179,526,000	\$176,459,500	\$5,886,200	\$182,345,700	1.6%
Programs							
Support Services	\$18,461,700	\$22,067,200	\$22,067,200	\$19,905,700	\$514,800 <i>a</i>	\$20,420,500	(7.5%)
Engineering Services	21,923,000	21,710,800	22,502,200	22,034,600	125,000 <i>b</i>	22,159,600	(1.5)
Maintenance Management	64,096,300	66,921,900	66,921,900	66,321,900	290,000 <i>c</i>	66,611,900	(0.5)
Region Management	13,862,600	13,975,500	14,147,000	14,147,000	778,000 <i>d</i>	14,925,000	5.5
Equipment Management	18,631,900	17,053,200	17,053,200	16,802,400	928,600 <i>e</i>	17,731,000	4.0
Aeronautics	22,513,100	17,320,600	17,320,600	17,220,600	0	17,220,600	(0.6)
Construction - Management	21,014,000	19,513,900	19,513,900	19,513,900	0	19,513,900	0.0
Personal Services Adjustments	0	0	0	513,400	111,800 <i>f</i>	625,200	--
Compensation Package	0	0	0	0	3,138,000 <i>g</i>	3,138,000	--
Total Budget	\$180,502,600	\$178,563,100	\$179,526,000	\$176,459,500	\$5,886,200	\$182,345,700	1.6%
Positions	1,781.0	1,781.0	1,781.0	1,781.0	5.0	1,786.0	

a See P1, P2, and P9
b See P3 and P10
c See P11
d See P4, P5, and P12

e See P6
f See P7
g See P8

TRANSPORTATION

Capital Budget

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations			
			Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999
Plan of Financing						
General Fund	\$110,650,000	\$80,075,000	\$80,075,000	\$78,000,000	\$7,000,000	\$85,000,000
Transportation Fund	130,519,100	212,694,800	211,731,900	212,092,600	2,118,900	214,211,500
Federal Funds	125,599,700	126,243,900	126,243,900	162,946,900	0	162,946,900
Dedicated Credits	7,484,600	4,379,000	4,379,000	18,721,000	0	18,721,000
Mineral Lease	10,048,400	9,297,800	10,373,000	10,673,000	0	10,673,000
Restricted and Trust Funds	0	31,134,000	31,134,000	34,083,000	0	34,083,000
Transfers	0	(12,000,000)	(26,835,600)	0	(28,005,600)	(28,005,600)
Other Funds	14,398,800	0	0	0	0	0
Pass-through Funds	81,000	0	0	0	0	0
Beginning Balances	46,815,100	7,657,200	7,657,200	0	0	0
Closing Balances	(7,657,200)	0	0	0	0	0
Total Plan of Financing	\$437,939,500	\$459,481,700	\$444,758,400	\$516,516,500	(\$18,886,700)	\$497,629,800
Projects						
Construction	\$360,953,600	\$345,304,000	\$329,505,500	\$402,218,500	(\$21,005,600) ^a	\$381,212,900
Sidewalk Construction	519,000	1,730,600	1,730,600	500,000	0	500,000
B and C Road Account	64,142,500	99,958,500	99,958,500	103,125,000	0	103,125,000
Maintenance Sheds	2,277,200	3,177,300	3,177,300	0	2,118,900 ^b	2,118,900
Mineral Lease Programs	10,047,200	9,311,300	10,386,500	10,673,000	0	10,673,000
Total Budget	\$437,939,500	\$459,481,700	\$444,758,400	\$516,516,500	(\$18,886,700)	\$497,629,800

^a See P17 and P18

^b See P19 through P22

CENTENNIAL HIGHWAY TRUST FUND

	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Recommended FY 1999	Dollar Difference RFY98-FY99
Sources of Funding					
Beginning Balance	\$0	\$44,390,000	\$44,390,000	\$187,900,800	\$143,510,800
General Fund					
Ongoing Appropriations	75,000,000	78,000,000	78,000,000	85,000,000	7,000,000
One-time Appropriations	35,000,000	0	0	0	0
Transportation Fund					
5¢ Motor Fuel Tax	0	43,125,000	43,125,000	44,418,800 ^b	1,293,800
Diesel Taxed At Rack	0	7,500,000	7,500,000	7,725,000 ^c	225,000
1/2¢ UST Shift	720,000	4,312,500	4,312,500	4,441,900 ^d	129,400
1998 Supplemental - Dep't Efficiencies	0	0	7,000,000 ^a	0	(7,000,000)
Other					
Registration Fee Increase	0	16,500,000	15,134,000	16,583,000 ^e	1,449,000
Interest Earned	0	16,686,000	21,210,000 [*]	8,715,000 [*]	(12,495,000)
Federal Funds	0	50,000,000	31,261,000	67,964,000 ^f	36,703,000
Dedicated Credits (Tolls/Private/Other)	0	7,000,000	2,829,000	17,171,000 ^g	14,342,000
Other	0	0	0	190,000,000 [*]	190,000,000
Bonding					
General Obligation Bonds	0	200,000,000	340,000,000	0	(340,000,000)
Commercial Paper	0	250,000,000	260,000,000	0	(260,000,000)
Bond Premiums	0	0	11,083,900	0	(11,083,900)
TOTAL SOURCES OF FUNDING	\$110,720,000	\$717,513,500	\$865,845,400	\$629,919,500	(\$235,925,900)
Expenditures					
I-15 Project	\$49,227,000	\$608,127,000	\$592,373,000	\$475,953,000	(\$116,420,000)
Other Projects	17,103,000	81,893,000	71,134,000	130,523,000	59,389,000
Transportation - Department Efficiencies	0	(20,000,000)	(13,000,000) ^a	(20,000,000)	(7,000,000)
Bond Issuance/Other Costs	0	4,500,000	602,000	55,000 [*]	(547,000)
Bond Interest/Principal	0	17,269,000	26,835,600	38,455,600 [*]	11,620,000
TOTAL EXPENDITURES	\$66,330,000	\$691,789,000	\$677,944,600	\$624,986,600	(\$52,958,000)
Ending Balance	\$44,390,000	\$25,724,500	\$187,900,800	\$4,932,900	(\$182,967,900)

^a The Utah Department of Transportation will transfer \$7 million from efficiency savings to the Centennial Highway Trust Fund (CHTF).

The \$7 million transfer and \$13 million project savings represent the department's total efficiency efforts in FY 1998.

^b In FY 1999, each penny is estimated to generate \$11.85 million and is split with 25 percent going to the B and C Roads Account for local roads.

^c Changing the taxing point from the pumps to the rack (distributor level) is estimated to reduce tax evasion by \$10.3 million in FY 1999.

This is also split with 25 percent allocated to the B and C Roads Account.

^d 1/2¢ per gallon tax on motor fuels from the Underground Storage Tank program to the CHTF.

This is also split with 25 percent allocated to the B and C Roads Account.

^e Increased registration fees on vehicles under 12,000 pounds by \$10. Increased truck registration fees.

These revenues go directly to the CHTF and are not split with the B and C Roads Account.

^f Anticipated federal funding above what Utah normally receives annually.

^g Estimated revenue from toll road fees or other sources.

^{*} Estimated figures (these numbers will change according to bonding amounts, interest rates and cash flow needs).

This schedule shows sources of funding for the Centennial Highway Trust Fund.
The Expenditures section contains the Department of Transportation's best estimate of how the Centennial Highway Trust Fund will be used.

TRANSPORTATION**ONGOING APPROPRIATIONS****Support Services**

P1 CAD hardware and software maintenance Maintenance costs of new computer-aided design and drafting system

P2 Utah tramway safety committee Increased operating costs of the tramway board

Engineering Services

P3 Materials lab costs for QA program Increased costs associated with new procedures and testing criteria

Region Management

P4 Traffic operations center Staffing for the new traffic operations center

P5 Traffic operations center maintenance Ten months of operating and maintenance costs for the new traffic operations center

Equipment Management

P6 Equipment purchases Fund replacement of aging equipment

Compensation and Personal Services

P7 Personal services adjustment Increase in dental insurance

P8 Compensation package Compensation package of 4.0 percent

Subtotal Ongoing Appropriations**ONE-TIME APPROPRIATIONS****Support Services**

P9 Construction management system, phase II Continue development of a construction management system

Engineering Services

P10 Quality assurance equipment needs Meet requirements of federal highway mandates for laboratories

Maintenance Management

P11 UST mitigation transfer Transfer funds to Administrative Services for underground storage tank mitigation

Region Management

P12 Hand held GPS unit Purchase device that provides exact locations when field testing

Equipment Management

P13 800 megahertz system Connection of law enforcement/transportation communications to the 800 megahertz frequency

Subtotal One-Time Appropriations**Total FY 1999 Adjustments (Ongoing and One-Time Appropriations)****SUPPLEMENTALS - FY 1998****Engineering Services**

P14 Materials lab costs for QA program Increased costs associated with new procedures and testing criteria for quality assurance

P15 Reallocation of costs Transfer of funds from Construction for cost overages

Region Management

P16 Reallocation of costs Transfer of funds from Construction for cost overages

Total FY 1998 Supplementals

Ongoing, One-Time, and Supplemental Appropriations - Transportation

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>P1</i>	\$0	\$0	\$250,000	\$0	\$0	\$0	\$0	\$250,000
<i>P2</i>	0	0	0	0	14,800	0	0	14,800
<i>P3</i>	0	0	50,000	0	0	0	0	50,000
<i>P4</i>	0	0	417,000	0	0	0	0	417,000
<i>P5</i>	0	0	356,000	0	0	0	0	356,000
<i>P6</i>	0	0	928,600	0	0	0	0	928,600
<i>P7</i>	0	0	87,900	17,000	6,200	700	0	111,800
<i>P8</i>	0	0	2,434,000	528,400	153,600	22,000	0	3,138,000
	\$0	\$0	\$4,523,500	\$545,400	\$174,600	\$22,700	\$0	\$5,266,200
<i>P9</i>	\$0	\$0	\$250,000	\$0	\$0	\$0	\$0	\$250,000
<i>P10</i>	0	0	75,000	0	0	0	0	75,000
<i>P11</i>	0	0	290,000	0	0	0	0	290,000
<i>P12</i>	0	0	5,000	0	0	0	0	5,000
<i>P13</i>	0	0	815,300	0	0	0	(815,300)	0
	\$0	\$0	\$1,435,300	\$0	\$0	\$0	(\$815,300)	\$620,000
	\$0	\$0	\$5,958,800	\$545,400	\$174,600	\$22,700	(\$815,300)	\$5,886,200
<i>P14</i>	\$0	\$0	\$50,000	\$0	\$0	\$0	\$0	\$50,000
<i>P15</i>	0	0	741,400	0	0	0	0	741,400
<i>P16</i>	0	0	171,500	0	0	0	0	171,500
	\$0	\$0	\$962,900	\$0	\$0	\$0	\$0	\$962,900

TRANSPORTATION**CAPITAL BUDGET ONGOING APPROPRIATIONS****Construction**

<i>P17</i>	Centennial Highway Trust Fund	Enhance funding for critical transportation needs
<i>P18</i>	Debt obligation transfer	Debt service on general obligation bonds and commercial paper

Subtotal Capital Budget Ongoing Appropriations**CAPITAL BUDGET ONE-TIME APPROPRIATIONS****Maintenance Sheds**

<i>P19</i>	Santaquin station	Construction of a maintenance shed at Santaquin
<i>P20</i>	Bothwell station improvements	Improvements to maintenance station at Bothwell
<i>P21</i>	Junction station improvements	Improvements to Junction maintenance station
<i>P22</i>	Logan Summit salt storage building	Construction of a salt storage building at Logan Summit

Subtotal Capital Budget One-Time Appropriations**Total FY 1999 Capital Budget Adjustments (Ongoing and One-Time Appropriations)****CAPITAL BUDGET SUPPLEMENTAL APPROPRIATIONS - FY 1998****Construction**

<i>P23</i>	Reallocation of costs	Transfer of funds to Engineering Services for cost overages
<i>P24</i>	Reallocation of costs	Transfer of funds to Region Management for cost overages
<i>P25</i>	Offset for other supplementals	Offset for supplemental requests and transfer to Centennial Highway Trust Fund
<i>P26</i>	Debt obligation transfer	Transfer to pay for debt obligation on highway bonding
<i>P27</i>	Savings transfer to Centennial Fund	Transfer of risk management savings from Transportation Fund to Centennial Highway Trust Fund

Total FY 1998 Capital Budget Supplemental Appropriations

Ongoing, One-Time, and Supplemental Appropriations - Transportation

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>P17</i>	\$7,000,000	\$0	\$0	\$0	\$0	\$0	\$0	\$7,000,000
<i>P18</i>	0	0	0	0	0	0	(28,005,600)	(28,005,600)
	\$7,000,000	\$0	\$0	\$0	\$0	\$0	(\$28,005,600)	(\$21,005,600)
<i>P19</i>	\$0	\$0	\$1,439,900	\$0	\$0	\$0	\$0	\$1,439,900
<i>P20</i>	0	0	224,600	0	0	0	0	224,600
<i>P21</i>	0	0	300,400	0	0	0	0	300,400
<i>P22</i>	0	0	154,000	0	0	0	0	154,000
	\$0	\$0	\$2,118,900	\$0	\$0	\$0	\$0	\$2,118,900
	\$7,000,000	\$0	\$2,118,900	\$0	\$0	\$0	(\$28,005,600)	(\$18,886,700)
<i>P23</i>	\$0	\$0	(\$741,400)	0	\$0	\$0	\$0	(\$741,400)
<i>P24</i>	0	0	(171,500)	0	0	0	0	(171,500)
<i>P25</i>	0	0	(7,050,000)	0	0	0	0	(7,050,000)
<i>P26</i>	0	0	0	0	0	0	(14,835,600)	(14,835,600)
<i>P27</i>	0	0	7,000,000	0	0	0	0	7,000,000
	\$0	\$0	(\$962,900)	\$0	\$0	\$0	(\$14,835,600)	(\$15,798,500)

OTHER

Other includes programs that do not fall within the purview of a specific agency

PROGRAMS	FY 1999 PROPOSED LEGISLATIVE INTENT
<ul style="list-style-type: none"> ◆ Comprehensive Health Insurance Pool provides affordable health insurance coverage for high health risk individuals who are unable to obtain insurance through established programs. Individuals pay a monthly premium that is supplemented with state funds to cover all related health care costs. ◆ Indigent Defense Provisions allocates funds to be administered by the Utah Prosecution Council for legal services for indigent defendants. ◆ Army Reserve Relocation is the relocation of the Fort Douglas army reserve to a new location. The current site will be converted to student housing that will also be used by athletes during the 2002 Olympic Winter Games. ◆ 800 Megahertz is the connection of all law enforcement communications to the 800 megahertz frequency. This cooperative state and local effort will replace an outdated incompatible system with 240 clear, unused channels that accommodate both voice and data. ◆ Transfers to the General Fund is the transfer of mineral lease revenue, generated from federal lands in Utah, to the General Fund. ◆ Fiscal Note Reserve is the amount the governor has set aside for legislative fiscal notes. 	<p>Army Reserve Relocation</p> <p>Funds for Army Reserve Relocation are nonlapsing.</p> <p>800 Megahertz</p> <p>Funds for connecting communications to 800 megahertz are nonlapsing.</p> <hr/> <p style="text-align: center;">MAJOR BUDGET RECOMMENDATIONS</p> <hr/> <ul style="list-style-type: none"> ◆ Continue \$5.0 million in ongoing appropriations for the Comprehensive Health Insurance Pool. This addresses the health care needs of 1,500 uninsurable Utahns. ◆ Provide \$100,000 in FY 1998 to help relocate the Fort Douglas army reserve to its new location. ◆ Provide \$2.0 million in General Fund plus an \$815,300 transfer from the Utah Department of Transportation for law enforcement's and Transportation's 800 megahertz connections. ◆ Transfer an additional \$3,460,700 mineral lease revenue to the General Fund in FY 1998, and \$3,142,000 in FY 1999. ◆ Set aside \$2.0 million for the legislature to allocate to fiscal notes on legislation.

OTHER
Operating Budget

	Governor Leavitt's Recommendations						
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Base FY 1999	Adjust- ments	Total FY 1999	% Change RFY98-FY99
Plan of Financing							
General Fund	\$0	\$5,100,000	\$5,200,000	\$5,000,000	\$3,000,000	\$8,000,000	53.8%
School Funds	0	0	0	0	1,000,000	1,000,000	-
Mineral Lease	1,343,000	1,461,300	4,922,000	0	3,142,000	3,142,000	(36.2)
Restricted and Trust Funds	1,894,300	3,360,000	3,360,000	4,800,000	0	4,800,000	42.9
Transfers	(1,343,000)	(1,461,300)	(4,922,000)	0	(2,326,700)	(2,326,700)	(52.7)
Beginning Balances	4,544,000	2,866,400	2,866,400	4,725,400	0	4,725,400	64.9
Closing Balances	(2,866,400)	(4,725,400)	(4,725,400)	(4,488,400)	0	(4,488,400)	(5.0)
Total Plan of Financing	\$3,571,900	\$6,601,000	\$6,701,000	\$10,037,000	\$4,815,300	\$14,852,300	121.6%
Programs							
Comprehensive Health Ins. Pool	\$3,571,900	\$6,501,000	\$6,501,000	\$10,037,000	\$0	\$10,037,000	54.4%
Indigent Defense Provisions	0	100,000	100,000	0	0	0	(100.0)
Army Reserve Relocation	0	0	100,000	0	0	0	(100.0)
800 Megahertz	0	0	0	0	2,815,300 ^a	2,815,300	-
Fiscal Note Reserve	0	0	0	0	2,000,000 ^b	2,000,000	-
Total Budget	\$3,571,900	\$6,601,000	\$6,701,000	\$10,037,000	\$4,815,300	\$14,852,300	121.6%
Positions	0.0	0.0	0.0	0.0	0.0	0.0	

^a See Q1

^b See Q2

OTHER**ONE-TIME APPROPRIATIONS****Special Initiatives**

Q1 800 megahertz Connection of law enforcement/transportation communications to the 800 megahertz frequency

Fiscal Note Reserve

Q2 Reserve for legislation with fiscal impact Fund bills passed by the legislature with fiscal impact not otherwise recommended in this book

Total FY 1999 Adjustments (One-Time Appropriations)

SUPPLEMENTALS - FY 1998**Army Reserve Relocation**

Q3 Army relocation from Fort Douglas Student housing is to be constructed at Fort Douglas site and used for 2002 Olympics

Total FY 1998 Supplementals

One-Time and Supplemental Appropriations - Other

	General Fund	School Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
<i>Q1</i>	\$2,000,000	\$0	\$0	\$0	\$0	\$0	\$815,300	\$2,815,300
<i>Q2</i>	1,000,000	1,000,000	0	0	0	0	0	2,000,000
	\$3,000,000	\$1,000,000	\$0	\$0	\$0	\$0	\$815,300	\$4,815,300
<i>Q3</i>	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0	\$100,000
	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0	\$100,000

■ INTERNAL SERVICE AND ENTERPRISE FUNDS

Internal service and enterprise funds are managed much like private sector businesses and use balance sheets, income statements, and statements of cash flow to account for their activities.

INTERNAL SERVICE FUNDS

Internal Service Funds (ISFs) are maintained to account for the operation of state agencies which provide goods or services to other state agencies and other governmental units on a cost-reimbursement basis. ISFs are not designed to generate a profit and retained earnings are limited. ISFs are also subject to the same administrative statutes as state government agencies.

ENTERPRISE FUNDS

Enterprise Funds are maintained to account for the operations of state agencies that provide goods and services to the general public and private organizations. These agencies finance their operations through user charges and are allowed to generate a profit. Enterprise funds may be exempted from administrative statutes.

RECOMMENDATIONS

The following ISF tables show estimated total revenue collected from user agencies, recommended capital acquisitions, and recommended staffing levels. Funding for ISF services is included in individual agency budgets. The level of service provided by an ISF depends on the needs of state agencies.

The Enterprise Fund table shows a three-year summary of operational revenue and expenditures for the five largest enterprise funds. This table is shown for informational rather than recommendation purposes.

In compliance with Senate Bill 57, *State Motor Vehicle Fleet Operations Amendments*, passed in the 1997 General Session and Senate Bill 266, *Division of Fleet Operations*, passed in the 1996 General Session, the Division of Fleet Operations is starting the transition to a centralized fleet. This transition will create a large capital acquisition request for the first few years until the fleet is at the most efficient level. ■

INTERNAL SERVICE FUNDS**Total Revenue**

	Governor Leavitt's Recommendations			
	Actual FY 1997	Authorized FY 1998	Estimated FY 1998	Estimated FY 1999
Administrative Services				
General Services - Administration	\$635,300	\$647,100	\$253,500 <i>c</i>	\$260,700
General Services - Mail	6,151,500	5,948,200	6,405,500 <i>c</i>	6,530,000
General Services - Stores	3,872,200	3,536,300	1,493,900 <i>c</i>	298,500 <i>f</i>
General Services - Publishing	3,703,000	4,194,200	4,309,700 <i>c</i>	5,017,700
Fleet Operations - Administration	0	0	609,900 <i>c</i>	713,900
Fleet Operations - Surplus	924,800	1,148,700	960,000 <i>c</i>	1,169,000
Fleet Operations - Motor Pool	8,274,000	9,292,600	9,275,700 <i>c</i>	11,350,000 <i>g</i>
Fleet Operations - Fuel Dispensing	622,900 <i>a</i>	651,800 <i>a</i>	650,300 <i>a,c</i>	819,300 <i>a,g</i>
Information Technology Services	51,620,500	50,301,400	50,688,900	52,532,500
Risk Management	11,490,800 <i>b</i>	21,183,200	20,937,400	20,816,800
Workers' Compensation	5,111,300	5,429,000	5,359,300	5,683,200
Facilities Management	12,885,800	14,756,400	14,730,800	16,310,500 <i>h</i>
Debt Collection	0	0	509,500 <i>d</i>	1,742,300 <i>i</i>
Board of Education - General Svcs	1,104,700	1,159,300	1,098,800	1,084,000
Natural Resources				
Central Data Processing	642,200	1,111,300	1,111,300	710,500 <i>j</i>
Motor Pool	1,632,300	2,306,200	2,441,200	2,902,000
Warehouse	679,900	716,700	716,700	750,000
Agriculture - Data Processing	202,600	192,600	192,600	221,300
Corrections - Data Processing	902,500	727,200	1,234,600 <i>e</i>	1,234,600
Human Services				
General Services	1,827,000	1,861,300	1,833,300	1,855,500
Electronic Data Processing	2,190,200	2,626,300	2,747,800	2,923,200
Field Facilities	362,800	662,600	501,400	0 <i>k</i>
TOTAL	\$114,836,300	\$128,452,400	\$128,062,100	\$134,925,500

a Reflects gross profit on sales.

b Shown net of \$10 million of one-time rebates and actuarial adjustments.

c Revenues adjusted to reflect a net decrease of six positions mostly attributed to privatization of the stores function.

d Reflects one-half year of operations for the new program.

e Reflects a rate increase to cover the wide area network increase assessed by Administrative Services and data processing current expense for new computers.

f Revenues adjusted to reflect privatization of the stores function.

g Reflects the transition to a consolidated statewide fleet.

h Estimates include recovery for two new facilities coming online and three roofing and paving positions.

i Reflects a full year of operation.

j Program being partially incorporated into appropriated budget.

k Discontinued as an internal service fund for FY 1999.

INTERNAL SERVICE FUNDS

Capital Acquisitions

	Actual FY 1997	Authorized FY 1998	Governor Leavitt's Recommendations	
			Recommended FY 1998	Recommended FY 1999
Administrative Services				
General Services - Administration	\$6,300	\$52,500	\$52,500	\$0
General Services - Mail	17,900	12,000	12,000	551,400 <i>b</i>
General Services - Stores	0	0	0	50,000
General Services - Publishing	1,279,000	1,899,500	1,899,500	2,400,000
Fleet Operations - Administration	0	0	1,000,000 <i>a</i>	0
Fleet Operations - Surplus	23,900	28,000	28,000	121,300 <i>c</i>
Fleet Operations - Motor Pool	8,042,700	13,239,600	12,239,600 <i>a</i>	48,500,000 <i>d</i>
Fleet Operations - Fuel Dispensing	217,100	780,500	780,500	891,500
Information Technology Services	10,218,700	7,352,200	7,352,200	8,053,200
Risk Management	10,000	0	0	180,000
Facilities Management	67,800	192,000	192,000	71,300
Board of Education - General Svcs	0	12,000	12,000	12,500
Natural Resources				
Central Data Processing	0	450,000	450,000	50,000
Motor Pool	2,633,300	4,582,500	4,582,500	0 <i>e</i>
Warehouse	49,200	300,000	300,000	0
Agriculture - Data Processing	0	12,200	12,200	73,800
Corrections - Data Processing	48,300	150,000	150,000	550,000 <i>f</i>
Human Services				
General Services	0	45,000	45,000	45,000
TOTAL	\$22,614,200	\$29,108,000	\$29,108,000	\$61,550,000

a Management Information System for \$1 million shifted from Motor Pool, where authorized, to Administration.

b Request includes various equipment items which are expected to produce labor savings of approximately \$86,000 per year.

c The cost of a new \$1.2 million facility (shared between the federal and state program) due to displacement for I-15 reconstruction is recommended as a lease revenue bond paid with future revenues.

d Increased due to managing a larger fleet resulting from consolidating the decentralized motor pools of other agencies.

e Motor vehicle purchases included in Administrative Services' Motor Pool acquisition recommendation, as required by law.

f Includes hardware for telecommuters, a redundant environment for mission-critical databases, and other miscellaneous purchases.

INTERNAL SERVICE FUNDS

Positions

	<u>Governor Leavitt's Recommendations</u>			
	Actual FY 1997	Authorized FY 1998	Recommended FY 1998	Recommended FY 1999
Administrative Services				
General Services - Administration	6.85	6.85	2.50 <i>b</i>	2.75 <i>e</i>
General Services - Mail	28.25	30.00	30.00 <i>b</i>	32.25 <i>e</i>
General Services - Stores	13.00	13.00	7.50 <i>b</i>	4.25 <i>e</i>
General Services - Publishing	15.85	17.85	18.00 <i>b</i>	19.75 <i>e</i>
Fleet Operations - Administration	0.00	0.00	7.80 <i>b</i>	7.80
Fleet Operations - Surplus	15.40	15.00	14.80 <i>b</i>	14.80
Fleet Operations - Motor Pool	16.70	21.70	16.35 <i>b</i>	18.35 <i>f</i>
Fleet Operations - Fuel Dispensing	4.75	5.60	7.05 <i>b</i>	7.05
Information Technology Services	234.00	234.00	237.00 <i>c</i>	237.00
Risk Management	20.50	20.50	20.50	21.50
Workers' Compensation	2.00	2.00	2.00	2.00
Facilities Management	105.50 <i>a</i>	110.50 <i>a</i>	114.50 <i>a</i>	119.50 <i>a,g</i>
Debt Collection	0.00	0.00	0.50 <i>d</i>	1.00
Board of Education - General Svcs	9.75	9.75	9.75	9.75
Natural Resources				
Central Data Processing	5.00	8.00	8.00	4.00 <i>h</i>
Motor Pool	4.00	4.00	4.00	4.00
Warehouse	2.00	2.00	2.00	2.00
Agriculture - Data Processing	3.00	3.00	3.00	3.00
Corrections - Data Processing	4.50	10.00	5.50	5.50
Human Services				
General Services	5.00	5.00	5.00	5.00
Electronic Data Processing	40.00	40.00	40.00	40.00
TOTAL	536.05	558.75	555.75	561.25

a DFCM has authority to increase positions as agencies transfer their maintenance functions from their operating budgets.

b Shifted positions between General Services and Fleet Operations programs and privatized the stores function with a net decrease of six positions.

c Transferred three positions from the Department of Workforce Services.

d Transferred one-half of a position from the appropriated budget.

e Shifted positions between General Services programs to reflect increased demand of services for mail and publishing and a further decrease in positions for the privatized stores function, with a net increase of only one position.

f Increased two positions due to other agencies' fleets being consolidated into the central motor pool.

g Includes two positions to service the new State Library building and three positions for the roofing and paving program.

h Transferred four positions to the appropriated budget.

ENTERPRISE FUND OPERATIONS

	REVENUE				EXPENDITURES				Revenue Less Expenditures
	Sale of Services	Interest Income	Other Sources	Total Revenue	Admin. Costs	Amortization/Depreciation	Interest Expense	Total Expenditures	
Agriculture Loan Programs									
Actual FY 1997	\$0	\$1,072,600	\$0	\$1,072,600	\$266,500	\$1,300	\$0	\$267,800	\$804,800
Projected FY 1998	0	1,092,000	0	1,092,000	312,800	1,300	0	314,100	777,900
Projected FY 1999	0	1,114,100	0	1,114,100	314,100	0	0	314,100	800,000
Alcoholic Beverage Control <i>b</i>									
Actual FY 1997	35,584,800 <i>a</i>	0	787,200	36,372,000	11,238,500	821,600	0	12,060,100	24,311,900
Projected FY 1998	37,800,000 <i>a</i>	0	790,000	38,590,000	12,256,200	833,800	0	13,090,000	25,500,000
Projected FY 1999	39,200,000 <i>a</i>	0	800,000	40,000,000	12,657,700	842,300	0	13,500,000	26,500,000
Correctional Industries									
Actual FY 1997	2,001,000 <i>a</i>	0	0	2,001,000	1,789,100	109,300	0	1,898,400	102,600
Projected FY 1998	2,450,000 <i>a</i>	0	0	2,450,000	2,200,000	250,000	0	2,450,000	0
Projected FY 1999	2,450,000 <i>a</i>	0	0	2,450,000	2,200,000	250,000	0	2,450,000	0
Regents - Loan Purchase									
Actual FY 1997	47,585,400	7,441,300	0	55,026,700	14,476,900	667,900	28,663,100	43,807,900	11,218,800
Projected FY 1998	51,080,300	7,497,500	0	58,577,800	13,410,400	651,300	35,856,300	49,918,000	8,659,800
Projected FY 1999	51,080,300	7,497,500	0	58,577,800	13,410,400	651,300	35,856,300	49,918,000	8,659,800
Regents - Assistance Authority									
Actual FY 1997	25,619,800	0	5,000	25,624,800	25,136,400	130,100	0	25,266,500	358,300
Projected FY 1998	24,506,700	0	0	24,506,700	25,270,000	206,100	0	25,476,100	(969,400)
Projected FY 1999	24,506,700	0	0	24,506,700	25,270,000	206,100	0	25,476,100	(969,400)
TOTALS									
Actual FY 1997	\$110,791,000	\$8,513,900	\$792,200	\$120,097,100	\$52,907,400	\$1,730,200	\$28,663,100	\$83,300,700	\$36,796,400
Projected FY 1998	115,837,000	8,589,500	790,000	125,216,500	53,449,400	1,942,500	35,856,300	91,248,200	33,968,300
Projected FY 1999	117,237,000	8,611,600	800,000	126,648,600	53,852,200	1,949,700	35,856,300	91,658,200	34,990,400

a Reflects gross profit on sales.

b See Table 4, General Fund, Liquor Profits

ONE-TIME PROJECTS FROM NONLAPSING FUNDS

The legislature gave state agencies more budget flexibility by passing Budgetary Procedures Act - Nonlapsing Authority legislation in its 1994 General Session. Under Section 63-38-8.1, UCA, agencies submit a list of possible one-time uses of carry-forward funds to the governor. The governor reviews these lists and includes in his budget recommendations a priority ranking of any carry-forward funds that may occur. The legislature may approve some or all of the recommended projects and may rank them in priority order. This list does not assume there will be any carry-forward funds, but rather directs spending in the event there are unused funds at the end of the fiscal year.

	Governor Leavitt's Recommendations (*Priority ranking by program)					
	Computer Equip/Software *	Training/ Incentives *	Equipment/ Supplies *	Capital Equipment or Improvements *	Special Projects/ Studies *	Other *
Administrative Services						
Executive Director	\$8,000	\$0	\$0	\$0	\$0	\$0
Archives	2,800	0	0	0	0	0
DFCM - Administration	40,000	0	0	0	0	0
Commerce and Revenue						
Alcoholic Beverage Control	0	0	0	100,000	0	0
Commerce	275,000 (1)	0	25,000 (2)	0	0	0
Financial Institutions	150,000	0	0	0	0	0
Insurance	60,000	0	0	0	0	0
Labor Commission	52,000 (1)	0	17,000 (2)	0	0	0
Public Service Commission	5,000 (3)	5,000 (2)	42,000 (1)	0	0	0
Workforce Services	200,000 (1)	0	0	200,000 (2)	0	0
Environmental Quality						
Environmental Quality	50,000 (2)	0	125,000 (1)	0	0	0
Health						
Epidemiology and Lab Services	0	0	185,000 (1)	25,000 (2)	0	0
Human Services						
Executive Director	100,000	0	0	0	0	0
Mental Health	50,000 (1)	0	0	25,000 (2)	25,000 (3)	0
Substance Abuse	10,000	0	0	0	0	0
Srvcs. for People with Disabilities	25,000 (1)	0	50,000 (2)	25,000 (3)	0	0
Recovery Services	100,000	0	0	0	0	0
Aging and Adult Services	10,000 (4)	10,000 (5)	10,000 (3)	0	60,000 (2)	10,000 (1) ^a

^a One-time home and community-based waiver costs to cover start up expenses

Continued

One-Time Projects

Continued

	Computer Equip/Software *	Training/ Incentives *	Equipment/ Supplies *	Capital Equipment or Improvements *	Special Projects/ Studies *	Other *
National Guard						
Maintenance	0	0	0	50,000	0	0
Natural Resources						
Natural Resources						
Administration	25,000 (2)	0	15,000 (3)	35,000 (1)	0	0
Oil, Gas, and Mining	26,000 (2)	44,000 (1)	30,000 (3)	0	0	0
Parks and Recreation	15,000 (3)	35,000 (2)	0	10,000 (4)	90,000 (1)	0
Wildlife Resources	0	0	0	60,000	0	0
Water Resources	12,000 (2)	2,000 (3)	9,000 (1)	0	0	0
Water Rights	25,000 (1)	0	0	25,000 (2)	0	0
Agriculture and Food						
Administration	93,500 (2)	24,000 (4)	150,300 (3)	444,400 (1)	18,000 (5)	10,000 (6) <i>b</i>
<i>b Brucellosis vaccine</i>						
Public Safety						
Commissioner	30,000 (1)	10,000 (3)	10,000 (2)	0	0	0
Emergency Management	0	0	0	0	39,600	0
POST	0	20,000 (2)	109,000 (3)	0	20,000 (1)	0
Criminal Investigation/Tech. Svcs.	90,000 (1)	0	40,000 (2)	0	0	0
Driver License	150,000 (1)	0	70,000 (2)	0	40,000 (3)	0
Highway Patrol	250,000 (1)	0	250,000 (2)	0	0	0
Management Information	40,000 (2)	5,000 (1)	0	0	0	0
Fire Marshal	8,000 (1)	0	10,000 (2)	0	0	0
Transportation						
Support Services	350,000 (1)	100,000 (2)	0	0	0	0
Maintenance Management	0	0	0	600,000	0	0
Equipment Management	0	0	0	300,000	0	0
Aeronautics	0	0	0	100,000	0	0

GLOSSARY OF TERMS AND ACRONYMS

Terms:

Actual expenditures	Expenditures made in preceding fiscal years. In this document the term is primarily used for the most recently completed state fiscal year (FY 1997).
Appropriation	Funding allocated through legislative bill.
Authorized expenditures	Amounts for the current state fiscal year (FY 1998) that reflect state funds appropriated by the legislature as well as an agency's best estimate of revenues to be earned such as fees or federal grants.
Base budget	Ongoing funding authorized for expenditure on a recurring basis.
Beginning balance	Amount of funds left over from the previous fiscal year and available at the start of the new fiscal year.
Bill	A proposed law.
Bond	A debt instrument representing a written promise to pay a specific sum of money in the future, plus interest.
Budget	A formal estimate of proposed expenditures and expected revenue during a fiscal year.
Budget Reserve Account	A fund designated in Utah law to receive a percentage of state revenue surpluses. This fund is formally known as the Budget Reserve Account, commonly known as the Rainy Day Fund.
Capital acquisition	An asset with a life of more than one year and a cost of over \$5,000.
Capital budget	Expenditure recommendations for new construction, major repairs to existing state facilities, and purchase of land and buildings.
Capital improvements	Improvement or repair of existing buildings or facilities.

Career Ladder Program	A component of the Minimum School Program which compensates teachers for additional service time, special projects, and merit.
Compensation package	Includes salary increases and salary-driven benefit costs.
Debt service	Money required to pay principal, interest, and fees on existing obligations, usually bonds.
Dedicated credits	Revenue generated from sources such as fines, licenses, and user fees.
Ending balance	Amount of funds remaining in an account at the end of the fiscal year.
Enterprise fund	A fund established by a governmental unit to provide goods and services to the public—primarily financed through user charges.
Federal funds	Various grants and contracts received by the state from the federal government which include federal statutory or regulatory restrictions on their use.
Fees	Charges paid by users of services.
Fiscal note	A note attached to a bill by legislative staff outlining the fiscal impact of the legislation.
Fiscal year (FY)	The 12-month accounting and budget period. Utah's fiscal year begins July 1 and ends June 30.
Full-time equivalent (FTE)	Equivalent of one person being paid for eight hours per day for the full work year.
Fund	An independent fiscal and accounting entity with a self-balancing set of accounts.
General Fund (GF)	Account into which general tax revenue, primarily sales tax, is deposited. Revenue in this fund is not earmarked by law for specific purposes.
General Fund restricted accounts	Accounts within the General Fund designated for specific expenditures.
Internal Service Fund (ISF)	An accounting entity used to track the financing of goods and services provided by one state agency for other state

	agencies on a cost-reimbursement basis. ISFs do not generate a profit and are subject to the same administrative statutes as state government agencies.
Lapse	Automatic return of unexpended money at the end of the state fiscal year to the fund from which it was originally appropriated.
Lapsing balances	Amount of unused funds at the end of the state fiscal year that revert (lapse) back to the state fund from which they originally came.
Leeway, board or voted	A property tax levy approved by a local school board (board leeway) or by the local electorate (voted leeway). Board leeway is limited to a tax rate of .0004 and voted leeway is limited to a tax rate of .0020, including any authorized board leeway.
Legislative intent	Specific requirements by the legislature included in the appropriations act.
Line item	Any numbered item in an appropriations act for which an appropriation is made, e.g. department, division, program, etc.
Medicare	A federal health insurance program designed primarily for individuals entitled to Social Security who are age 65 or older. Medicare is not in the state's budget.
Medicaid	A joint state/federal program of government-financed medical care for specified groups of low-income residents.
Merit increases	Salary increases in accordance with the state pay plan, given to employees whose performance merits an increase.
Mineral Lease Account	Funding received by the state from federal mineral lease revenue. The funding is used to alleviate the social, economic, and public impact of mineral development.
Minimum School Program	State-supported program for kindergarten, elementary, and secondary schools. The <i>Minimum School Program Act</i> specifies that all children of the state are entitled to reasonably equal educational opportunities regardless of their place of residence and the economic situation of their respective school districts.

Nonlapsing funds	Unexpended funds at the end of a state fiscal year that remain with a specific program or agency for use in the subsequent year.
One-time appropriations	Funds authorized for expenditure on a non-recurring basis. The amount is not added to the base budget.
Ongoing funding	Funding authorized for expenditure on a recurring basis.
Operating expenses	Costs necessary to manage an agency.
Pass-through funds	Funds, usually federal funds or state funds appropriated by the Minimum School Program Act, that are passed on to local agencies for local programs.
Payment in lieu of taxes	Funding received from the federal government in place of state taxes on federally-owned land within the state.
Personal services	A general category that includes salaries, wages, employee pensions, and insurance.
Personal services adjustment	May include adjustments based on rate changes in health and dental insurance, long-term disability insurance, FICA, market comparability adjustments, retirement, unemployment insurance, workers' compensation, and leave pool.
Position	Authorized employee, counted regardless of hours worked per day.
Program	A group of closely related services or activities that contribute to a common objective.
Rainy Day Fund	A fund designated in Utah law to receive a percentage of state revenue surpluses. This fund is formally known as the Budget Reserve Account.
Restricted funds	Funds that are maintained in a separate account for a specific purpose. Restricted funds must be appropriated by the legislature.
Revenue	Funding earned from various sources and used to finance expenditures.
School Funds (SF)	School funds include Uniform School Fund and income tax revenue for Higher Education.

Supplemental appropriation	Adjustment of funds, in the current fiscal year, either over or under the original appropriation.
Transfer	Movement of money from one governmental unit to another governmental unit.
Transportation Fund (TF)	A fund designated by the Utah Constitution exclusively for highway purposes and funded primarily by a tax on motor fuel.
Trust fund	A fund designated by law for specific purposes.
Uniform School Fund (USF)	A permanent state school fund financed primarily from state income tax collections. The USF is maintained for the support of the state's public elementary and secondary schools and institutions of higher education.
UTAX	Tax Commission's information systems modernization and integration project.
Weighted Pupil Unit (WPU)	Unit of measure used to uniformly determine the cost of the state Minimum School Program. The WPU generally represents one pupil in average daily membership, but additional WPUs are allocated for specific programs.

Acronyms:

Aaa	Triple A bond rating—highest bond rating given by Moody's Investors Service, Standard and Poors, and Fitch Investors Service
ADA	Americans with Disabilities Act
AG	Attorney General
AGRC	Automated Geographic Reference Center
AR and I	Alterations, Repairs, and Improvements
ATC	Applied technology centers
ATE	Applied technology education
ATCSR	Applied technology center service region
CAFR	Comprehensive Annual Financial Report
CHIP	Children's Health Insurance Program
CHTF	Centennial Highway Trust Fund
CIO	Chief Information Officer
COLA	Cost-of-living adjustment

CUCF	Central Utah Correctional Facility
CUP	Central Utah Project
DCED	Department of Community and Economic Development
DFCM	Division of Facilities Construction and Management
DP	Data processing
DUI	Driving under the influence
EPA	Environmental Protection Agency
ETI	Education technology initiative
FACT	Families, Agencies, and Communities Together
FCC	Federal Communications Commission
FICA	Federal Insurance Contributions Act (payroll taxes)
FLSA	Fair Labor Standards Act
FTE	Full-time equivalent
FY	Fiscal year
GF	General Fund
GOPB	Governor's Office of Planning and Budget
HB	House bill
HIP	Utah Comprehensive Health Insurance Pool
HOV	High occupancy vehicle
ISF/EF	Internal service funds/enterprise funds
IT	Information technology
ITS	Information Technology Services Division
LAN	Local area network
LFA	Legislative Fiscal Analyst
MESA	Math, engineering, and science achievement
MSP	Minimum school program
NCSL	National Conference of State Legislatures

O/M	Operation and maintenance costs
OME	Office of the Medical Examiner
ORSIS	Office of Recovery Services Information System
PC	Personal computer
PEHP	Public Employees Health Program
POST	Peace Officer Standards and Training
SB	Senate bill
SBDC	Small business development centers
SBIC	Small Business Investment Corporation
SF	School Funds
TANF	Temporary Assistance for Needy Families
TF	Transportation Fund
TIF	Transportation Investment Fund
UCA	Utah Code Annotated
UMAP	Utah Medical Assistance Program
USDB	Utah Schools for the Deaf and Blind
USATE	Utah system of applied technology education
USF	Uniform School Fund
USHE	Utah System of Higher Education
USOE	Utah State Office of Education
USOR	Utah State Office of Rehabilitation
UTA	Utah Transit Authority
WAN	Wide area network
WPU	Weighted pupil unit