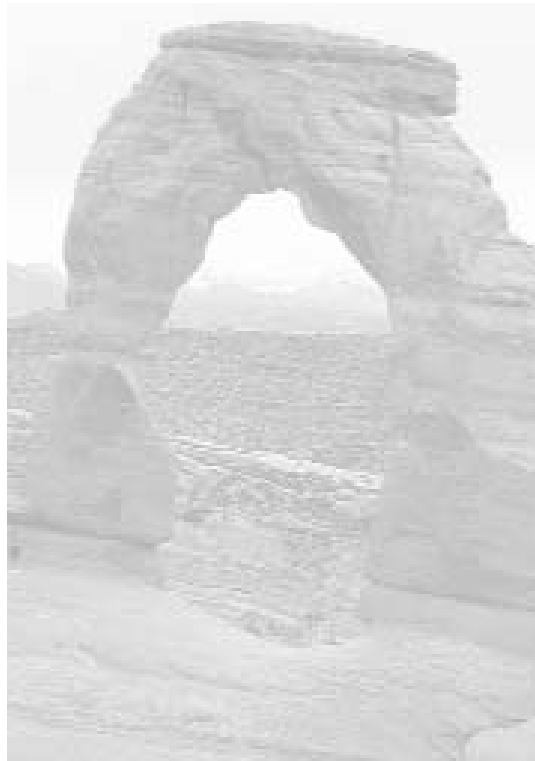


BUDGET RECOMMENDATIONS

Fiscal Year 2008
Fiscal Year 2007 Supplementals



Governor Jon M. Huntsman, Jr.
State of Utah





STATE OF UTAH

OFFICE OF THE GOVERNOR
SALT LAKE CITY, UTAH
84114-2220

JON M. HUNTSMAN, JR.
GOVERNOR

GARY R. HERBERT
LIEUTENANT GOVERNOR

December 12, 2006

My Fellow Utahns:

During times of prosperity, we are given the opportunity to attend to our greatest needs. This year, with record lows in unemployment and near record highs in job growth, we are experiencing unprecedented revenues that allow us to present a well-balanced budget to address many of the critical needs facing our great State.

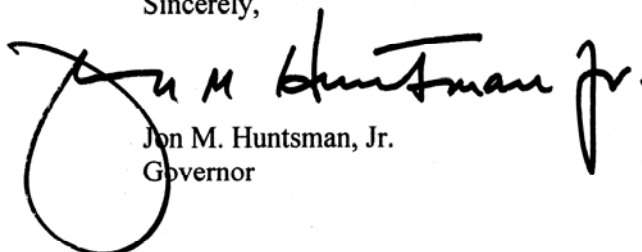
It is important to make education our top priority, embracing the undeniable link between education and economic vitality. In order to continue our economic success, we must build a workforce based on 21st century realities. This begins at the earliest stages of education. Therefore, it is my pleasure to recommend the largest single dollar budget increase for public education in our State's history as an investment in our most valuable asset: our children. Early childhood education, critical teaching shortages, and enrollment growth all must be met with vigor in order to keep Utah's economy durable and strong.

I remain committed to continue our efforts to build upon the tax reform foundation created in September's special session. Within my budget, I recommend another investment to reduce the top rate even further and to implement a step that benefits low-income taxpayers. These proactive efforts will continue to stimulate the economy, keeping Utah regionally competitive, in order to continue to address our burgeoning needs in education, transportation, and other critical areas.

While I know that all of the needs facing our State cannot be met with this budget, it represents a balanced approach to the most critical areas, both now and in the future. I recommend a heavy cash investment in transportation and land conservation initiatives to enhance our quality of life. In addition, we have addressed many of the important health and human services, public safety, and correctional obligations.

I am excited to share this information with you and am honored to be your Governor. Thank you for your continued support.

Sincerely,



Jon M. Huntsman, Jr.
Governor



TABLE OF CONTENTS

Governor’s Letter	iii
Table of Contents	iv
Directory	vi
Agency Guide	vii
State Budget Summary	
Governor’s Budget Overview	1
Summary Tables	
Table 1 State Fiscal Plan - General Fund and Education Fund	12
Table 2 State Fiscal Plan - General Fund	13
Table 3 State Fiscal Plan - Education Fund	14
Table 4 Revenue Collections and Estimates	15
Table 5 Sales and Use Tax Currently Earmarked	17
Table 6 Summary of Recommendations by Department - FY 2007 and FY 2008 Appropriations from General Fund and Education Fund	18
Table 7 Summary of Recommendations by Department - FY 2007 and FY 2008 Appropriations from All Sources of Funding	20
Table 8 Summary Plan of Financing by Department and Sources of Funding	22
Table 9 Summary of FY 2008 Budget Adjustments	24
Table 10 Summary of FY 2007 Budget Adjustments	25
Table 11 Mineral Lease	26
Operating and Capital Budget Recommendations by Department (See Agency Guide, page vii)	
Table Guides	27
Departments	
Administrative Services	31
Commerce and Revenue	41
Community and Culture	54

Corrections (Adult and Juvenile)	61
Courts	68
Elected Officials	74
Environmental Quality	83
Health	88
Higher Education	94
Human Services	103
Legislature	110
National Guard	113
Natural Resources	118
Public Education	131
Public Safety	141
Technology Services	147
Transportation	152

Capital Budget and Debt Service Summary

Capital Budget and Debt Service

Capital Budget and Debt Service	163
Capital Budget - All Sources of Funding	165
Capital Facilities Budget - FY 2008 Governor Huntsman's Recommendations	166
Capital Facilities Budget - FY 2007 Governor Huntsman's Recommendations	167
Debt Service	168
General Obligation Bonds Outstanding - As of December 1, 2006	169
State Building Ownership Authority Revenue Bonds Outstanding - As of December 1, 2006	170

*This publication is available in alternative formats upon request.
Telephone Kim Rodela (801) 538-1861 for more information.
<http://www.governor.utah.gov/gopb/budget.html>*



DIRECTORY

Governor's Office of Planning and Budget

John Nixon, CPA, Director

Budget and Policy Analysis (801) 538-1027

Phillip Jeffery, Manager

Rich Amon
Administrative Services
Capital Budget and Debt Service
Internal Service Funds

Dirk Anderson
Higher Education
Medical Education Council
Utah College of Applied Technology
Utah Education Network

Hunter Finch
Administrative Rules

Sophia DiCaro Goodick
Capitol Preservation Board
Career Service Review Board
Community and Culture

Carson Howell
Environmental Quality
National Guard
Public Safety
Transportation

Stephen Jardine, CPA
Human Services

Mike Kjar
Public Education

Sandy Naegle, CGFM
Elected Officials
Legislature
USTAR

Kim Rodela
Agriculture and Food
Natural Resources
Public Lands Policy Coordinating Office
Trust Lands Administration
Utah State Fair Corporation

Dan Schuring
Health

David Walsh
Corrections (Adult and Juvenile)
Courts

Christian Ward
Alcoholic Beverage Control
Commerce
Financial Institutions
Insurance
Labor Commission
Public Service Commission
Tax Commission
Workforce Services

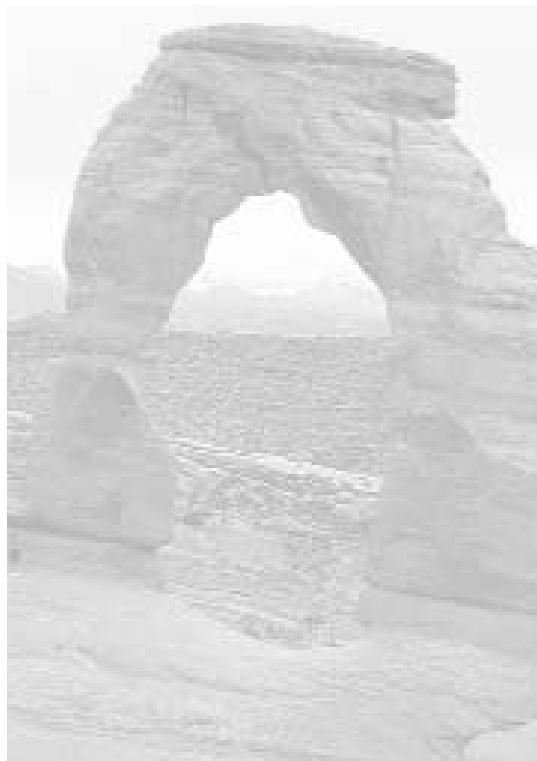
Tenielle Young
Technology Services
Federal Funds

AGENCY GUIDE

Agency

See 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 and Parole	Corrections (Adult and Juvenile)
Capitol Preservation Board	Administrative Services
Career Service Review Board	Administrative Services
Commerce	Commerce and Revenue
Community and Culture	Community and Culture
Corrections - Adult	Corrections (Adult and Juvenile)
Courts	Courts
Environmental Quality	Environmental Quality
Financial Institutions	Commerce and Revenue
Governor/Lt. Governor	Elected Officials
Governor's Office of Economic Development	Elected Officials
Health	Health
Higher Education	Higher Education
Human Resource Management	Administrative Services
Human Services	Human Services
Insurance	Commerce and Revenue
Juvenile Justice Services	Corrections (Adult and Juvenile)
Labor Commission	Commerce and Revenue
Legislature	Legislature
Medical Education Council	Higher Education
National Guard	National Guard
Natural Resources	Natural Resources
Public Education	Public Education
Public Lands Policy Coordinating Office	Natural Resources
Public Safety	Public Safety
Public Service Commission	Commerce and Revenue
Tax Commission	Commerce and Revenue
Technology Services	Technology Services
Transportation	Transportation
Treasurer	Elected Officials
Trust Lands Administration	Natural Resources
Utah College of Applied Technology	Higher Education
Utah Education Network	Higher Education
Utah State Fair Corporation	Natural Resources
Utah Science Technology and Research	Community and Culture
Workforce Services	Commerce and Revenue



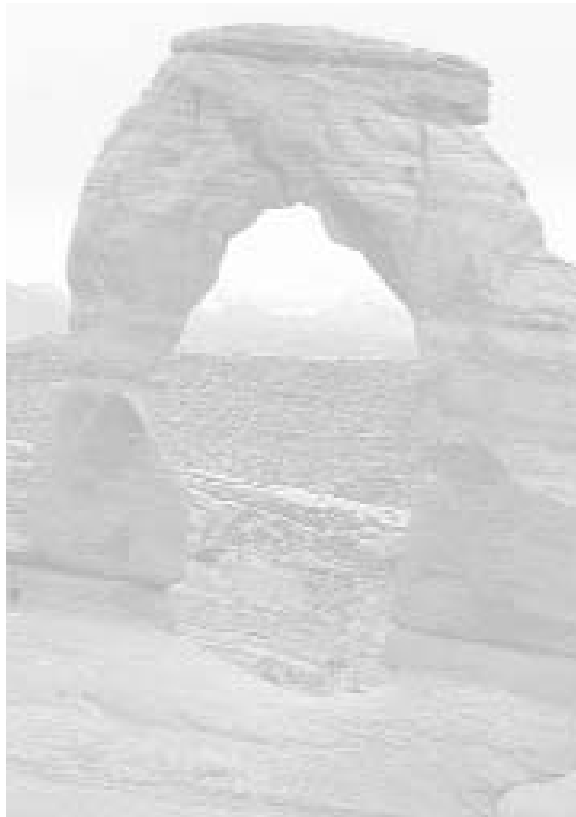
State of Utah

Budget Summary

The State's total recommended budget is \$10.7 billion. Although these recommendations deal with the total state budget, the primary focus is on the discretionary state funds, both General Fund and Education Fund, totaling \$5.7 billion. Federal funds, fees, licenses, and other revenue types account for the remaining \$5.0 billion.

- General Fund - primary funding source for most state government operations and includes all revenue not accounted for in other funds. Its major revenue sources are sales taxes; insurance premium taxes; and beer, cigarette, liquor, and severance taxes.
- Education Fund - restricted to the support of education. The major revenue sources are individual income and corporate franchise taxes. These funds include the Uniform School Fund.

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





GOVERNOR'S BUDGET OVERVIEW

Overview

Unprecedented increases in jobs, revenues, and population throughout 2006 call for unprecedented support of education, transportation, and enhancing the quality of life of all Utahns.

Governor Huntsman's focus on growing Utah's economy has produced such increases, including record revenue. The rate of growth in combined General Fund and Education Fund revenues was the highest in more than 25 years. Personal income growth rose well above the national average and unemployment fell to an all-time monthly low of 2.5 percent. This positions Utah to ensure success for future generations. With this great economy comes the ability to address pressing needs within the State.

The recommendations contained in this budget reflect a balanced approach by Governor Huntsman who continues his commitment to four key policy areas:

- Economic Revitalization
- Education
- Quality of Life
- Governance

Budget increases recommended for FY 2008, including FY 2007 supplemental funds, are found in the following sections: 1) Table 1 in summary form, 2) Tables 6 through 10 by department, and 3) the itemized tables in the department sections which include a listing of all detailed budget items.

Revenue Forecast

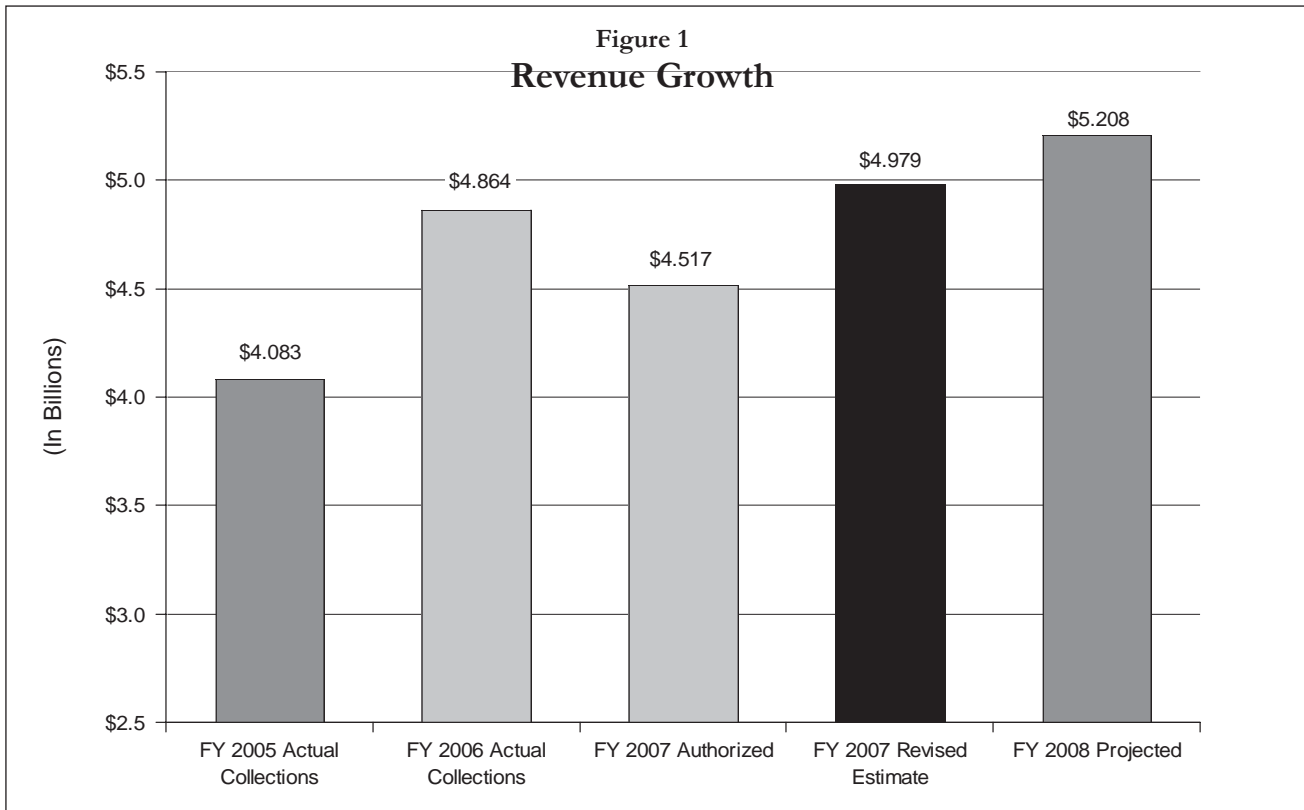
The Governor's Office of Planning and Budget (GOPB), the Utah Tax Commission, and the Office of the Legislative Fiscal Analyst (LFA) reached consensus on the revised revenue estimates used for FY 2007 and the new revenues for FY 2008 contained within the Governor's budget.

Revised revenue forecasts for the General Fund and Education Fund for FY 2007 are \$462.4 million more than authorized during the 2006 legislative session. Revenue estimates for the FY 2008 budget are \$690.9 million above the FY 2007 authorized amount. (See Figure 1 on page 2.)

Education and Economic Revitalization

Governor Huntsman is recommending unprecedented support of Utah's public and higher education programs with a \$4.6 billion budget, including \$453.5 million in new state money, focusing on meeting the needs of children, parents, schools, and teachers to ensure we are preparing the best workforce for Utah's future.

Utah's future depends on the quality of its education system, making it Governor Huntsman's number one budget priority for FY 2008. The growth in Utah's economy has highlighted the need for a well-trained workforce. This past year, almost 60,000 jobs were created in Utah. With Utah's extremely low unemployment rate, it is critical for the education sys-



tem, both public and higher education, to prepare a well-trained workforce to keep up with employment demand. As a result, a large investment in education is an integral part in Utah's future economic prosperity.

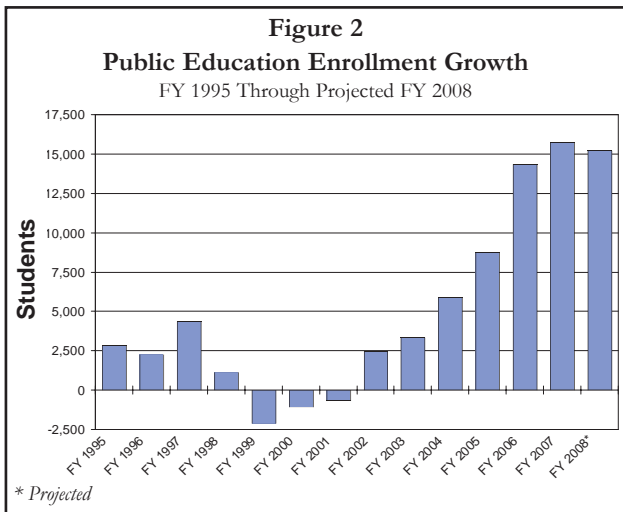
In order to encourage good teachers to stay in the classroom and to attract new teachers, Governor Huntsman is recommending the highest increase, 7 percent, in the weighted pupil unit (WPU), in the last 17 years. In addition to the WPU increase, the Governor is recommending \$21.9 million to reward teachers with differential pay for their professional excellence, as well as \$25 million in one-time bonus money for classroom teachers.

Utah expects 14,853 new students to enroll in the public school system in FY 2008. (See Figure 2 on page 3.) To accommodate these students, the Governor is recommending \$61.8 million to cover this enrollment growth. New technologies, online testing infrastructure, and teacher supplies and materials are recommended for replacement and purchase

with \$27.5 million one-time Education Fund. Along with increasing enrollment comes the need to offer not only an English language achievement program but also a world language and international education program. To this end, \$6.7 million in Education Fund is recommended.

Recognizing the critical need for early childhood education, Governor Huntsman is recommending \$28.7 million in Education Fund to implement STAR 20, a student-to-adult ratio of no more than 20 students per one adult in kindergarten through third grade classes. At the same time, research shows students who have attended all-day kindergarten benefit by being better prepared in reading and writing. Governor Huntsman recommends \$7.5 million in Education Fund for a voluntary all-day kindergarten pilot program in at-risk schools.

Governor Huntsman is recommending \$10 million for a 21st Century Teaching and Learning program. He is also recommending \$3 million for Reading Readiness programs.



Improving integration between K-12 and college is critical to better prepare tomorrow's workforce for Utah's employment demands. With a focus on math, science, technology, and engineering, the Governor is recommending \$2.5 million in Education Fund to create Utah Science Technology and Research (USTAR) high schools. These schools will prepare students to enter into four-year programs at colleges or universities or to finish high school with an associate degree in math, science, technology, or engineering. The Governor also recommends \$5 million for the Engineering and Computer Science Initiative already in place at institutions of higher education.

With \$5 million, the Governor is encouraging partnerships among institutions of higher education for students throughout the State to have more opportunities to stay in their home-town communities while earning a four-year degree. Additionally, by including \$11.6 million to pay for fuel and power bills, Governor Huntsman is moderating tuition increases and making it easier for students to pay for and stay in school.

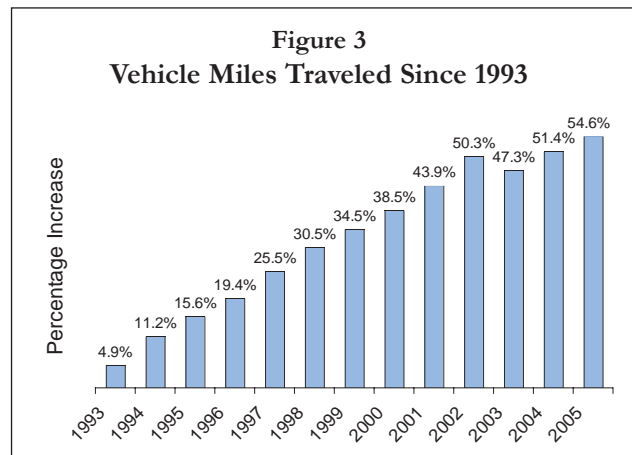
While undoubtedly, the focus on education is by extension a focus on economic development, Governor Huntsman continues his economic revitalization efforts in the way of tax reform. This past September, a monumental first step was taken to begin the process. The Legislature passed, and the Governor signed into law, Senate Bill 4001, *Income Tax Amendments* (Bramble), in the 2006 4th Special

Session which created a dual tax system. This system allows taxpayers to remain in the current system with all of the current deductions, or to move to a true flat tax system at a rate of 5.35 percent. Governor Huntsman understands the importance of having a tax system that is competitive with Utah's surrounding states in order to attract and stimulate economic growth. As a result, he recommends an additional \$100 million to be invested as a second step in making Utah more competitive. This investment would take the flat rate down to 5 percent and would include a taxpayer tax credit for low-income individuals.

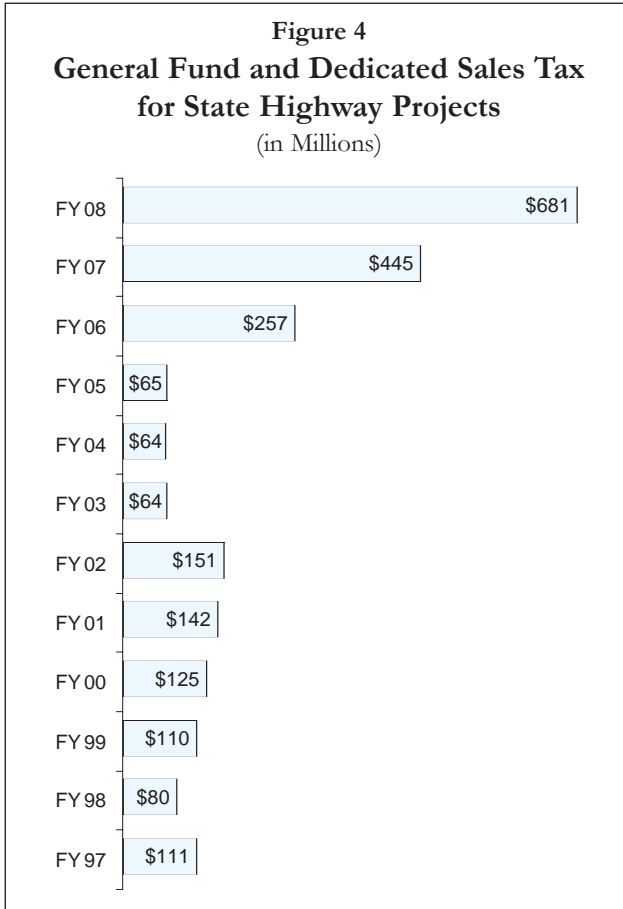
Quality of Life

Transportation

Governor Huntsman is making a true commitment to Utah's successful transportation future with a total \$1.3 billion budget, including \$449.7 million in new money. Preventing gridlock now and improving our roads is critical for a higher quality of life. Governor Huntsman recommends \$100 million to relieve congestion on Utah roads. In addition, another \$250 million has been allocated to the Centennial Highway Fund in lieu of bonding for current projects. He also recommends \$40 million for corridor preservation acquisitions to meet the demands of Utah's rapidly growing population. With the escalating prices of real estate in Utah, this investment will ultimately save the State millions of dollars.



Repairing and replacing bridges before major problems occur is another important focus for Governor Huntsman. He recommends \$40 million to reinforce bridges in need of repair.



Includes appropriations or transfers to the Centennial Highway Restricted Account, the Transportation Investment Fund of 2005, and the Corridor Preservation Fund.

Land Use and Open Space

As part of his quality of life focus the Governor recommends \$2 million each for three initiatives: grazing improvement, water shed rehabilitation, and the LeRay McAllister open space fund. The Governor also recommends \$2 million to invest in a renewable energy fund. He has also set aside \$12.6 million to create a fund to mitigate the extraction impacts of our nonrenewable resources. He understands the State must invest in Utah's lands and resources to preserve them for future generations.

Health Care

In this budget, Governor Huntsman is recommending funding to improve access to health care for all uninsured children in a phased approach. As part of the initial phase, the Governor is recommending \$4.2 million in General Fund for the Children's Health Insurance Program (CHIP) in order to reopen the program so Utah's children can access the health care they desperately need.

The Governor also recommends the creation of an Insurance Connector to allow individuals without insurance to more readily obtain it at a reasonable price. The Connector will also assist small businesses to offer insurance to their employees. In order to design and prepare this program, the Governor is recommending an appropriation of \$350,000 in General Fund.

Buildings

With strong revenues, the State is in a position to catch up on investment in capital and infrastructure. The Governor recommends supplemental funding of \$73.1 million in FY 2007 and \$127.5 million one-time funds in FY 2008 to pay for the following buildings:

Governor Huntsman's Recommendations for Large Capital Projects

State Capitol restoration	\$51,000,000
Health laboratory	30,852,000
St. George Courthouse	29,000,000
Weber State University	22,950,000
Snow College library	17,651,000
Schools for the Deaf/Blind	15,828,000
Davis Applied Tech. College	14,238,000
UofU College of Nursing admin.	13,775,000
Driver License and DMV bldg.	5,342,000
Total	\$200,636,000

Methamphetamine Campaign

The tragic effects of a methamphetamine addiction can be seen throughout the State socially, economically, publicly, and in the private sector. There are few state agencies unaffected by the pervasive effects of drug use in Utah's population. Governor Huntsman recommends \$5.1 million to prevent drug use and to help people become productive, drug free citizens. This new program will combine marketing efforts to prevent drug usage and help addicts recover from addiction through effective treatment and social programs.

Governance

Balanced Scorecard

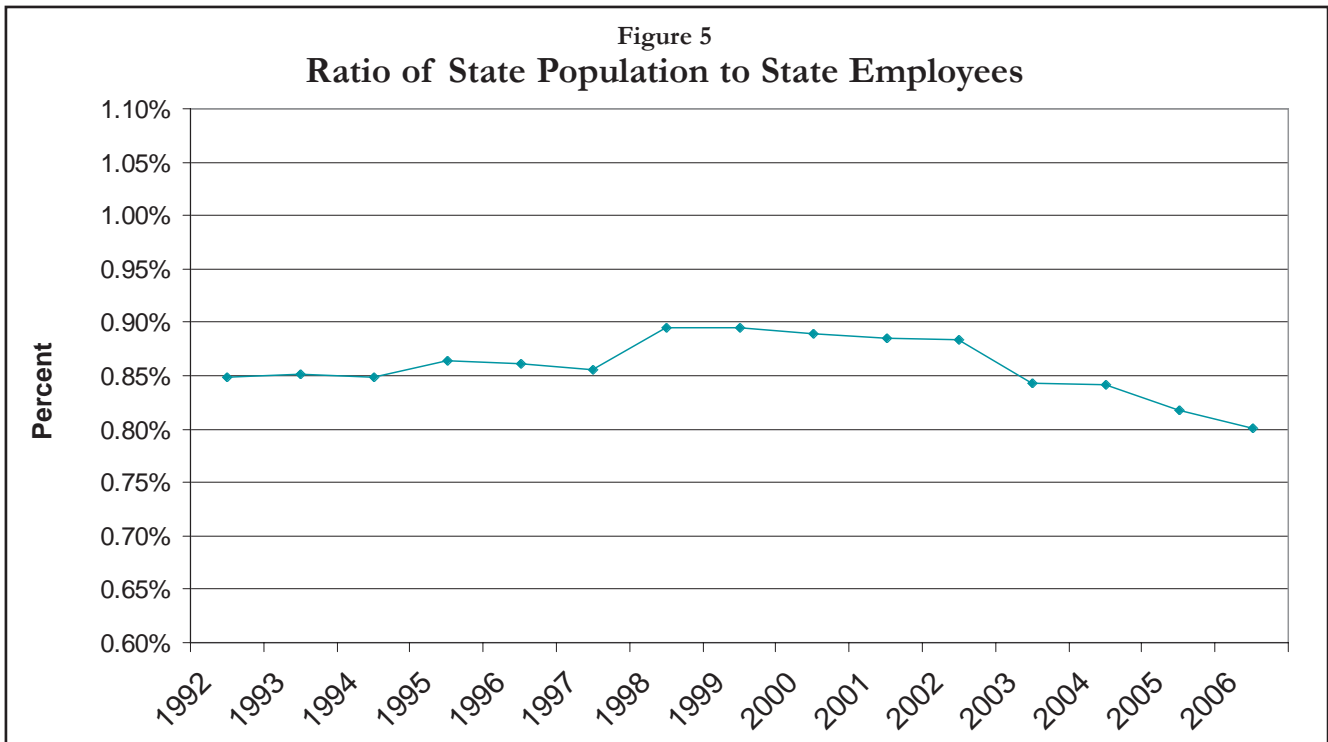
This fall, Governor Huntsman announced a strategic public-private partnership between GOPB and Utah Policy Partnership to improve efficiency in government. He requested that agencies assemble teams to implement the Balanced Scorecard, a management tool which uses specific metrics to measure

performance. The goal is to have the scorecard implemented into every state agency by the end of the current fiscal year.

In addition, he organized communities of interest and challenged agencies to look across these communities to find efficiencies and opportunities for enterprise planning.

Compensation

Governor Huntsman recognizes the invaluable role of public servants, and as such, recommends \$20 million for a 3.5 percent cost-of-living increase in state employee compensation. Another \$14.3 million has been set aside for discretionary salary increases for state agencies in order for executive directors to address compression hot spots and reward excelling employees. Governor Huntsman also wants to address the rising cost of benefits for state employees with a \$10.7 million benefit package. Compensation increases for Higher Education are comparable to that of state employees. In addition, he recommends holding the growth in government, as measured by additional full-time employees, to no more than a 1.4 percent increase.



Investing in Utah

This has been a banner year for so many of the State's core needs: education, transportation, and social services just to name a few. However, Governor Huntsman has always supported the need for fiscal responsibility to the taxpayer, advocating for tax reform and elimination of an invasive sales tax on food. This year, in a time of great fortune, the Governor continues to advocate such prudence in recommending \$100 million for continued tax reform and investment of \$20 million into the State's Budget Reserve Fund in order to prepare for times when the economy is not as robust as it is now. Even with these cash-saving measures, Governor Huntsman has left \$27.8 million unallocated, leaving it to be returned to taxpayers or used in other measures.

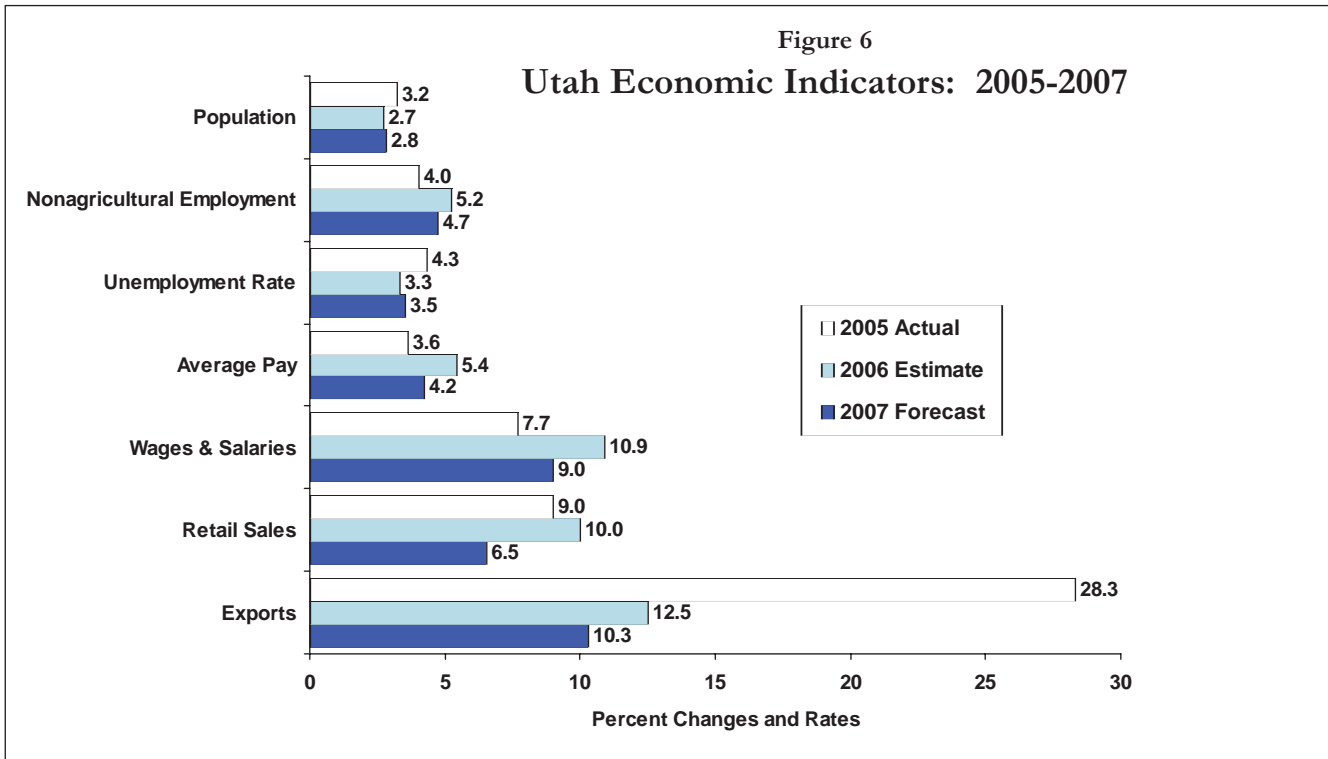
Economic Forecasts

The Revenue Assumptions Committee determines the basic assumptions that lead to the

Governor's revenue forecasts. Members of the council represent GOPB, LFA, the Tax Commission, the University of Utah, UTA, Salt Lake City, private consultants, and various state agencies. Detailed information concerning Utah's economy and its outlook may be found in the *2007 Economic Report to the Governor* (available January 2007).

Utah's economic growth remained strong in 2006 and this trend is expected to continue throughout 2007. The State's 5.2 percent annual increase in employment, from 2005 to 2006, outperformed national employment growth of 1.4 percent for this same period. The Utah economy will continue to progress throughout 2007 with forecasted employment growth of 4.7 percent.

Figure 6 shows projected growth in economic indicators for Utah. The figure also shows estimated unemployment rates. The following data are for the calendar years indicated:



Source: Council of Economic Advisor's Revenue Assumptions Committee

Population. According to the Utah Population Estimates Committee, Utah's population reached 2.6 million in 2006 and is forecasted to increase by 2.8 percent in 2007. Comparatively, the national population will grow at a rate of 0.9 percent in 2007. Utah experienced net in-migration of approximately 28,700 people in 2006 and demographers project net in-migration of 33,000 individuals in 2007.

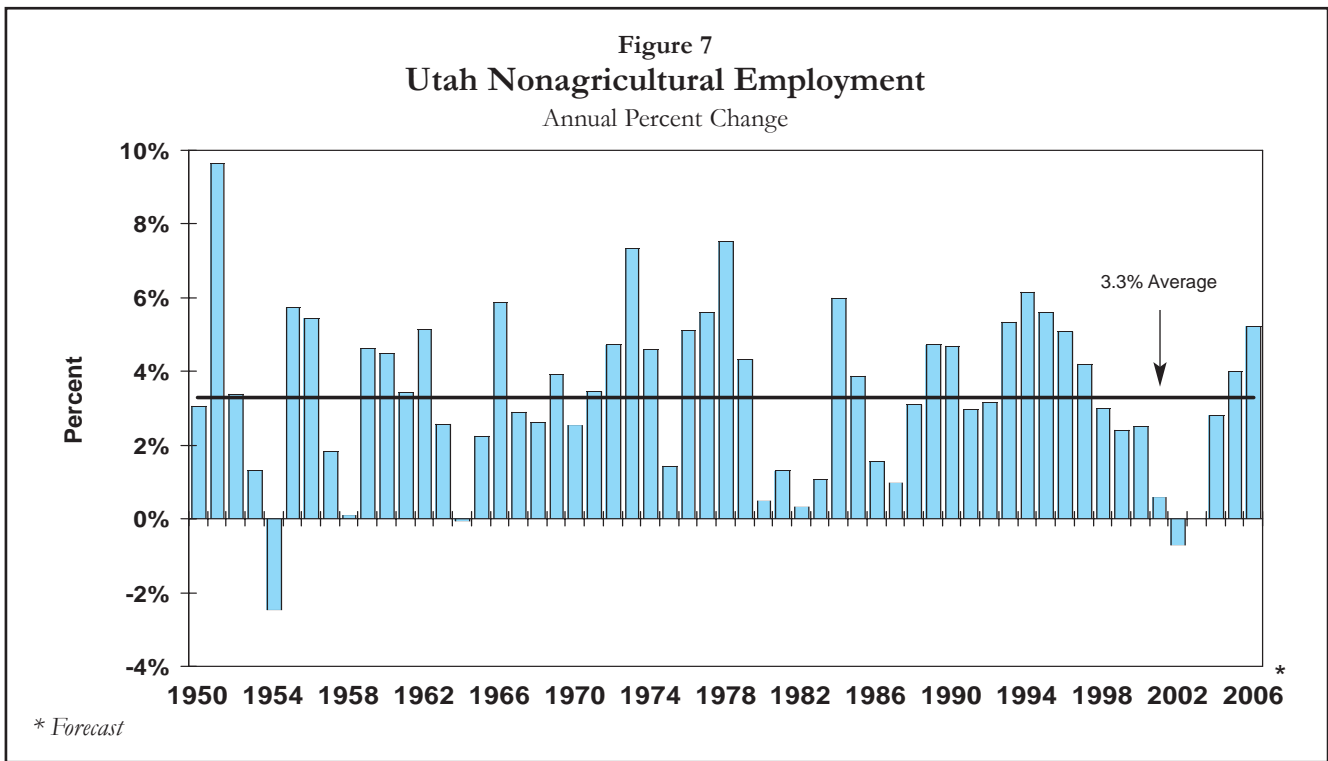
Employment. Utah nonagricultural employment is projected to increase 4.7 percent in 2007, continuing with a 3.7 percent employment increase in 2008. Concurrently, national employment is estimated to grow by 1.1 and 1.3 percentage points in 2007 and 2008, respectively. Economists forecast Utah's 2007 unemployment rate to hover around 3.5 percent, up from 3.3 percent in 2006, while the national 2007 unemployment rate is projected to be 4.8 percent. The State's unemployment rate for 2008 is forecasted to increase by 0.4 percentage points.

Personal Income. The annual personal income of Utah residents is forecasted to grow by 8.2 percent in

2007. By comparison, national annual personal income will increase approximately 5.4 percent in 2007. Utah's estimated aggregate annual personal income for 2006 was \$74.4 billion, up from \$67.9 billion in 2005.

Showing signs of improvement, the average annual pay in Utah was \$34,600 in 2006 with 2007 projections at \$36,038, a 5.4 and 4.2 percent increase in average annual pay, respectively. Utah citizen's average annual salaries were lower than the national average of \$43,263 in 2006. The gap between Utah and national average annual pay is projected to improve in 2007.

Retail Sales. Utah's aggregate retail sales were \$24.4 billion in 2006, up by approximately \$2.2 billion from 2005 actual expenditures. Economists project a 6.5 percent increase in retail sales in 2007 and a 6.1 percent increase in 2008. National retail sales, by contrast, are estimated to increase by 4.2 percent in 2007 and 4.0 percent in 2008.



Source: Utah Department of Workforce Services

Appropriations Limit

Sections 63-38c-201 through 205, UCA, limit how much the State can spend from unrestricted General Fund sources and from non-Uniform School Fund income tax revenues. The limit allows state spending to increase relative to population and inflation increases. As interpreted by GOPB, the budget recommendations for both FY 2007 and FY 2008 are within the limit.

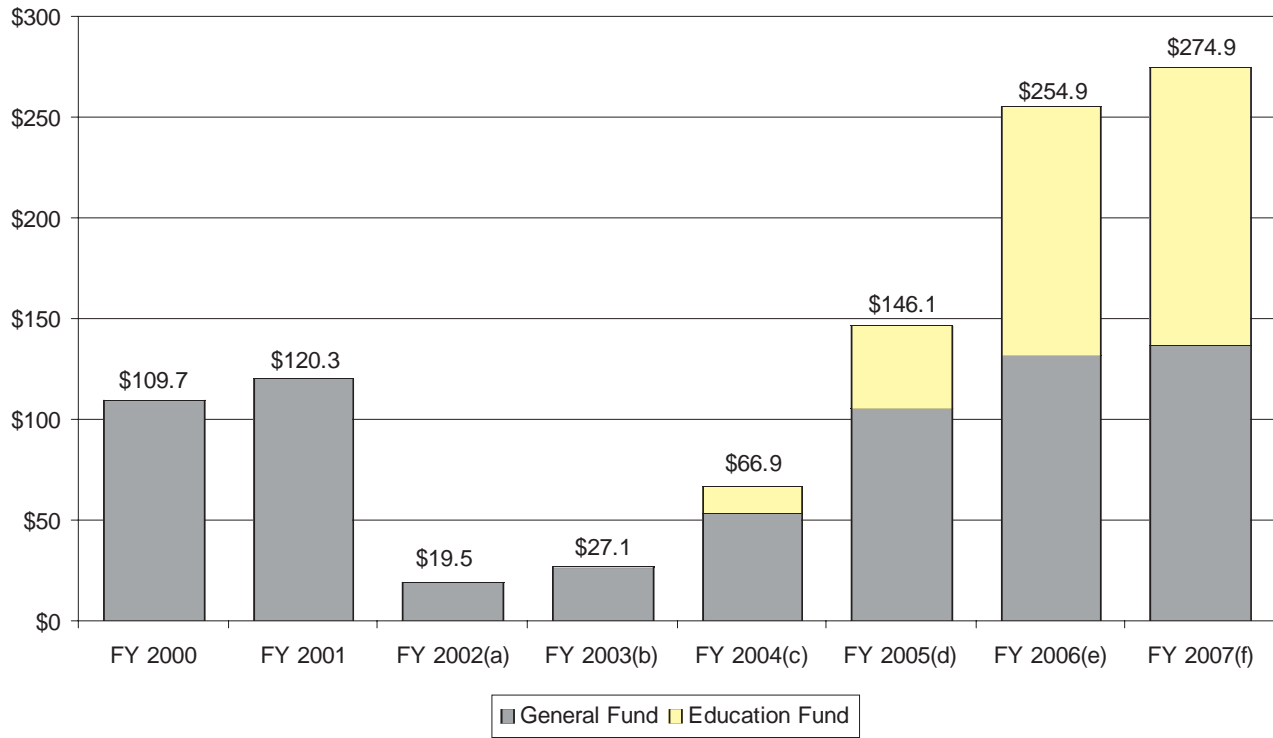
Budget Reserve Fund and Education Budget Reserve Fund

For additional budget stabilization, the State maintains the Budget Reserve Fund (Rainy Day Fund). The Budget Reserve Fund was created within the General Fund by the 1986 Legislature, pursuant

to House Bill 13, *Surplus Revenue Trust Fund* (Walker, O.). The 2003 Legislature, pursuant to House Bill 27, *Budget Reserve Account Amendments* (Buttars, C.), created the Education Budget Reserve Fund. Money from these funds can only be used to cover operating deficits, retroactive tax funds, and settlement agreements approved by the Legislature.

Governor Huntsman recommends a total of \$20 million of one-time General Fund/Education Fund FY 2007 revenue be deposited into the Budget Reserve Fund and the Education Budget Reserve Fund. The combined balance of the Budget Reserve Fund and the Education Budget Reserve Fund after Governor Huntsman's proposed transfer would be \$274.9 million. (See Figure 8 on page 9.)

Figure 8
State of Utah Reserve Funds - Historic Balances
 General Fund and Education Fund
 (In Millions)



- (a) \$105.3 million was transferred to the General Fund to help balance the FY 2002 budget. The ending balance is offset by \$3.4 million from interest earnings and \$1.0 million transferred from the FY 2001 surplus.
- (b) House Bill 27, Budget Reserve Account Amendments (Buttars, C.), 2003 General Session, created a new Education Budget Reserve Account.
- (c) Includes \$4.3 million transfer from the General Fund per House Bill 3, Supplemental Appropriations Act II, Item 83 (Bigelow), 2004 General Session.
- (d) Includes \$8.5 million transfer from the Permanent Tobacco Trust Fund per House Bill 330, Allocation of Tobacco Fund Amendments (Peterson), 2004 General Session and \$10.4 million transferred during the 2005 General Session.
- (e) Includes a \$24 million transfer from the Uniform School Fund during the 2005 General Session.
- (f) Includes a \$30 million transfer from the Education Fund recommended by Governor Huntsman.

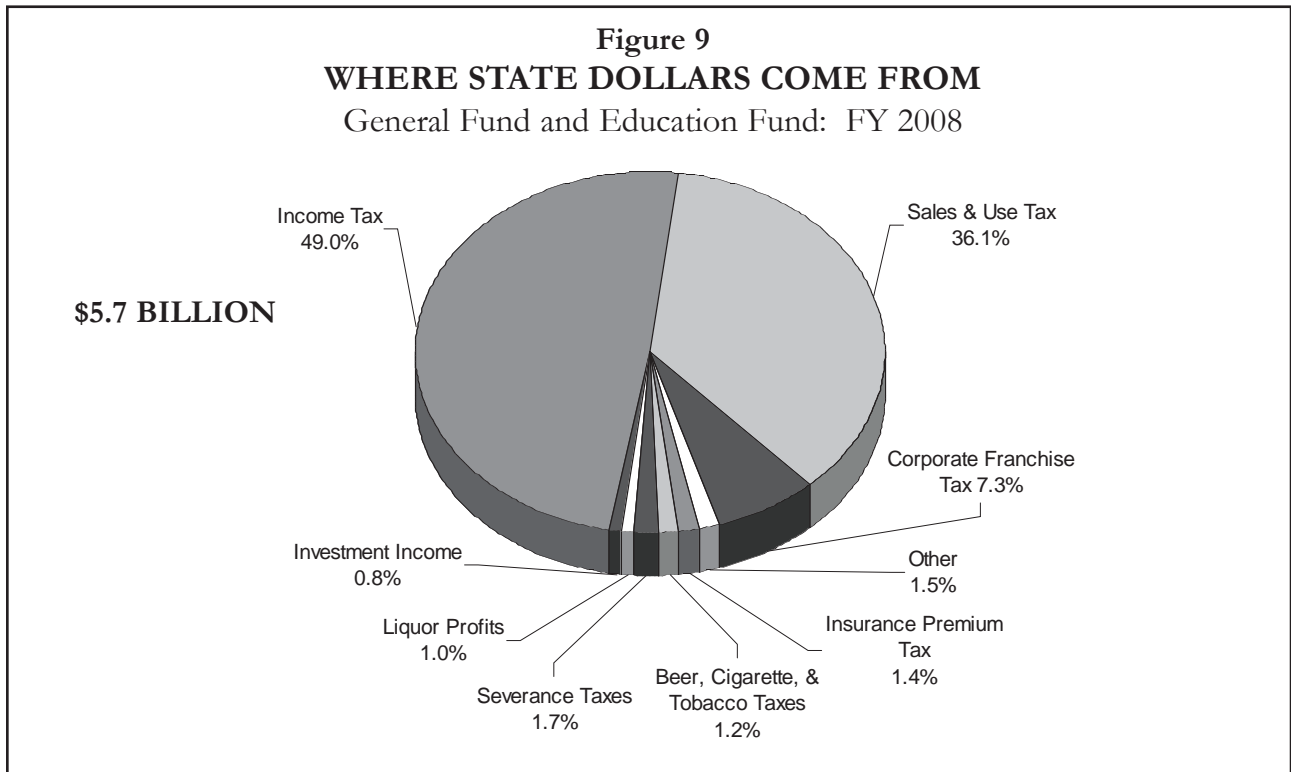


Figure 9 shows the estimated sources of state revenue (General Fund and Education Fund) for FY 2008.

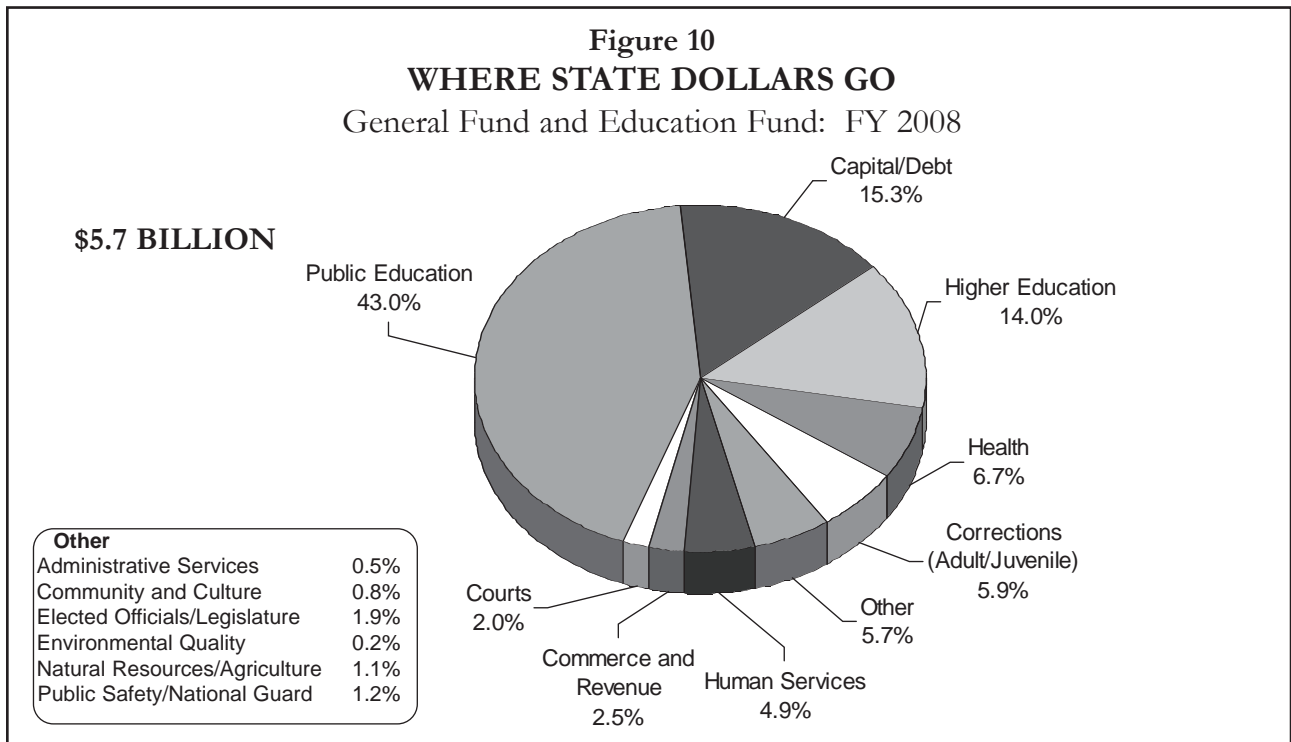


Figure 10 shows how state funds (General Fund and Education Fund) will be expended in FY 2008. The largest portion, amounting to 57.0 percent, goes to Public and Higher Education.

Figure 11
WHERE ALL FUNDS COME FROM
 All Sources of Funding: FY 2008

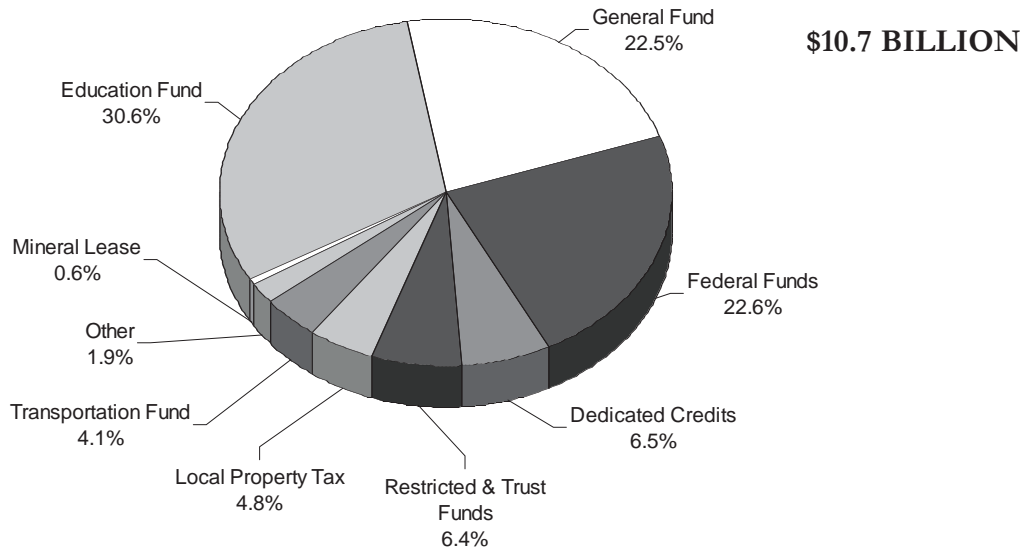


Figure 11 shows the total estimated sources of revenue for the FY 2008 budget. The General Fund and Education Fund, consisting primarily of sales and income taxes respectively, generate just over one-half (53.1 percent) of the total state budget.

Figure 12
WHERE ALL FUNDS GO
 All Sources of Funding: FY 2008

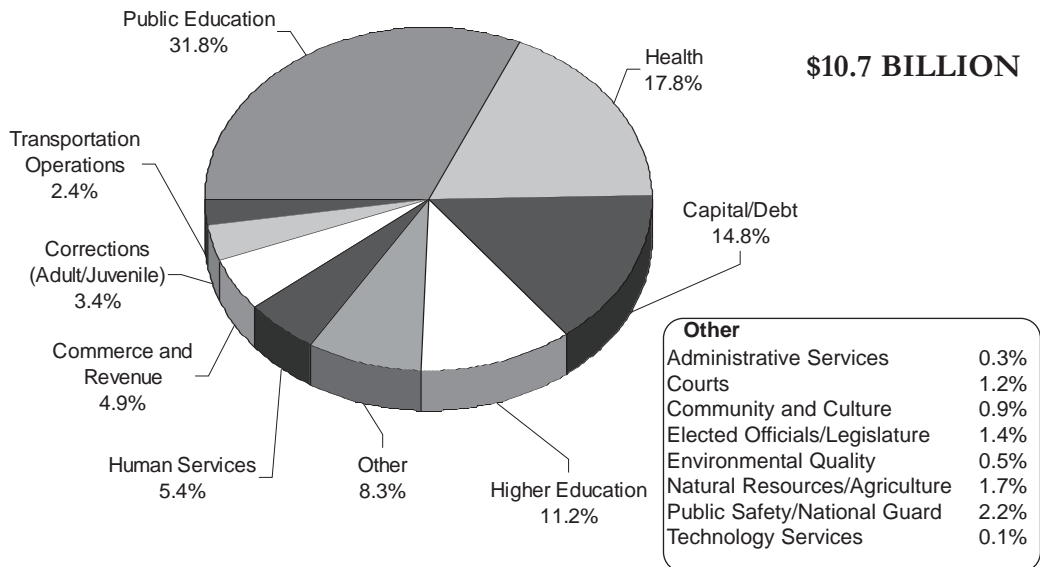


Figure 12 shows total budget expenditures for FY 2008 from all sources of funding.

Table 1

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

	Actual FY 2006	Authorized FY 2007	Governor Huntsman's Recommendations					
			Supple- mentals (a)	Recom- mended FY 2007 (b)	Base FY 2008 (c)	Ongoing and One-time (d)	Recom- mended FY 2008 (e)	
Sources of Funding								
Beginning Balance	\$105,673	\$0	\$308,428	\$308,428	\$0	\$0	\$0	\$0
(f) General Fund Estimates	2,187,465	1,992,628	197,963	2,190,591	1,992,628	265,992	2,258,620	2,258,620
(f) Education Fund Estimates	2,676,766	2,524,000	264,400	2,788,400	2,524,000	424,900	2,948,900	2,948,900
<i>Subtotal GF/EF Estimates</i>	<i>4,864,231</i>	<i>4,516,628</i>	<i>462,363</i>	<i>4,978,991</i>	<i>4,516,628</i>	<i>690,892</i>	<i>5,207,520</i>	<i>5,207,520</i>
Transfers - Other	(900)	82	0	82	0	0	0	0
Transfer - Mineral Lease	1,300	0	0	0	0	0	0	0
Mineral Extraction Mitigation Fund	0	0	0	0	0	(12,600)	(12,600)	(12,600)
Criminal Fine Surcharge to Restricted Fund	0	0	0	0	0	(2,100)	(2,100)	(2,100)
Liquor Control Fund for Buildings	0	0	0	0	0	(4,000)	(4,000)	(4,000)
Concealed Firearm Permits	0	0	0	0	0	(600)	(600)	(600)
Lapsing Balances	3,573	0	0	0	0	0	0	0
Other	792	3,632	(3,549)	83	0	0	0	0
Income Tax Reform	0	0	(50,000)	(50,000)	0	(100,000)	(100,000)	(100,000)
Sales Tax Reform	0	35,000	(35,000)	0	0	0	0	0
Transfer surplus to Rainy Day Fund	(102,485)	0	(20,000)	(20,000)	0	0	0	0
IAF Reserve from Prior Fiscal Year	3,479	0	1,409	1,409	0	0	0	0
IAF Reserve for Following Fiscal Year	(1,409)	0	0	0	0	0	0	0
Reserve from Prior Fiscal Year	117,653	460,071	0	460,071	433,328	188,832	622,160	622,160
Reserve for Following Fiscal Year	(460,071)	0	(622,160)	(622,160)	0	0	0	0
Total Sources of Funding	\$4,531,836	\$5,015,413	\$41,491	\$5,056,904	\$4,949,956	\$760,424	\$5,710,380	\$5,710,380
Appropriations								
Operations Budget	\$3,886,303	\$4,279,820	\$41,346	\$4,321,166	\$4,164,085	\$650,393	\$4,814,478	\$4,814,478
Capital Budget	260,061	593,774	73,120	666,894	212,686	586,530	799,217	799,217
Debt Service	77,044	68,844	0	68,844	68,844	0	68,844	68,844
Total Appropriations	\$4,223,408	\$4,942,438	\$114,466	\$5,056,904	\$4,445,616	\$1,236,923	\$5,682,539	\$5,682,539
Ending Balance	\$308,428	\$72,975	(\$72,975)	\$0	\$504,340	(\$476,499)	\$27,841	\$27,841
% Change from Authorized FY 2007				2.3%			15.0%	

(a) The Supplementals column represents recommended changes to Authorized FY 2007.

(b) The Recommended FY 2007 column is based upon updated revenue projections and includes recommended supplemental appropriations.

(c) The Base FY 2008 column represents FY 2007 appropriations adjusted for one-time items and other base changes.

(d) The Ongoing and One-time column represents recommended changes to the FY 2008 base budget.

(e) The Recommended FY 2008 column is based upon updated revenue projections and includes recommended ongoing and one-time increases and adjustments.

(f) See Table 4, Revenue Collections and Estimates.

NOTE: Minor differences on summary tables are due to rounding numbers to the nearest thousand.

Table 1 shows all the sources of funding used to balance the General Fund (Table 2) and Education Fund (Table 3) portions of the budget.

Table 2

STATE FISCAL PLAN
General Fund
(In Thousands of Dollars)

	Actual FY 2006	Authorized FY 2007	Governor Huntsman's Recommendations					
			Supple- mentals (a)	Recom- mended FY 2007 (b)	Base FY 2008 (c)	Ongoing and One-time (d)	Recom- mended FY 2008 (e)	
Sources of Funding								
Beginning Balance	\$24,627	\$0	\$85,126	\$85,126	\$0	\$0	\$0	
(f) General Fund Estimates	2,187,465	1,992,628	197,963	2,190,591	1,992,628	265,992	2,258,620	
Transfers - Other	(900)	82	0	82	0	0	0	
Transfer - Mineral Lease	1,300	0	0	0	0	0	0	
Mineral Extraction Mitigation Fund	0	0	0	0	0	(12,600)	(12,600)	
Criminal Fine Surcharge to Restricted Fund	0	0	0	0	0	(2,100)	(2,100)	
Liquor Control Fund for Building	0	0	0	0	0	(4,000)	(4,000)	
Concealed Firearm Permits	0	0	0	0	0	(600)	(600)	
Lapsing Balances	3,573	0	0	0	0	0	0	
Other	792	732	(649)	83	0	0	0	
Sales Tax Reform	0	35,000	(35,000)	0	0	0	0	
Transfer surplus to Rainy Day Fund	(21,920)	0	(5,000)	(5,000)	0	0	0	
IAF Reserve from Prior Fiscal Year	3,479	0	1,409	1,409	0	0	0	
IAF Reserve for Following Fiscal Year	(1,409)	0	0	0	0	0	0	
Reserve from Prior Fiscal Year	74,599	155,489	0	155,489	0	188,832	188,832	
Reserve for Following Fiscal Year	(155,489)	0	(188,832)	(188,832)	0	0	0	
Total Sources of Funding	\$2,116,117	\$2,183,931	\$55,017	\$2,238,948	\$1,992,628	\$435,524	\$2,428,152	
Appropriations								
Operations Budget	\$1,795,132	\$1,667,952	\$24,341	\$1,692,293	\$1,591,634	\$86,116	\$1,677,750	
Capital Budget	175,979	460,633	34,342	494,975	138,379	538,075	676,454	
Debt Service	59,880	51,680	0	51,680	51,680	0	51,680	
Total Appropriations	\$2,030,991	\$2,180,265	\$58,683	\$2,238,948	\$1,781,693	\$624,191	\$2,405,884	
Ending Balance	\$85,126	\$3,666	(\$3,666)	\$0	\$210,935	(\$188,667)	\$22,268	
% Change from Authorized FY 2007				2.7%			10.3%	

(a) The Supplementals column represents recommended changes to Authorized FY 2007.

(b) The Recommended FY 2007 column is based upon updated revenue projections and includes recommended supplemental appropriations.

(c) The Base FY 2008 column represents FY 2007 appropriations adjusted for one-time items and other base changes.

(d) The Ongoing and One-time column represents recommended changes to the FY 2008 base budget.

(e) The Recommended FY 2008 column is based upon updated revenue projections and includes recommended ongoing and one-time increases and adjustments.

(f) See Table 4, Revenue Collections and Estimates.

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

Table 3

STATE FISCAL PLAN
Education Fund
(In Thousands of Dollars)

	Actual FY 2006	Authorized FY 2007	Governor Huntsman's Recommendations					
			Supple- mentals (a)	Recom- mended FY 2007 (b)	Base FY 2008 (c)	Ongoing and One-time (d)	Recom- mended FY 2008 (e)	
Sources of Funding								
Beginning Balance	\$81,046	\$0	\$223,302	\$223,302	\$0	\$0	\$0	\$0
(f) Education Fund Estimates	2,676,766	2,524,000	264,400	2,788,400	2,524,000	424,900	2,948,900	
Other	0	2,900	(2,900)	0	0	0	0	0
Income Tax Reform	0	0	(50,000)	(50,000)	0	(100,000)	(100,000)	
Transfer surplus to Rainy Day Fund	(80,565)	0	(15,000)	(15,000)	0	0	0	
Reserve from Prior Fiscal Year	43,054	304,582	0	304,582	433,328	0	433,328	
Reserve for Following Fiscal Year	(304,582)	0	(433,328)	(433,328)	0	0	0	
Total Sources of Funding	\$2,415,719	\$2,831,482	(\$13,526)	\$2,817,956	\$2,957,328	\$324,900	\$3,282,228	
Appropriations								
Operations Budget	\$2,091,171	\$2,611,868	\$17,005	\$2,628,873	\$2,572,450	\$564,278	\$3,136,728	
Capital Budget	84,082	133,141	38,778	171,919	74,307	48,455	122,763	
Debt Service	17,164	17,164	0	17,164	17,164	0	17,164	
Total Appropriations	\$2,192,417	\$2,762,173	\$55,783	\$2,817,956	\$2,663,922	\$612,733	\$3,276,655	
Ending Balance	\$223,302	\$69,309	(\$69,309)	\$0	\$293,406	(\$287,833)	\$5,573	
% Change from Authorized FY 2007				2.0%			18.6%	

(a) The Supplementals column represents recommended changes to Authorized FY 2007.

(b) The Recommended FY 2007 column is based upon updated revenue projections and includes recommended supplemental appropriations.

(c) The Base FY 2008 column represents FY 2007 appropriations adjusted for one-time items and other base changes.

(d) The Ongoing and One-time column represents recommended changes to the FY 2008 base budget.

(e) The Recommended FY 2008 column is based upon updated revenue projections and includes recommended ongoing and one-time increases and adjustments.

(f) See Table 4, Revenue Collections and Estimates.

Table 3 shows all the sources of funding used to balance the Education Fund portion of the budget.

Table 4

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

	Governor Huntsman's Recommendations ^(a)							
	Actual FY 2006	Authorized FY 2007	Dollar	Recom-	Dollar	Recom-	Percent	Percent
			Change A07-R07 <i>(b)</i>	mended FY 2007 <i>(c)</i>	Change A07-R08 <i>(d)</i>	mended FY 2008 <i>(e)</i>	Change A07-R07 <i>(f)</i>	Change A07-R08 <i>(g)</i>
General Fund (GF)								
Sales and Use Tax	\$1,806,264	\$1,652,908	\$153,533	\$1,806,441	\$227,512	\$1,880,420	9.3%	13.8%
Cable/Satellite Excise Tax	20,479	19,300	(800)	18,500	(250)	19,050	(4.1)	(1.3)
Liquor Profits	47,291	40,500	7,850	48,350	9,100	49,600	19.4	22.5
Insurance Premiums	71,418	78,000	(8,650)	69,350	(6,800)	71,200	(11.1)	(8.7)
Beer, Cigarette, and Tobacco	60,832	55,000	5,650	60,650	6,200	61,200	10.3	11.3
Oil and Gas Severance Tax	71,514	65,000	10,800	75,800	7,550	72,550	16.6	11.6
Metal Severance Tax	17,043	14,000	6,500	20,500	3,050	17,050	46.4	21.8
Inheritance Tax	7,448	0	550	550	300	300	--	-- <i>(h)</i>
Investment Income	40,006	25,000	19,900	44,900	16,000	41,000	79.6	64.0
Other	50,781	49,500	1,650	51,150	2,950	52,450	3.3	6.0
Property and Energy Credit	(5,611)	(6,580)	980	(5,600)	380	(6,200)	(14.9)	(5.8)
<i>Subtotal General Fund</i>	<i>2,187,465</i>	<i>1,992,628</i>	<i>197,963</i>	<i>2,190,591</i>	<i>265,992</i>	<i>2,258,620</i>	<i>9.9</i>	<i>13.3</i>
Education Fund (EF)								
Individual Income Tax	2,288,484	2,270,000	145,000	2,415,000	285,000	2,555,000	6.4	12.6
Corporate Franchise Tax	368,869	243,500	116,500	360,000	136,500	380,000	47.8	56.1
Other	19,414	10,500	2,900	13,400	3,400	13,900	27.6	32.4
<i>Subtotal Education Fund</i>	<i>2,676,766</i>	<i>2,524,000</i>	<i>264,400</i>	<i>2,788,400</i>	<i>424,900</i>	<i>2,948,900</i>	<i>10.5</i>	<i>16.8</i>
Total GF/EF	\$4,864,231	\$4,516,628	\$462,363	\$4,978,991	\$690,892	\$5,207,520	10.2%	15.3%
Transportation Fund								
Motor Fuel Tax	\$240,432	\$248,000	(\$6,200)	\$241,800	(\$4,600)	\$243,400	(2.5%)	(1.9%)
Special Fuel Tax	101,098	101,500	5,600	107,100	9,150	110,650	5.5	9.0
Other	76,615	75,000	3,450	78,450	5,300	80,300	4.6	7.1
Total Transportation Fund	\$418,144	\$424,500	\$2,850	\$427,350	\$9,850	\$434,350	0.7%	2.3%
Mineral Lease								
Royalties	\$129,350	\$98,000	\$26,750	\$124,750	\$31,250	\$129,250	27.3%	31.9%
Bonus	40,761	8,000	9,700	17,700	2,100	10,100	121.3	26.3
Total Mineral Lease	\$170,111	\$106,000	\$36,450	\$142,450	\$33,350	\$139,350	34.4%	31.5%

Continued on next page

*Table 4 Continued***REVENUE COLLECTIONS AND ESTIMATES**
Three Year Comparison
(In Thousands of Dollars)

Continued from previous page

- (a) *For other revenue and tax issues, see tables 1-3, State Fiscal Plan.*
- (b) *The change is from the Authorized FY 2007 column to the Recommended FY 2007 column.*
- (c) *The Recommended FY 2007 column is based upon updated economic projections from the Council of Economic Advisors' Revenue Assumptions Committee. These revenues represent consensus estimates adopted by GOPB and the LFA on November 17, 2006.*
- (d) *The change is from the Authorized FY 2007 column to the Recommended FY 2008 column.*
- (e) *The Recommended FY 2008 column is based upon updated economic projections from the Council of Economic Advisors' Revenue Assumptions Committee. These revenues represent consensus estimates adopted by GOPB and the LFA on November 17, 2006.*
- (f) *The percentage change is from the Authorized FY 2007 column to the Recommended FY 2007 column.*
- (g) *The percentage change is from the Authorized FY 2007 column to the Recommended FY 2008 column.*
- (h) *Inheritance tax was phased out by the federal government in the following increments: FY03 25%, FY04 50%, FY05 75% and FY06 100%.*

Table 4 shows actual revenue collections for FY 2006 and estimated revenue collections for FY 2007 and FY 2008. These include state revenues only; federal funds, licenses, fees, etc., are not included.

Table 5

SALES AND USE TAX CURRENTLY EARMARKED Three-Year Comparison

	Actual FY 2006	FY 2007	FY 2008
Reductions in Unrestricted Sales and Use Tax			
Section 59-12-103(4)-(5), UCA			
Water development loan funds	\$7,175,000	\$7,175,000	\$7,175,000
Drinking water loan fund	3,587,500	3,587,500	3,587,500
Water quality loan fund	3,587,500	3,587,500	3,587,500
Endangered species	2,450,000	2,450,000	2,450,000
Agriculture resource development	525,000	525,000	525,000
Water rights	175,000	652,000	682,000
Watershed Rehabilitation	0	500,000	500,000
Cloud Seeding	0	150,000	150,000
Water Resources Conservation and Development fund	0	7,473,000	7,943,000
<i>Subtotal Section 59-12-103(4)-(5), UCA</i>	<i>17,500,000</i>	<i>26,100,000</i>	<i>26,600,000</i>
Section 59-12-103(6), UCA			
Class B and C (city and county) roads	17,618,400	17,618,400	17,618,400
State park access roads	562,300	562,300	562,300
Transportation corridor preservation	562,300	562,300	562,300
<i>Subtotal Section 59-12-103(6), UCA</i>	<i>18,743,000</i>	<i>18,743,000</i>	<i>18,743,000</i>
Section 59-12-103(7), UCA			
Centennial Highway Fund Restricted Account (1/64% tax rate)	6,256,700	6,800,000	7,200,000
Section 59-12-103(9), UCA^(a)			
Centennial Highway Fund Restricted Account	59,594,700	163,500,000	170,200,000
Total Reductions in Unrestricted Sales and Use Tax	\$102,094,400	\$215,143,000	\$222,743,000

(a) House Bill 112, Transportation Investment Act (Lockhart), passed in the 2006 General Session, transfers 8.3 percent of sales and use tax collections into the Centennial Highway Fund Restricted Account. The bill eliminates the transfer of \$59,594,700 of sales and use tax into the Centennial Highway Fund Restricted Account that was enacted in the 2005 first special session.

Table 5 shows state tax collections earmarked for specific purposes for FY 2006, FY 2007, and FY 2008. General Fund estimates found on Table 4 only include unrestricted sales and use tax and are therefore reduced by amounts detailed in this table.

Table 6

SUMMARY OF RECOMMENDATIONS BY DEPARTMENT
FY 2007 and FY 2008 Appropriations from General Fund and Education Fund
(In Thousands of Dollars)

	Actual FY 2006	Authorized FY 2007	Governor Huntsman's Recommendations				
			Supple- mentals (a)	Recom- mended FY 2007 (b)	Base FY 2008 (c)	Ongoing and One-time Adj. (d)	Recom- mended FY 2008 (e)
Plan of Financing							
General Fund	\$2,030,991	\$2,180,265	\$58,683	\$2,238,948	\$1,781,693	\$624,191	\$2,405,884
Education Fund	2,192,417	2,762,173	55,783	2,817,956	2,663,922	612,733	3,276,655
Total Financing	\$4,223,408	\$4,942,438	\$114,466	\$5,056,904	\$4,445,615	\$1,236,924	\$5,682,539
Programs							
Administrative Services	\$18,720	\$21,826	\$114	\$21,940	\$20,786	\$5,523	\$26,309
Commerce and Revenue	126,481	143,672	15,348	159,019	123,305	16,136	139,441
Community and Culture	22,589	43,068	17	43,085	39,113	6,940	46,053
Corrections (Adult and Juvenile)	278,148	303,473	2,714	306,187	301,533	35,046	336,579
Courts	98,033	104,557	15	104,572	104,386	10,196	114,582
Elected Officials	65,928	54,747	6,027	60,774	49,471	39,080	88,551
Environmental Quality	12,297	11,406	38	11,444	11,015	2,497	13,511
Health	338,492	357,978	(27)	357,951	337,941	44,518	382,459
Higher Education	691,194	721,797	6,013	727,810	716,748	77,440	794,188
Human Services	233,919	258,895	637	259,532	256,114	20,987	277,101
Legislature	16,596	17,695	43	17,738	17,431	790	18,221
National Guard	5,509	6,319	9	6,328	5,278	1,289	6,567
Natural Resources	51,161	53,471	8,771	62,242	51,328	8,375	59,703
Public Education	1,872,896	2,110,830	995	2,111,825	2,068,910	376,028	2,444,938
Public Safety	52,553	59,039	640	59,679	59,211	4,599	63,810
Technology Services	1,699	9,321	(9)	9,312	1,427	813	2,240
Transportation	88	1,728	0	1,728	88	140	228
<i>Subtotal Operations Budget</i>	<i>3,886,303</i>	<i>4,279,820</i>	<i>41,346</i>	<i>4,321,166</i>	<i>4,164,084</i>	<i>650,394</i>	<i>4,814,478</i>
Capital Budget	\$260,061	\$593,774	\$73,120	\$666,894	\$212,687	\$586,530	\$799,217
Debt Service	77,044	68,844	0	68,844	68,844	0	68,844
Total Budget	\$4,223,408	\$4,942,438	\$114,466	\$5,056,904	\$4,445,615	\$1,236,924	\$5,682,539

Continued on next page

Table 6 Continued

**SUMMARY OF RECOMMENDATIONS BY DEPARTMENT
FY 2007 and 2008 Appropriations from General Fund and Education Fund
(In Thousands of Dollars)**

Continued from previous page

- (a) The Supplementals column represents recommended changes to Authorized FY 2007.*
- (b) The Recommended FY 2007 column is based on updated revenue projections and includes recommended supplemental appropriations.*
- (c) The Base FY 2008 column is the FY 2007 appropriated amount adjusted for one-time FY 2007 appropriations and program transfers between departments.*
- (d) Recommended adjustments are shown in more detail in the individual department sections of the book, and include internal service fund rate changes, employee compensation and benefit rate adjustments, and ongoing and one-time program increases.*
- (e) The Recommended FY 2008 column includes Governor Huntsman's budget recommendations for FY 2008.*

*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.*

Table 7

SUMMARY OF RECOMMENDATIONS BY DEPARTMENT
FY 2007 and FY 2008 Appropriations from All Sources of Funding
(In Thousands of Dollars)

	Actual FY 2006	Authorized FY 2007	Supple- mentals (a)	Governor Huntsman's Recommendations			Recom- mended FY 2008 (e)	Percent Change A07-R08 (f)
				Recom- mended FY 2007 (b)	Base FY 2008 (c)	Ongoing and One-time Adj. (d)		
Plan of Financing								
General Fund	\$2,030,991	\$2,180,265	\$58,683	\$2,238,948	\$1,781,693	\$624,191	\$2,405,884	10.3%
Education Fund	2,192,417	2,762,173	55,783	2,817,956	2,663,922	612,733	3,276,655	18.6
Transportation Fund	421,355	424,469	167	424,636	422,776	18,440	441,216	3.9
Federal Funds	2,400,653	2,358,513	(1,875)	2,356,638	2,312,158	99,831	2,411,989	2.3
Dedicated Credits	602,646	667,213	18,250	685,463	666,349	30,527	696,876	4.4
Mineral Lease	68,279	66,112	0	66,112	68,376	28	68,404	3.5
Restricted and Trust Funds	555,512	664,594	5,369	669,963	654,023	32,149	686,172	3.2
Transfers	211,290	199,837	3,291	203,128	187,253	18,195	205,448	2.8
Other Funds	(3,295)	(3,395)	4	(3,391)	(575)	18,097	17,522	--
Pass-through Funds	1,918	40	0	40	90	0	90	0.0
Beginning Balances	363,685	367,065	0	367,065	130,265	0	130,265	0.0
Closing Balances	(367,065)	(130,265)	0	(130,265)	(145,705)	0	(145,705)	0.0
Lapsing Funds	(25,828)	(2,923)	0	(2,923)	(1,940)	0	(1,940)	0.0
Local Property Tax	446,802	470,805	0	470,805	470,805	37,344	508,149	7.9
Total Financing	\$8,899,362	\$10,024,504	\$139,672	\$10,164,176	\$9,209,490	\$1,491,535	\$10,701,025	6.7%
Programs								
Administrative Services	\$31,323	\$31,828	\$178	\$32,006	\$30,092	\$3,729	\$33,821	6.3%
Commerce and Revenue	444,847	497,881	16,720	514,601	484,243	35,510	519,753	4.4
Community and Culture	58,626	88,291	3	88,294	86,494	6,436	92,930	5.3
Corrections (Adult and Juvenile)	301,468	335,653	2,713	338,366	326,369	35,124	361,493	7.7
Courts	111,746	122,180	6	122,186	120,836	10,721	131,557	7.7
Elected Officials	102,874	116,988	6,074	123,062	85,728	43,093	128,821	10.1
Environmental Quality	44,162	52,874	40	52,914	46,755	4,417	51,172	(3.2)
Health	1,802,860	1,859,875	(437)	1,859,438	1,772,848	129,451	1,902,299	2.3
Higher Education	1,021,110	1,120,196	6,013	1,126,209	1,104,168	96,696	1,200,864	7.2
Human Services	504,522	545,974	1,127	547,101	539,817	41,090	580,907	6.4
Legislature	16,161	17,888	44	17,932	17,676	796	18,472	3.3
National Guard	29,229	31,207	13	31,220	71,360	1,919	73,279	134.8 (g)
Natural Resources	169,926	179,648	10,272	189,920	170,457	16,088	186,545	3.8
Public Education	2,741,741	3,045,257	4,774	3,050,031	2,975,572	421,519	3,397,091	11.6 (h)
Public Safety	149,824	179,194	671	179,865	158,062	8,437	166,499	(7.1)
Technology Services	3,284	21,626	18,102	39,728	2,907	6,266	9,173	(57.6) (i)
Transportation	258,084	248,352	240	248,592	242,864	17,715	260,579	4.9
<i>Subtotal Operations Budget</i>	<i>7,791,788</i>	<i>8,494,911</i>	<i>66,552</i>	<i>8,561,463</i>	<i>8,236,249</i>	<i>879,005</i>	<i>9,115,254</i>	<i>7.3</i>
Capital Budget	\$872,138	\$1,293,835	\$73,120	\$1,366,955	\$733,709	\$612,530	\$1,346,239	4.1%
Debt Service	235,437	235,758	0	235,758	239,532	0	239,532	1.6
Total Budget	\$8,899,363	\$10,024,504	\$139,672	\$10,164,176	\$9,209,490	\$1,491,535	\$10,701,025	6.7%

Continued on next page

*Table 7 Continued***SUMMARY OF RECOMMENDATIONS BY DEPARTMENT
FY 2007 and FY 2008 Appropriations from All Sources of Funding
(In Thousands of Dollars)**

Continued from previous page

- (a) The Supplementals column represents recommended changes to Authorized FY 2007.*
- (b) The Recommended FY 2007 column is based on updated revenue projections and includes recommended supplemental appropriations.*
- (c) The Base FY 2008 column is the FY 2007 appropriated amount adjusted for one-time FY 2007 appropriations, program transfers between departments, and changes in estimates of non-state funding sources.*
- (d) Recommended adjustments are shown in more detail in the individual department sections of the book and include internal service fund rate changes, employee compensation and benefit rate adjustments, and ongoing and one-time program increases.*
- (e) The Recommended FY 2008 column includes Governor Huntsman's budget recommendations for FY 2008.*
- (f) The percent change is the difference from the Authorized FY 2007 column to the Recommended FY 2008 column.*
- (g) The 134.8 percent increase is largely due to the increase in federal funds for the construction of three new armories.*
- (h) The 11.6 percent increase is largely due to enrollment growth, a 7.0 percent increase in the value of the Weighted Pupil Unit, and Governor Huntsman's focus on student classroom instruction ratios and professional development opportunities for teachers.*
- (i) The 57.6 percent decrease is largely due to the completion of one-time project funding.*

Table 7 shows the budgeted use of all sources of funding by state agency. It is a summary of the department tables found in a following section.

Table 8

SUMMARY PLAN OF FINANCING BY DEPARTMENT AND SOURCES OF FUNDING

	General Fund	Education Fund	Transportation Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted/Trust Funds	Other	Property Tax	Total
Administrative Services										
Actual FY 2006	\$18,720,400	\$0	\$450,000	\$270,400	\$3,016,000	\$0	\$5,338,500	\$3,527,400	\$0	\$31,322,700
Recommended FY 2007	21,940,000	0	450,000	6,100	2,870,800	0	4,908,700	1,830,400	0	32,006,000
Recommended FY 2008	26,309,200	0	450,000	85,800	2,970,700	0	4,999,700	(995,200)	0	33,820,200
Commerce and Revenue										
Actual FY 2006	108,329,700	18,151,400	5,857,400	210,467,300	19,503,600	0	91,478,800	(8,941,700)	0	444,846,500
Recommended FY 2007	129,758,800	29,260,500	5,857,400	207,282,200	39,318,600	0	83,004,500	20,118,500	0	514,600,500
Recommended FY 2008	119,101,900	20,338,900	5,857,400	232,126,600	45,804,200	0	83,353,700	13,170,600	0	519,753,300
Community and Culture										
Actual FY 2006	22,589,400	0	0	34,194,500	3,037,000	0	1,694,100	(2,889,400)	0	58,625,600
Recommended FY 2007	43,084,900	0	0	39,580,000	4,790,900	0	1,779,200	(941,600)	0	88,293,400
Recommended FY 2008	46,052,900	0	0	43,703,500	4,938,000	0	3,171,800	(4,936,400)	0	92,929,800
Corrections (Adult and Juvenile)										
Actual FY 2006	278,147,800	0	0	2,872,400	6,424,500	0	2,773,300	11,250,100	0	301,468,100
Recommended FY 2007	306,186,900	0	0	2,688,600	6,189,700	0	1,453,100	21,847,200	0	338,365,500
Recommended FY 2008	336,578,700	0	0	2,595,000	6,240,200	0	703,100	15,375,700	0	361,492,700
Courts										
Actual FY 2006	98,032,900	0	0	170,300	1,465,800	0	12,747,400	(670,400)	0	111,746,000
Recommended FY 2007	104,572,300	0	0	325,800	1,584,700	0	13,054,000	2,649,100	0	122,185,900
Recommended FY 2008	114,581,500	0	0	336,000	1,774,700	0	13,441,400	1,423,800	0	131,557,400
Elected Officials										
Actual FY 2006	65,928,100	0	118,000	12,534,300	18,823,100	0	8,052,000	(2,581,900)	0	102,873,600
Recommended FY 2007	60,773,700	0	118,000	13,234,800	17,743,500	0	16,426,800	14,764,900	0	123,061,700
Recommended FY 2008	88,550,700	0	118,000	10,196,400	18,505,100	0	9,903,400	1,547,700	0	128,821,300
Environmental Quality										
Actual FY 2006	12,296,600	0	0	16,742,400	8,021,800	0	10,374,200	(3,272,800)	0	44,162,200
Recommended FY 2007	11,444,100	0	0	18,264,300	9,922,700	0	10,447,800	2,835,300	0	52,914,200
Recommended FY 2008	13,511,000	0	0	17,221,200	8,718,900	0	10,522,500	1,197,800	0	51,171,400
Health										
Actual FY 2006	338,491,900	0	0	1,196,617,700	107,071,200	0	31,687,300	128,992,300	0	1,802,860,400
Recommended FY 2007	357,951,300	0	0	1,220,539,400	102,618,800	0	31,867,000	146,462,000	0	1,859,438,500
Recommended FY 2008	382,458,600	0	0	1,236,895,000	105,917,300	0	32,980,300	144,048,000	0	1,902,299,200
Higher Education										
Actual FY 2006	488,229,000	202,964,500	0	9,757,300	300,833,200	2,846,600	8,384,500	8,114,500	0	1,021,109,600
Recommended FY 2007	232,267,300	495,542,900	0	14,697,400	359,416,000	2,753,500	9,284,500	12,246,800	0	1,126,208,400
Recommended FY 2008	120,481,600	673,706,500	0	14,762,700	378,558,200	2,852,600	9,284,500	1,218,200	0	1,200,864,300
Human Services										
Actual FY 2006	233,919,300	0	0	117,886,100	7,938,700	0	4,359,400	140,418,600	0	504,522,100
Recommended FY 2007	259,531,900	0	0	124,911,600	9,110,700	0	4,382,000	149,165,100	0	547,101,300
Recommended FY 2008	277,100,600	0	0	126,787,700	9,526,500	0	4,382,000	163,109,700	0	580,906,500

	General Fund	Education Fund	Transportation Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted/Trust Funds	Other	Property Tax	Total
Legislature										
Actual FY 2006	16,595,800	0	0	0	207,200	0	0	(641,600)	0	16,161,400
Recommended FY 2007	17,738,200	0	0	0	190,300	0	0	3,200	0	17,931,700
Recommended FY 2008	18,221,100	0	0	0	195,100	0	0	55,100	0	18,471,300
National Guard										
Actual FY 2006	5,508,500	0	0	23,441,900	175,200	0	0	103,800	0	29,229,400
Recommended FY 2007	6,327,700	0	0	24,538,800	149,200	0	0	203,800	0	31,219,500
Recommended FY 2008	6,566,800	0	0	66,425,800	182,000	0	0	104,200	0	73,278,800
Natural Resources										
Actual FY 2006	51,161,200	0	0	35,167,900	15,889,700	2,849,300	67,179,600	(2,322,100)	0	169,925,600
Recommended FY 2007	62,241,700	0	0	28,296,600	14,748,700	2,757,400	69,942,200	11,933,400	0	189,920,000
Recommended FY 2008	59,702,800	0	0	34,103,800	16,289,100	2,856,800	71,976,600	1,616,000	0	186,545,100
Public Education										
Actual FY 2006	2,840,800	1,870,055,100	0	371,888,300	28,537,500	2,896,200	14,642,700	4,078,700	446,802,000	2,741,741,300
Recommended FY 2007	7,754,900	2,104,069,900	0	382,676,900	29,952,900	2,822,900	19,441,200	32,507,100	470,804,700	3,050,030,500
Recommended FY 2008	2,254,900	2,442,682,800	0	384,796,500	30,124,100	2,927,400	21,954,300	4,202,800	508,148,600	3,397,091,400
Public Safety										
Actual FY 2006	52,553,000	0	5,495,500	41,557,700	8,211,400	0	37,128,400	4,878,400	0	149,824,400
Recommended FY 2007	59,679,400	0	5,495,500	45,697,700	6,407,700	0	39,400,000	23,184,600	0	179,864,900
Recommended FY 2008	63,810,300	0	5,495,500	47,999,000	7,328,500	0	42,100,400	(235,200)	0	166,498,500
Technology Services										
Actual FY 2006	1,699,000	0	0	440,400	841,400	0	250,000	52,700	0	3,283,500
Recommended FY 2007	9,311,900	0	0	1,656,800	27,838,400	0	250,000	671,300	0	39,728,400
Recommended FY 2008	2,239,500	0	0	700,000	5,984,100	0	250,000	0	0	9,173,600
Transportation										
Actual FY 2006	88,100	0	166,714,200	60,042,600	28,928,600	0	7,350,700	(5,039,800)	0	258,084,400
Recommended FY 2007	1,728,100	0	179,491,700	42,689,200	16,665,400	0	6,810,100	1,207,500	0	248,592,000
Recommended FY 2008	228,100	0	193,121,200	42,689,200	17,665,400	0	6,875,100	0	0	260,579,000
TOTAL OPERATIONS BUDGET										
Actual FY 2006	\$1,795,131,500	\$2,091,171,000	\$178,635,100	\$2,134,031,500	\$558,925,900	\$8,592,100	\$303,440,900	\$275,056,800	\$446,802,000	\$7,791,786,800
Recommended FY 2007	1,692,293,100	2,628,873,300	191,412,600	2,167,086,200	649,519,000	8,333,800	312,451,100	440,688,600	470,804,700	8,561,462,400
Recommended FY 2008	1,677,750,200	3,136,728,200	205,042,100	2,261,424,200	660,722,100	8,636,800	315,898,800	340,902,800	508,148,600	9,115,253,800
Capital Budget										
Actual FY 2006	\$175,979,300	\$84,081,900	\$242,720,300	\$266,621,600	\$18,466,900	\$59,686,900	\$118,473,700	(\$93,893,000)	\$0	\$872,137,600
Recommended FY 2007	494,975,100	171,918,600	233,223,300	189,551,700	1,575,000	57,778,600	222,330,700	(4,398,500)	0	1,366,954,500
Recommended FY 2008	676,453,700	122,762,600	236,173,800	150,564,800	1,575,000	59,767,100	235,091,700	(136,150,400)	0	1,346,238,300
Debt Service										
Actual FY 2006	59,879,700	17,164,300	0	0	25,252,700	0	133,597,800	(458,000)	0	235,436,500
Recommended FY 2007	51,679,700	17,164,300	0	0	34,368,900	0	135,181,200	(2,636,500)	0	235,737,600
Recommended FY 2008	51,679,700	17,164,300	0	0	34,578,800	0	135,181,200	927,800	0	239,531,800
GRAND TOTALS										
Actual FY 2006	\$2,030,990,500	\$2,192,417,200	\$421,355,400	\$2,400,653,100	\$602,645,500	\$68,279,000	\$555,512,400	\$180,705,800	\$446,802,000	\$8,899,360,900
Recommended FY 2007	2,238,947,900	2,817,956,200	424,635,900	2,356,637,900	685,462,900	66,112,400	669,963,000	433,653,600	470,804,700	10,164,174,500
Recommended FY 2008	2,405,883,600	3,276,655,100	441,215,900	2,411,989,000	696,875,900	68,403,900	686,171,700	205,680,200	508,148,600	10,701,023,900

Table 9

**SUMMARY OF FY 2008 BUDGET ADJUSTMENTS
Ongoing and One-time Funding**

Appropriations by Department	General Fund	Education Fund	Transporta- tion Fund	Federal Funds	Dedicated Credits	Restricted and Trust Funds	Other	Property Tax	Total
Administrative Services	\$5,523,100	\$0	\$0	(\$200)	\$58,300	\$147,400	(\$2,000,000)	\$0	\$3,728,600
Commerce and Revenue	15,111,000	1,024,800	0	11,335,100	545,200	7,202,400	291,500	0	35,510,000
Community and Culture	6,940,200	0	0	75,000	115,900	1,805,100	(2,500,000)	0	6,436,200
Corrections (Adult and Juv.)	35,045,600	0	0	75,600	0	(750,000)	752,500	0	35,123,700
Courts	10,195,600	0	0	9,700	84,400	378,400	52,900	0	10,721,000
Elected Officials	39,079,900	0	0	125,000	880,700	2,983,500	24,000	0	43,093,100
Environmental Quality	2,496,500	0	0	615,900	415,100	508,900	380,400	0	4,416,800
Health	44,517,500	0	0	79,699,000	590,800	1,108,500	3,535,100	0	129,450,900
Higher Education	(111,785,700)	189,225,500	0	65,300	19,190,900	0	0	0	96,696,000
Human Services	20,986,700	0	0	4,078,600	484,600	0	15,539,900	0	41,089,800
Legislature	790,400	0	0	0	5,100	0	0	0	795,500
National Guard	1,289,000	0	0	629,800	0	0	0	0	1,918,800
Natural Resources	8,374,600	0	0	1,157,800	655,500	5,752,500	148,000	0	16,088,400
Public Education	2,000,000	374,027,800	0	1,626,000	165,500	6,276,000	79,900	37,343,900	421,519,100
Public Safety	4,599,100	0	0	338,600	808,400	2,674,200	16,300	0	8,436,600
Technology Services	812,900	0	0	0	5,453,400	0	0	0	6,266,300
Transportation	140,000	0	16,439,500	0	1,073,400	62,200	0	0	17,715,100
Total Operations Adj.	\$86,116,400	\$564,278,100	\$16,439,500	\$99,831,200	\$30,527,200	\$28,149,100	\$16,320,500	\$37,343,900	\$879,005,900
Capital Budget	\$538,074,400	\$48,455,200	\$2,000,000	\$0	\$0	\$4,000,000	\$20,000,000	\$0	\$612,529,600
Debt Service	0	0	0	0	0	0	0	0	0
Total Budget Adjustments	\$624,190,800	\$612,733,300	\$18,439,500	\$99,831,200	\$30,527,200	\$32,149,100	\$36,320,500	\$37,343,900	\$1,491,535,500

Table 9 shows recommended FY 2008 ongoing and one-time appropriations by department. This includes internal service fund adjustments, employee compensation and benefit rate changes.

Table 10

**SUMMARY OF FY 2007 BUDGET ADJUSTMENTS
Supplementals, All Sources of Funding**

Appropriations by Department	General Fund	Education Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted and Trust Funds		Total
						Funds	Other	
Administrative Services	\$113,900	\$0	\$0	(\$600)	\$2,500	\$61,900	\$0	\$177,700
Commerce and Revenue	5,350,900	9,996,900	0	(1,741,000)	1,700	(15,900)	3,127,400	16,720,000
Community and Culture	17,300	0	0	(27,500)	7,500	400	4,800	2,500
Corrections (Adult and Juvenile)	2,713,800	0	0	(1,300)	0	0	0	2,712,500
Courts	15,400	0	0	0	(4,800)	(1,700)	(2,800)	6,100
Elected Officials	6,027,000	0	0	300	(100)	46,900	0	6,074,100
Environmental Quality	38,100	0	0	(3,400)	(2,500)	8,000	0	40,200
Health	(27,000)	0	0	(436,900)	25,300	200	1,700	(436,700)
Higher Education	0	6,013,100	0	0	(300)	0	0	6,012,800
Human Services	636,800	0	0	289,700	38,700	0	161,900	1,127,100
Legislature	43,400	0	0	0	300	0	0	43,700
National Guard	9,200	0	0	3,500	0	0	0	12,700
Natural Resources	8,771,200	0	0	21,400	4,300	1,472,500	2,700	10,272,100
Public Education	0	995,000	0	8,600	(100)	3,770,600	(300)	4,773,800
Public Safety	640,200	0	0	12,100	(7,000)	26,100	0	671,400
Technology Services	(9,000)	0	0	0	18,111,200	0	0	18,102,200
Transportation	0	0	166,700	0	73,400	0	0	240,100
Total Operations Adjustments	\$24,341,200	\$17,005,000	\$166,700	(\$1,875,100)	\$18,250,100	\$5,369,000	\$3,295,400	\$66,552,300
Capital Budget	\$34,342,000	\$38,778,000	\$0	\$0	\$0	\$0	\$0	\$73,120,000
Debt Service	0	0	0	0	0	0	0	0
Total Budget Adjustments	\$58,683,200	\$55,783,000	\$166,700	(\$1,875,100)	\$18,250,100	\$5,369,000	\$3,295,400	\$139,672,300

Table 10 shows recommended FY 2007 supplemental appropriations.

Table 11
MINERAL LEASE
Three-Year Comparison

	Actual FY 2006	Governor Huntsman's Recommendations	
		Recommended FY 2007 (a)	Recommended FY 2008 (a)
Sources of Funding			
Federal Mineral Lease Royalties	\$116,623,500	\$117,079,700	\$121,303,000
Exchanged Lands Mineral Lease Royalties	12,602,700	7,485,000	7,755,000
National Monument Mineral Lease Royalties	124,000	185,300	192,000
<i>Subtotal Mineral Lease Royalties</i>	<i>129,350,200</i>	<i>124,750,000</i>	<i>129,250,000</i>
Federal Mineral Lease Bonus	40,169,800	17,204,400	9,817,200
Exchanged Lands Mineral Lease Bonus	590,800	495,600	282,800
<i>Subtotal Mineral Lease Bonus</i>	<i>40,760,600</i>	<i>17,700,000</i>	<i>10,100,000</i>
Total Funding	\$170,110,800	\$142,450,000	\$139,350,000
Appropriations			
Board of Education	\$2,896,200	\$2,822,900	\$2,927,400
Community Impact Fund	58,402,700	56,406,300	58,532,800
DCC - county special service districts	6,325,700	6,118,800	6,339,100
Discretionary:			
Transfer to General Fund	12,050,900	5,161,200	2,945,200
Payment in Lieu of Taxes	2,706,300	2,640,000	2,640,000
Transportation - county special service districts	50,654,900	49,019,800	50,788,000
USU Water Research Laboratory	2,846,600	2,753,500	2,852,600
Utah Geological Survey	2,849,300	2,757,400	2,856,800
<i>Subtotal Appropriations</i>	<i>138,732,600</i>	<i>127,679,900</i>	<i>129,881,900</i>
Statutory Allocations			
Community Impact Fund	28,262,500	12,163,600	6,940,800
Constitutional Defense Restricted Account	1,562,100	1,141,400	1,090,300
Rural Development Fund	789,700	656,900	667,500
Rural Electronic Commerce Fund	741,900	777,400	736,300
Permanent State School Fund	22,000	30,800	33,200
<i>Subtotal Allocations</i>	<i>31,378,200</i>	<i>14,770,100</i>	<i>9,468,100</i>
Total Appropriations and Allocations	\$170,110,800	\$142,450,000	\$139,350,000
Ending Balance	\$0	\$0	\$0

(a) Governor Huntsman's recommendations for FY 2007 and FY 2008 are based upon updated revenue projections and statutory amendments enacted by Senate Bill 66, Revenues from Federal Land Exchange Parcels, that passed in the 2002 General Session.

Table 11 shows the actual and recommended allocation of Mineral Lease revenue. This revenue comes from mineral leases on federal lands in Utah. Statutory allocations are set by formula.

GUIDE TO OPERATING AND CAPITAL BUDGET TABLES IN NEXT SECTION

The departmental operating and capital budget tables show actual revenue and expenditures for the past fiscal year (FY 2006), authorized and recommended revenue and expenditures for the current fiscal year (FY 2007), and recommended revenue and expenditures for the budget fiscal year (FY 2008). The guide below illustrates how to read these tables.

PUBLIC SAFETY
Operating Budget

The "Recommended FY 2007" column represents the authorized year plus recommended supplementals.

The "Total FY 2008" column represents the base budget plus all recommended adjustments. The details are shown in the itemized tables.

Governor Huntsman's Recommendations

	Actual FY 2006	Authorized FY 2007	Recommended FY 2007	Base FY 2008	Adjust- ments	Total FY 2008
Plan of Financing						
General Fund	\$43,567,900	\$46,396,100	\$47,383,800	\$46,058,900	\$5,614,700	\$51,673,600
Transportation Fund	5,495,500	5,495,500	5,495,500	5,495,500	0	5,495,500
Federal Funds	22,029,600	22,029,600	22,029,600	22,029,600	370,100	20,199,500
Debt	1,370,600	1,370,600	1,370,600	1,370,600	217,800	6,160,900
Beginning Balances	13,000	13,000	13,000	13,000	2,950,700	36,825,700
Closing Balances	9,000	9,000	9,000	9,000	13,500	1,789,400
Lapsing Funds	0	0	0	0	12,800	12,800
Management Information	81,700	81,700	81,700	81,700	0	473,300
Fire Marshal	2,675,600	2,675,600	2,675,600	2,675,600	0	1,396,300
Closing Balances	(3,019,300)	(3,019,300)	(3,019,300)	(3,019,300)	0	(990,500)
Lapsing Funds	(1,954,000)	(1,954,000)	(1,954,000)	(1,954,000)	0	(1,949,600)
Total Financing	\$17,631,900	\$116,290,500	\$91,378,400	\$89,322,900	\$9,179,600	\$121,086,900
Management Information	1,520,100	1,520,100	1,520,100	1,520,100	8,000	1,528,100
Fire Marshal	4,618,600	4,618,600	4,618,600	4,618,600	5,700	4,624,300
Liquor Law Enforcement	1,037,200	1,037,200	1,037,200	1,037,200	9,700	1,046,900
Total Budget	\$11,175,900	\$11,175,900	\$11,175,900	\$11,175,900	\$28,400	\$11,204,300
% Change from Recommended FY 2007 to Total FY 2008						4.1%
FTE Positions	--	1,082.0	1,084.0	1,082.0	2.0	1,084.0

The "Actual FY 2006" column represents verified revenues and expenditures for FY 2006.

The "Base FY 2008" column represents FY 2007 authorized amounts, plus or minus other adjustments identified in the Beginning Base Budget section of the itemized tables.

The "Authorized FY 2007" column reflects state tax expenditures as appropriated by the legislature and modified by revisions to federal revenues and other anticipated collections. Supplemental recommendations are not included.

The "Adjustments" column displays one-time and ongoing funding changes to existing or new programs, including the recommended compensation package. The Statewide Ongoing Adjustments, Ongoing Adjustments, and One-time Adjustments sections of the itemized table show these in detail.

The number of full-time equivalent positions (employees) is shown for reference.

GUIDE TO RECOMMENDATIONS TABLES IN NEXT SECTION

These tables show in detail the Governor's recommendations for base budget adjustments, ongoing program appropriations, one-time program increases, and supplemental appropriations. Ongoing program appropriations authorize expenditures on a recurring basis. One-time program increases are expenditures on a non-recurring or limited basis. Supplemental appropriations are adjustments to authorized expenditures in the current fiscal year only.

NATURAL RESOURCES

	General Fund	Education Fund	Other Funds	Total Funds
NATURAL RESOURCES FY 2008 OPERATING BUDGET				
Beginning Base Budget				
A1 FY 2007 appropriated budget	\$0	\$0	\$0	\$0
A2 Less one-time FY 2007 appropriations				0
Total Beginning Base Budget - Natural Resources				0
Ongoing Adjustments				
A3 Brief title/description				0
One-time Adjustments				
A4 Brief title/description here				0
Total FY 2008 Natural Resources Adjustments	0	0	0	0
Total FY 2008 Natural Resources Operating Budget	\$0	\$0	\$0	\$0
NATURAL RESOURCES FY 2007 OPERATING BUDGET ADJUSTMENTS				
A5 Brief title/description here				\$0
Total FY 2007 Natural Resources Budget Adjustments				0
NATURAL RESOURCES FY 2008 CAPITAL BUDGET				
One-time Adjustments				
A6 Brief title/description here				0
Total FY 2008 Natural Resources Capital Adjustments				0
Total FY 2008 Natural Resources Capital Budget				0
AGRICULTURE FY 2008 OPERATING BUDGET				
Beginning Base Budget				
A7 FY 2007 appropriated budget				\$0
Total Beginning Base Budget - Agriculture				0
Total FY 2008 Agriculture Adjustments	0			0
Total FY 2008 Agriculture Operating Budget	\$0			\$0
NATURAL RESOURCES TOTALS				
FY 2008 Operating Base Budget	\$0			\$0
FY 2008 Operating Adjustments				0
FY 2008 Operating Recommendation				0
FY 2007 Operating Supplementals				0
FY 2008 Capital Base Budget				0
FY 2008 Capital Adjustments				0
FY 2008 Capital Recommendation	0			0
FY 2007 Capital Supplementals	0	0	0	0

Separate columns are provided for different funding sources. The "Total Funds" column represents combined funding from all sources.

Each item has a brief description.

Each agency has its own section for operating and capital base budget, ongoing, one-time, and supplemental adjustments. The total base budget, total adjustments, and total budget rows for each department match the base budget, adjustments, and total columns in the operating or capital tables.

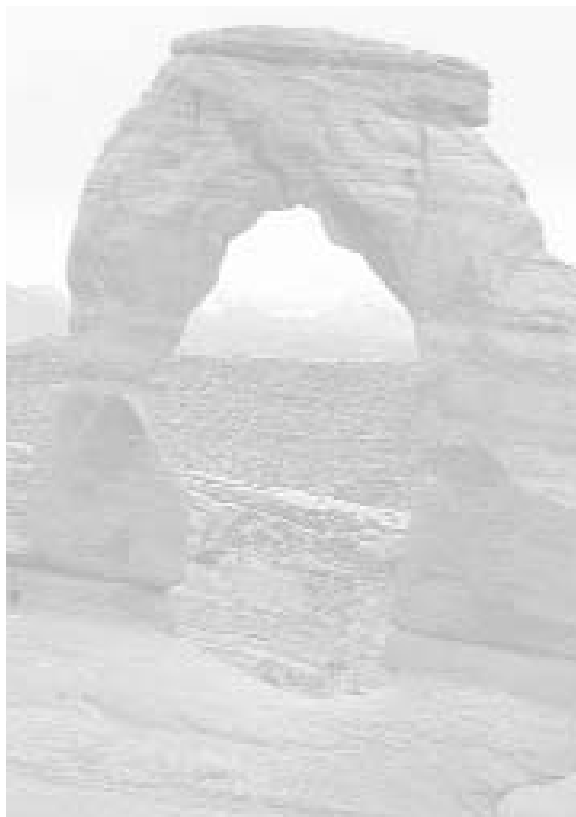
The "Totals" section combines base budget, adjustment, recommendation, and supplemental information for all agencies in a department section for easy comparison to operating and capital tables.

These numbers are for ease in referencing.

State of Utah

Operating and Capital Budget Recommendations by Department

- Agency categories in alphabetical order
- Major department accomplishments and services
- Governor Huntsman's major budget recommendations
- Intent statements recommended by the Governor for the FY 2007 supplemental appropriations act and the FY 2008 appropriations act
- Three-year comparison of operating and capital budgets
- Detailed FY 2008 base adjustments, FY 2008 ongoing and one-time appropriations, and FY 2007 supplemental appropriations



ADMINISTRATIVE SERVICES

Richard Amon, Analyst



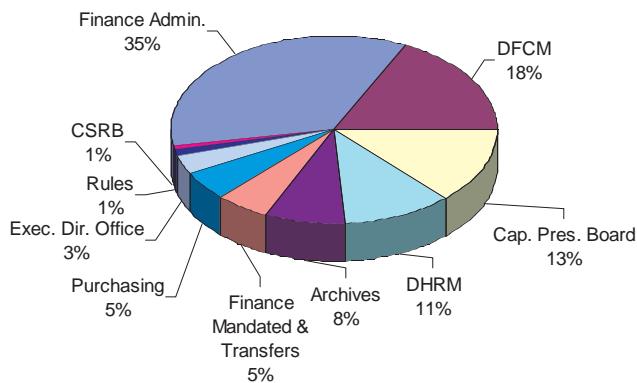
AGENCY BUDGET OVERVIEW

ADMINISTRATIVE SERVICES AGENCIES INCLUDE:

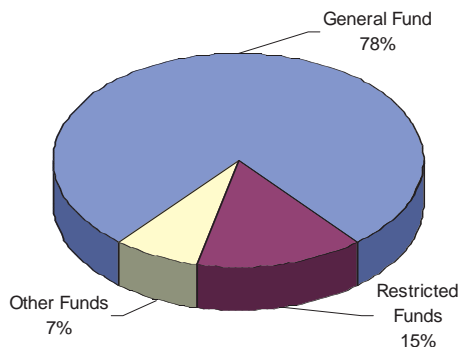
- Administrative Services
- Capitol Preservation Board
- Human Resource Management
- Career Service Review Board

Mission: *Deliver centralized services at competitive costs while exceeding customer expectations; provide operation and maintenance for the Capitol Hill Complex; add value to the State by increasing customer service and efficiency, and decreasing liability; and administer state employee grievances and appeals procedures*

Where Will My Taxes and Fees Go for Administrative Services?
(Total FY 2008 Operational Funding is \$33,820,200)



Financing of Administrative Services Agencies
(Based on FY 2008 Recommendations)



MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Finance Administration - \$11.8 million

- Prepares the State's Comprehensive Annual Financial Report and received its twenty-first consecutive Certificate of Achievement for Excellence in financial reporting
- Operates and maintains the State's financial accounting system
- Issues more than 2.5 million checks and electronic funds transfers worth over \$5.1 billion

Facilities Construction and Management (DFCM) - \$6.0 million

- Oversees design and construction of new projects valuing over \$467 million
- Manages 343 leases representing 1.7 million square feet of building space and 284.3 acres of land
- Completes 98 percent of capital improvement projects within one year of funding

Archives - \$2.7 million

- Microfilms 647,700 images
- Trains 3,400 state workers on records management
- Assists over 12,000 patrons with research needs

Purchasing - \$1.7 million

- Manages over 1,000 competitive bids annually

Capitol Preservation Board (CPB) - \$4.4 million

- Provides ongoing operation and maintenance for seven buildings on the Capitol Hill Complex

Human Resource Management (DHRM) - \$3.7 million

- Consolidated successfully all human resource programs and services statewide
- Continues workforce planning to understand and monitor 5,300 terminations and 680 retirements

Career Service Review Board (CSR) - \$0.2 million

- Resolved 83 grievance cases in FY 2006

RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Provide technical improvements for programs

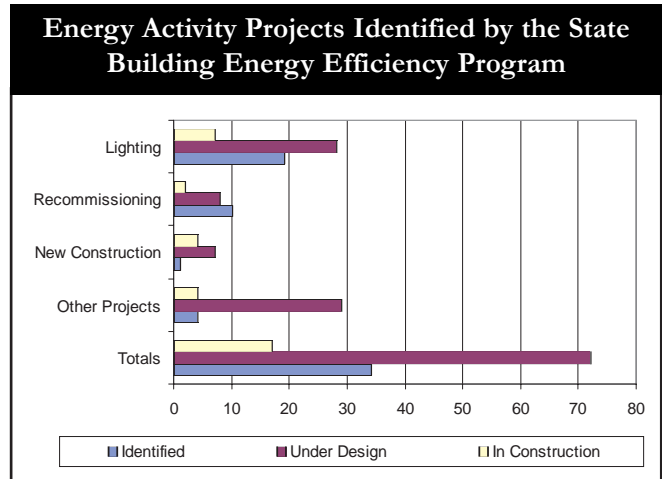
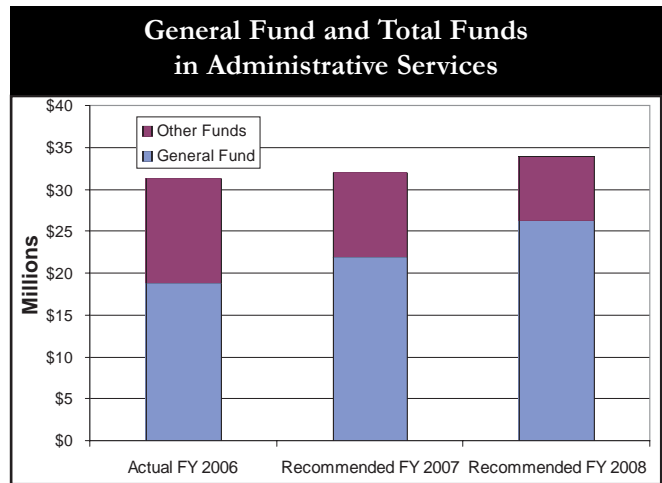
- Improve the ability of Archives to retain electronic records for the State with \$100,000 one-time General Fund
- Digitize over 500,000 records with \$55,400 ongoing General Fund
- Update the online electronic rules filing system (eRules) for Administrative Rules with \$71,500 supplemental General Fund
- Provide desktop and website computer support for the Executive Director's Office with \$60,000 ongoing General Fund

Improve energy efficiency in state buildings

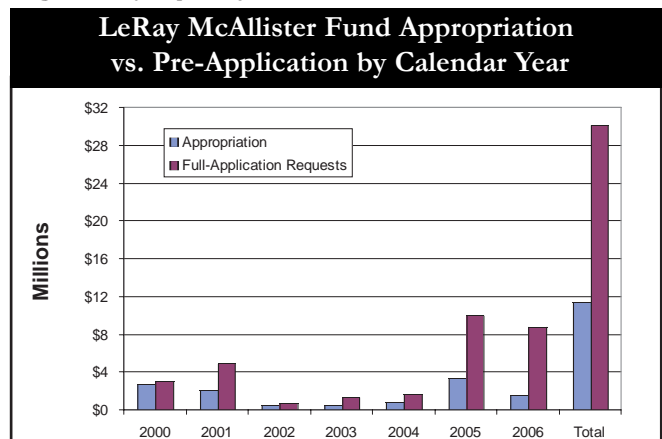
- Incorporate energy saving features into state buildings for the State Building Energy Efficiency Program with \$1,000,000 one-time General Fund

Increase statewide critical land conservation

- Conserve or restore lands deemed important to the community such as agricultural, wildlife habitat, watershed, recreational, cultural, or historical lands with \$1,000,000 ongoing and \$1,000,000 one-time General Fund



Over one hundred projects have been identified, designed, or are in the process of being constructed to help achieve Governor Huntsman's Energy Efficiency Policy goal of a statewide energy reduction of 20 percent by 2015.



Demand for land conservation dollars continues to increase at a rate greater than appropriations. Full application requests for the past seven calendar years totaled about \$30.1 million, while appropriations to the fund for the same period totaled about \$11.4 million.

PROPOSED LEGISLATIVE INTENT LANGUAGE AND INTERNAL SERVICE FUNDS

FY 2007 Proposed Legislative Intent

Department of Administrative Services

- Funds for the Office of Child Welfare Parental Defense are nonlapsing.
- Funds for Post Conviction Indigent Defense are nonlapsing.

Career Service Review Board

- Funds for Career Service Review Board are nonlapsing.

FY 2008 Proposed Legislative Intent

Department of Administrative Services

- Funds for the Office of Child Welfare Parental Defense are nonlapsing.
- Funds for the Executive Director's Office are nonlapsing.
- Funds for the Division of Administrative Rules are nonlapsing and shall be used to implement changes to the electronic rule filing and publication system.
- Funds for the Division of Archives are nonlapsing and shall be used to digitize and microfilm documents generated by the Legislature and former Utah governors for preservation and access.
- The DFCM internal service fund (ISF) may add up to three full-time equivalents (FTEs) and up to two vehicles beyond the authorized level if new facilities come online or maintenance agreements are requested. Any added FTEs will be reviewed and may be approved by the Legislature in the next legislative session.
- Funds for the Division of Finance are nonlapsing and shall be used for statewide accounting systems and an actuary study of post employment benefits.

- Funds for the Judicial Conduct Commission are nonlapsing.
- Funds for Post Conviction Indigent Defense are nonlapsing.
- Funds for LeRay McAllister Critical Land Fund are nonlapsing.
- Funds for the Division of Purchasing are nonlapsing and shall be used for electronic commerce.
- Funds for DHRM are nonlapsing.

Capitol Preservation Board

- Funds for Capitol Preservation Board are nonlapsing and shall be used for the design and construction costs associated with the State Capitol restoration.

Career Service Review Board

- Funds for Career Service Review Board are nonlapsing.

Statewide

- Cost-of-living adjustment (COLA) increases for FY 2008 shall become effective beginning the first pay period of FY 2008.
- A discretionary salary increase shall be used for employees based upon performance or other salary-related issues as determined by the executive directors or commissioners of state agencies and in accordance with rules and procedures established by DHRM.

**INTERNAL SERVICE FUND
RECOMMENDATIONS**

DAS ISF divisions provide products and services to state and other governmental agencies on a cost-reimbursement basis. They are set up to account for the cost of certain governmental services and to avoid duplication of effort among agencies, thus providing savings statewide. State agency budgets include funding for ISF services.

ISF divisions must receive legislative approval for rates charged to agencies, capital acquisitions, and FTEs. For FY 2008 the Governor recommends the rate changes approved by the ISF rate committee. The Governor also recommends FTEs and capital outlay authorizations for DAS ISF agencies as indicated on the following table.

FY 2008 Recommendation

ISF Description	Estimated Revenue	FTE Recommended	Capital Outlay Recommended
General Services	\$13,002,900 (a)	51.0 (b)	\$1,973,400
Fleet Operations	61,108,800 (c)	43.0	16,100,000
Risk Management	38,601,000 (d)	25.0	100,000
Facilities Management	22,706,600 (e)	123.0 (f)	86,600
DHRM	12,091,800 (g)	165.5	0

- (a) The FY 2008 revenue estimate includes a mail rate decrease of \$72,300.
- (b) Requests of one FTE for a p-card auditor and one FTE for State Mail.
- (c) The FY 2008 revenue estimate includes a fuel rate decrease of \$454,800 and an anticipated increase due to the consolidation of DNR fleet vehicles.
- (d) The FY 2008 revenue estimate includes a liability insurance rate decrease of \$562,000 and a property insurance rate increase of \$1,401,300.
- (e) The FY 2008 revenue estimate includes a lease rate increase of \$817,500 and other adjustments of \$1,296,300.
- (f) Request of one FTE for maintenance of the new Capitol building.
- (g) The FY 2008 revenue estimate includes a DHRM rate adjustment of \$811,900 to recoup COLA, merit, and benefit increases left in agency budgets.

FY 2007 Supplemental Recommendations

ISF Description	Estimated Revenue	FTE Recommended	Capital Outlay Recommended
Fleet Operations	\$0	0.0	\$3,569,700 (a)

- (a) In FY 2006 Fleet Operations purchased \$3,569,700 of vehicles which were not paid for until FY 2007. The department requests the authority to increase capital outlays by this amount for FY 2007.

ADMINISTRATIVE SERVICES
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$18,720,400	\$21,826,100	\$113,900	\$21,940,000	\$20,786,100	\$5,523,100	\$26,309,200
Transportation Fund	450,000	450,000	0	450,000	450,000	0	450,000
Federal Funds	270,400	6,700	(600)	6,100	86,000	(200)	85,800
Dedicated Credits	3,016,000	2,868,300	2,500	2,870,800	2,912,400	58,300	2,970,700
Restricted and Trust Funds	5,338,500	4,846,800	61,900	4,908,700	4,852,300	147,400	4,999,700
Transfers	(332,600)	(1,482,600)	0	(1,482,600)	(482,600)	(2,000,000)	(2,482,600)
Other Funds	141,400	41,400	0	41,400	41,400	0	41,400
Beginning Balances	10,398,400	5,696,800	0	5,696,800	2,165,000	0	2,165,000
Closing Balances	(5,696,800)	(2,165,000)	0	(2,165,000)	(669,000)	0	(669,000)
Lapsing Funds	(983,000)	(260,200)	0	(260,200)	(50,000)	0	(50,000)
Total Financing	\$31,322,700	\$31,828,300	\$177,700	\$32,006,000	\$30,091,600	\$3,728,600	\$33,820,200
Programs							
Administrative Services							
Executive Director's Office	\$936,700	\$848,900	\$2,400	\$851,300	\$823,900	\$305,600	\$1,129,500
Administrative Rules	365,800	381,400	91,200	472,600	338,800	32,200	371,000
Archives	2,271,400	2,298,400	100	2,298,500	2,392,500	277,500	2,670,000
DFCM - Administration	4,272,000	4,756,900	76,100	4,833,000	4,798,200	1,237,700	6,035,900
Finance							
Administration	11,516,800	12,692,600	(20,200)	12,672,400	11,628,300	171,900	11,800,200
Mandated - Judicial Conduct Comm.	216,800	247,600	0	247,600	237,300	12,600	249,900
Mandated - Indigent Defense	50,500	74,100	0	74,100	74,000	0	74,000
Mandated - Other	4,385,000	3,010,600	0	3,010,600	2,010,600	1,950,000	3,960,600
Purchasing	1,492,200	1,621,000	3,500	1,624,500	1,591,200	69,700	1,660,900
Transfer Appropriations to Other Funds	(332,600)	(1,482,600)	0	(1,482,600)	(482,600)	(2,000,000)	(2,482,600)
<i>Subtotal Administrative Services</i>	<i>25,174,600</i>	<i>24,448,900</i>	<i>153,100</i>	<i>24,602,000</i>	<i>23,412,200</i>	<i>2,057,200</i>	<i>25,469,400</i>
Capitol Preservation Board	2,731,100	2,942,100	2,600	2,944,700	2,864,300	1,528,700	4,393,000
Career Service Review Board	190,500	218,000	300	218,300	218,300	11,500	229,800
Human Resource Management	3,226,500	4,219,300	21,700	4,241,000	3,596,800	131,200	3,728,000
Total Budget	\$31,322,700	\$31,828,300	\$177,700	\$32,006,000	\$30,091,600	\$3,728,600	\$33,820,200
% Change from Authorized FY 2007 to Total FY 2008							6.3%
FTE Positions	--	194.5	0.0	194.5	194.5	5.5	200.0

ADMINISTRATIVE SERVICES
Capital Budget

Governor Huntsman's Recommendations								
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008	FY 2007 Bond
Plan of Financing								
General Fund	\$51,492,800	\$113,731,600	\$34,342,000	\$148,073,600	\$45,902,800	\$82,874,400	\$128,777,200	\$0
Education Fund	21,050,000	27,809,700	15,828,000	43,637,700	47,018,500	(19,208,800)	27,809,700	0
Federal Funds	1,383,800	0	0	0	0	0	0	0
Restricted and Trust Funds	3,419,000	0	0	0	0	4,000,000	4,000,000	0
FY 2007 Revenue Bond or Lease Purch.	0	0	0	0	0	0	0	1,476,000
Total Financing	\$77,345,600	\$141,541,300	\$50,170,000	\$191,711,300	\$92,921,300	\$67,665,600	\$160,586,900	\$1,476,000
Projects								
Statewide capital improvements	\$58,661,600	\$62,921,300	\$0	\$62,921,300	\$62,921,300	\$10,138,600	\$73,059,900	\$0
Ongoing funds to apply to one-time projects	0	0	0	0	30,000,000	(30,000,000)	0	0
Corrections - CUCF 288-bed facility	14,600,000	0	0	0	0	0	0	0
Courts - Provo land purchase	225,000	0	0	0	0	0	0	0
DHS - Development Center housing	2,575,000	0	0	0	0	0	0	0
DNR - fire management facility	694,000	0	0	0	0	0	0	0
CPB - Capitol restoration	590,000	50,000,000	0	50,000,000	0	51,000,000	51,000,000	0
Corrections - Gunnison facility	0	20,000,000	0	20,000,000	0	0	0	0
Courts - St. George land purchase	0	3,620,000	0	3,620,000	0	0	0	0
DNR - Midway fish hatchery	0	5,000,000	0	5,000,000	0	0	0	0
Courts - St. George Courthouse	0	0	29,000,000	29,000,000	0	0	0	0
DPS/Tax - Joint Driver License/DMV	0	0	5,342,000	5,342,000	0	0	0	0
Utah Schools for the Deaf and the Blind	0	0	15,828,000	15,828,000	0	0	0	0
Health - Unified Lab	0	0	0	0	0	30,852,000	30,852,000	0
ABC - North Temple store expansion	0	0	0	0	0	1,000,000	1,000,000	0
ABC - Taylorsville store expansion	0	0	0	0	0	1,500,000	1,500,000	0
ABC - Bountiful store reconstruction	0	0	0	0	0	1,500,000	1,500,000	0
Replacement of state parking lot (YWCA)	0	0	0	0	0	1,675,000	1,675,000	0
UCI - production warehouse phase I	0	0	0	0	0	0	0	1,476,000
Total Budget	\$77,345,600	\$141,541,300	\$50,170,000	\$191,711,300	\$92,921,300	\$67,665,600	\$160,586,900	\$1,476,000
% Change from Authorized FY 2007 to Total FY 2008							13.5%	

Capital facility projects (except for Higher Education, Public Education, and Transportation) are included in the Administrative Services budget because they are administered by the Division of Facilities Construction and Management, a division of the Department of Administrative Services.

ADMINISTRATIVE SERVICES

	General Fund	Education Fund	Transportation Fund	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
ADMINISTRATIVE SERVICES FY 2008 OPERATING BUDGET							
Beginning Base Budget							
A1	\$15,849,100	\$0	\$450,000	\$2,220,700	\$4,846,800	\$76,900	\$23,443,500
A2	(1,000,000)	0	0	0	0	0	(1,000,000)
A3	37,300	0	0	4,000	5,500	0	46,800
A4	0	0	0	16,600	0	905,300	921,900
Total Beginning Base Budget - Administrative Services	14,886,400	0	450,000	2,241,300	4,852,300	982,200	23,412,200
Statewide Ongoing Adjustments							
A5	300,700	0	0	26,900	38,900	0	366,500
A6	214,800	0	0	19,200	27,800	0	261,800
A7	9,000	0	0	(2,400)	(400)	0	6,200
A8	22,900	0	0	3,000	65,100	(300)	90,700
A9	131,600	0	0	11,000	15,000	0	157,600
A10	7,300	0	0	600	1,000	100	9,000
<i>Subtotal Statewide Ongoing Adjustments - Administrative Services</i>	<i>686,300</i>	<i>0</i>	<i>0</i>	<i>58,300</i>	<i>147,400</i>	<i>(200)</i>	<i>891,800</i>
Ongoing Adjustments							
A11	(50,000)	0	0	0	0	0	(50,000)
A12	55,400	0	0	0	0	0	55,400
A13	60,000	0	0	0	0	0	60,000
A14	1,000,000	0	0	0	0	(1,000,000)	0
<i>Subtotal Ongoing Adjustments - Administrative Services</i>	<i>1,065,400</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(1,000,000)</i>	<i>65,400</i>
One-time Adjustments							
A15	100,000	0	0	0	0	0	100,000
A16	1,000,000	0	0	0	0	(1,000,000)	0
A17	1,000,000	0	0	0	0	0	1,000,000
<i>Subtotal One-time Adjustments - Administrative Services</i>	<i>2,100,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(1,000,000)</i>	<i>1,100,000</i>
Total FY 2008 Administrative Services Adjustments	3,851,700	0	0	58,300	147,400	(2,000,200)	2,057,200
Total FY 2008 Administrative Services Operating Budget	\$18,738,100	\$0	\$450,000	\$2,299,600	\$4,999,700	(\$1,018,000)	\$25,469,400
ADMINISTRATIVE SERVICES FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
A18	\$71,500	\$0	\$0	\$0	\$0	\$0	\$71,500
A19	17,800	0	0	2,500	61,900	(600)	81,600
<i>Subtotal Supplemental Adjustments - Administrative Services</i>	<i>89,300</i>	<i>0</i>	<i>0</i>	<i>2,500</i>	<i>61,900</i>	<i>(600)</i>	<i>153,100</i>
Total FY 2007 Administrative Services Budget Adjustments	\$89,300	\$0	\$0	\$2,500	\$61,900	(\$600)	\$153,100

ADMINISTRATIVE SERVICES - CONTINUED

	General Fund	Education Fund	Transportation Fund	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
ADMINISTRATIVE SERVICES FY 2008 CAPITAL BUDGET							
Base Budget							
A20	\$113,731,600	\$27,809,700	\$0	\$0	\$0	\$0	\$141,541,300
A21	(67,828,800)	19,208,800	0	0	0	0	(48,620,000)
Total FY 2008 Admin. Services Capital Base Budget	45,902,800	47,018,500	0	0	0	0	92,921,300
Ongoing Adjustments							
A22	10,138,600	0	0	0	0	0	10,138,600
A23	19,208,800	(19,208,800)	0	0	0	0	0
	<i>29,347,400</i>	<i>(19,208,800)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>10,138,600</i>
One-time Adjustments							
A24	(30,000,000)	0	0	0	0	0	(30,000,000)
A25	51,000,000	0	0	0	0	0	51,000,000
A26	30,852,000	0	0	0	0	0	30,852,000
A27	0	0	0	0	1,000,000	0	1,000,000
A28	0	0	0	0	1,500,000	0	1,500,000
A29	0	0	0	0	1,500,000	0	1,500,000
A30	1,675,000	0	0	0	0	0	1,675,000
	<i>53,527,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>4,000,000</i>	<i>0</i>	<i>57,527,000</i>
Total FY 2008 Admin. Services Capital Adjustments	82,874,400	(19,208,800)	0	0	4,000,000	0	67,665,600
Total FY 2008 Administrative Services Capital Budget	\$128,777,200	\$27,809,700	\$0	\$0	\$4,000,000	\$0	\$160,586,900
ADMINISTRATIVE SERVICES FY 2007 CAPITAL BUDGET ADJUSTMENTS							
Supplemental Adjustments							
A31	\$0	\$15,828,000	\$0	\$0	\$0	\$0	\$15,828,000
A32	29,000,000	0	0	0	0	0	29,000,000
A33	5,342,000	0	0	0	0	0	5,342,000
	<i>34,342,000</i>	<i>15,828,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>50,170,000</i>
Total FY 2007 Administrative Services Capital Adjustments	\$34,342,000	\$15,828,000	\$0	\$0	\$0	\$0	\$50,170,000
CAPITOL PRESERVATION BOARD FY 2008 OPERATING BUDGET							
Beginning Base Budget							
A34	\$2,571,900	\$0	\$0	\$271,100	\$0	\$41,400	\$2,884,400
A35	(88,000)	0	0	0	0	0	(88,000)
A36	700	0	0	0	0	0	700
A37	0	0	0	0	0	67,200	67,200
Total Beginning Base Budget - Capitol Preservation Board	2,484,600	0	0	271,100	0	108,600	2,864,300

ADMINISTRATIVE SERVICES - CONTINUED

	General Fund	Education Fund	Transportation Fund	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Statewide Ongoing Adjustments							
A38	7,400	0	0	0	0	0	7,400
A39	5,300	0	0	0	0	0	5,300
A40	1,171,200	0	0	0	0	0	1,171,200
A41	2,700	0	0	0	0	0	2,700
A42	3,500	0	0	0	0	0	3,500
A43	100	0	0	0	0	0	100
	<i>Subtotal Statewide Ongoing Adj. - Capital Preservation Board</i>	<i>1,190,200</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,190,200</i>
Ongoing Adjustments							
A44	338,500	0	0	0	0	0	338,500
	<i>Subtotal Ongoing Adjustments - Capital Preservation Board</i>	<i>338,500</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>338,500</i>
	Total FY 2008 Capitol Preservation Board Adjustments	1,528,700	0	0	0	0	1,528,700
	Total FY 2008 Capitol Preservation Board Operating Budget	\$4,013,300	\$0	\$271,100	\$0	\$108,600	\$4,393,000
CAPITOL PRESERVATION BOARD FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
A45	\$2,600	\$0	\$0	\$0	\$0	\$0	\$2,600
	<i>Subtotal Supplemental Adjustments - Capital Preservation Board</i>	<i>2,600</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>2,600</i>
	Total FY 2007 Capitol Preservation Board Budget Adjustments	\$2,600	\$0	\$0	\$0	\$0	\$2,600
CAREER SERVICE REVIEW BOARD FY 2008 OPERATING BUDGET							
Beginning Base Budget							
A46	\$217,800	\$0	\$0	\$0	\$0	\$0	\$217,800
A47	500	0	0	0	0	0	500
	Total Beginning Base Budget - Career Service Review Board	218,300	0	0	0	0	218,300
Statewide Ongoing Adjustments							
A48	5,300	0	0	0	0	0	5,300
A49	3,700	0	0	0	0	0	3,700
A50	300	0	0	0	0	0	300
A51	2,000	0	0	0	0	0	2,000
A52	200	0	0	0	0	0	200
	<i>Subtotal Statewide Ongoing Adjustments - Career Service Review Board</i>	<i>11,500</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>11,500</i>
	Total FY 2008 Career Service Review Board Adjustments	11,500	0	0	0	0	11,500
	Total FY 2008 Career Service Review Board Operating Budget	\$229,800	\$0	\$0	\$0	\$0	\$229,800

ADMINISTRATIVE SERVICES - CONTINUED

	General Fund	Education Fund	Transportation Fund	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
CAREER SERVICE REVIEW BOARD FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
A53	Technology services internal service fund adjustments	\$0	\$0	\$0	\$0	\$0	\$300
	<i>Subtotal Supplemental Adjustments - Career Service Review Board</i>	300	0	0	0	0	300
Total FY 2007 Career Service Board Operating Adjustments	\$300	\$0	\$0	\$0	\$0	\$0	\$300
HUMAN RESOURCE MANAGEMENT FY 2008 OPERATING BUDGET							
Beginning Base Budget							
A54	FY 2007 appropriated budget	\$3,187,300	\$0	\$542,000	\$0	\$170,000	\$3,899,300
A55	Adjustments for extra working day	9,500	0	0	0	0	9,500
A56	Adjustments to funding levels	0	0	(142,000)	0	(170,000)	(312,000)
Total Beginning Base Budget - Human Resource Mgt.	3,196,800	0	0	400,000	0	0	3,596,800
Statewide Ongoing Adjustments							
A57	Cost-of-living adjustments of 3.5%	56,700	0	0	0	0	56,700
A58	Discretionary salary increase	40,500	0	0	0	0	40,500
A59	General services internal service fund adjustments	(5,800)	0	0	0	0	(5,800)
A60	Technology services internal service fund adjustments	22,000	0	0	0	0	22,000
A61	Health insurance rate adjustments	16,300	0	0	0	0	16,300
A62	Term, pool and unemployment insurance rate adjustments	1,500	0	0	0	0	1,500
	<i>Subtotal Statewide Ongoing Adjustments - Human Resource Management</i>	131,200	0	0	0	0	131,200
Total FY 2008 Human Resource Management Adjustments	131,200	0	0	0	0	0	131,200
Total FY 2008 Human Resource Management Operating Budget	\$3,328,000	\$0	\$0	\$400,000	\$0	\$0	\$3,728,000
HUMAN RESOURCE MANAGEMENT FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
A63	Technology services internal service fund adjustments	\$21,700	\$0	\$0	\$0	\$0	\$21,700
	<i>Subtotal Supplemental Adjustments - Human Resource Management</i>	21,700	0	0	0	0	21,700
Total FY 2007 Human Resource Management Budget Adjustments	\$21,700	\$0	\$0	\$0	\$0	\$0	\$21,700
ADMINISTRATIVE SERVICES TOTALS							
FY 2008 Operating Base Budget	\$20,786,100	\$0	\$450,000	\$2,912,400	\$4,852,300	\$1,090,800	\$30,091,600
FY 2008 Operating Ongoing and One-time Adjustments	5,523,100	0	0	58,500	147,400	(2,000,200)	3,728,600
FY 2008 Operating Recommendation	26,309,200	0	450,000	2,970,700	4,999,700	(909,400)	33,820,200
FY 2007 Operating Adjustments	113,900	0	0	2,500	61,900	(600)	177,700
FY 2008 Capital Base Budget	45,902,800	47,018,500	0	0	0	0	92,921,300
FY 2008 Capital Ongoing and One-time Adjustments	82,874,400	(19,208,800)	0	0	4,000,000	0	67,665,600
FY 2008 Capital Recommendation	128,777,200	27,809,700	0	0	4,000,000	0	160,586,900
FY 2007 Capital Adjustments	34,342,000	15,828,000	0	0	0	0	50,170,000

COMMERCE AND REVENUE

Christian Ward, Analyst



AGENCY BUDGET OVERVIEW

COMMERCE AND REVENUE AGENCIES INCLUDE:

- Department of Workforce Services
- Tax Commission
- Comprehensive Health Insurance Pool
- Department of Alcoholic Beverage Control
- Department of Commerce
- Public Service Commission
- Labor Commission
- Department of Insurance
- Department of Financial Institutions

Mission: *Encourage employment, provide temporary assistance, and maintain an appropriate balance between business and regulation*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

- Workforce Services (DWS) - \$310.7 million
- Provides employment and support services to more than 255,000 Utah residents
 - Leads the nation in shifting clients from welfare to employment, retaining jobs, and increasing employee earnings

- Tax Commission - \$79.9 million
- Collects, records, and distributes over \$6.5 billion in net revenues from over 40 different taxes and fees, resulting in deposits to over 200 different funds

- Comprehensive Health Insurance Pool - \$35.6 million
- Provides health insurance coverage for 3,462 (on average) medically uninsurable Utah residents

- Alcoholic Beverage Control - \$27.2 million
- Regulates and operates the retail sales of over \$180 million in alcoholic beverages throughout Utah, resulting in profits totaling \$47.4 million to the General Fund in FY 2006

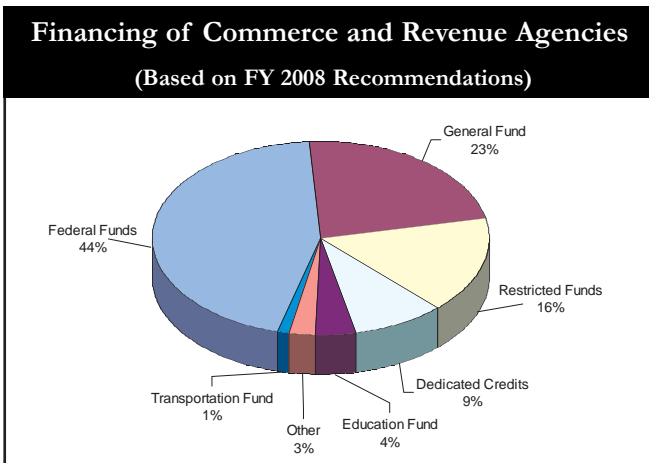
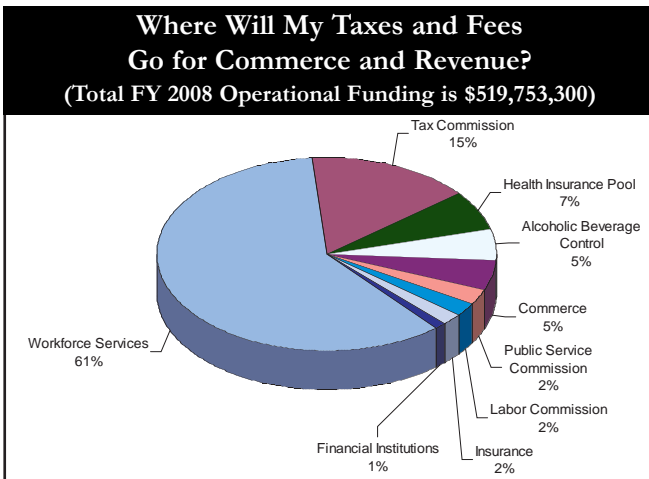
- Commerce - \$26.1 million
- Regulates 277,000 occupational and professional licensees in 154 classifications and processes 600,000 Utah business filings

- Public Service Commission - \$12.7 million
- Regulates 165 utility companies with gross intrastate revenues exceeding \$2.7 billion

- Labor Commission - \$12 million
- Assures safe and fair work environments for over 500,000 Utah businesses, resulting in a 2.0 percent reduction in prevalent workplace injuries and fatalities

- Department of Insurance - \$9.3 million
- Regulates 1,460 licensed insurers and 58,000 licensed agents with annual premiums exceeding \$8.8 billion

- Financial Institutions - \$6.1 million
- Regulates 121 state-chartered depository institutions with assets totaling \$141.4 billion



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Workforce Services

- Maintain General Assistance benefits and support caseload growth with \$5,000,000 ongoing and \$1,000,000 supplemental General Fund
- Support the five-year 25 percent increase in child care caseload and replace one-time funding with \$3,500,000 ongoing General Fund
- Enhance the TANF maintenance of effort due to adjustments in the federally-mandated Work Participation Rate requirements with \$1,659,300 one-time and \$1,659,300 supplemental General Fund

Tax Commission

- Fund phase II of the Arches tax system with \$10,000,000 supplemental Uniform School Fund

Alcoholic Beverage Control

- Support the Eliminating Alcohol Sales to Youth (EASY) media program, designed to reduce underage drinking, in cooperation with the Utah Substance Abuse and Anti-Violence Coordinating Council with \$1,600,000 one-time restricted funds

Comprehensive Health Insurance Pool

- Support program operations with \$1,000,000 ongoing General Fund

Insurance

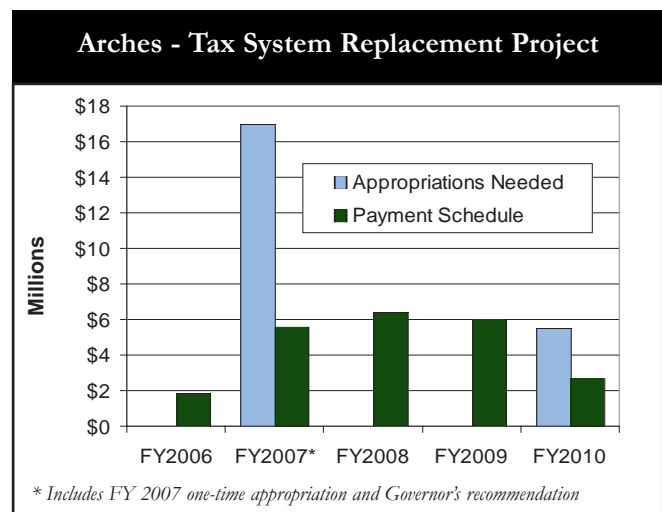
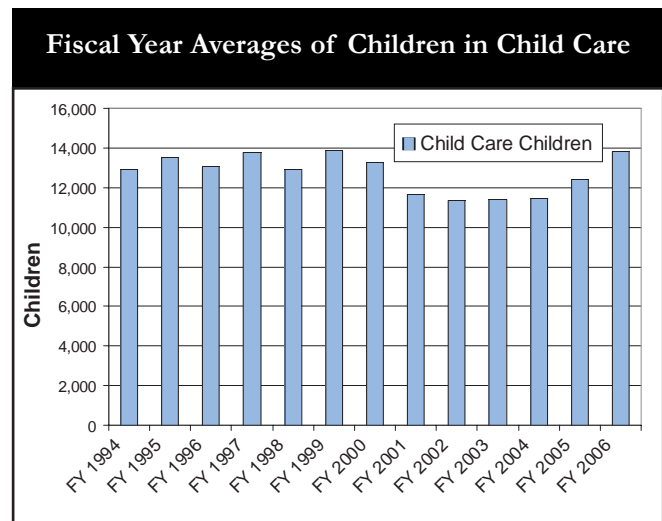
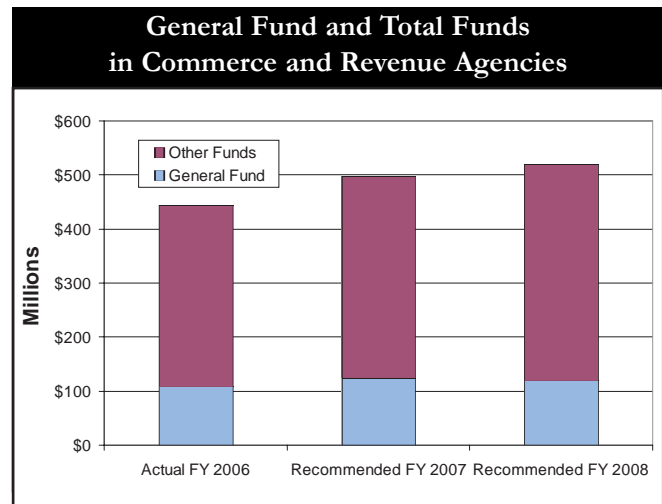
- Promote cost-efficient and competent insurance regulation and a 150 percent reimbursement rate to the General Fund by hiring three additional in-state regulators with \$243,400 ongoing General Fund

Commerce

- Digitize 3,000 professional licensing disciplinary case files for greater storage and retrieval capacity with \$120,200 one-time restricted funds

Labor Commission

- Replace federal funding for the Utah Antidiscrimination and Labor Division (UALD) with \$100,000 ongoing General Fund
- Develop Utah's Electronic Data Interchange (EDI) for more detailed, accurate, and efficient data collection of claims against Workers' Compensation policies with \$96,000 one-time General Fund



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2007 Proposed Legislative Intent

Commerce

- Up to \$40,000 of the Division of Public Utilities operating funds for the purpose of remodeling the division's office space is nonlapsing.
- Up to \$45,000 of the Department of Commerce operating funds for the purpose of remodeling the Division of Corporation's office space is nonlapsing.
- Up to \$350,000 of the electronic payment fee dedicated credit balance at the end of FY 2007 may be transferred to the Commerce Administration restricted funds base budget for FY 2008 to offset electronic payment expenses.

Insurance

- If funds are available, the Insurance Department is authorized to not lapse up to \$120,000 for computer equipment and software and \$10,000 for employee training.

Labor Commission

- If funds are available, the Labor Commission is authorized to not lapse up to \$50,000 for computer equipment and software, and \$15,000 for replacement of broken and out-dated furnishings.

Public Service Commission

- Funds appropriated to the Public Service Commission are nonlapsing.

Tax Commission

- Funds collected for electronic transaction fees are nonlapsing.

- Motor Vehicle enforcement officers are authorized to have commute and personal use of vehicles assigned to them for law enforcement duties. This will be paid for with funds currently available for fleet vehicle costs, and agency policies and procedures will outline the rules related to the use of these vehicles.

FY 2008 Proposed Legislative Intent

Alcoholic Beverage Control

- Alcoholic Beverage Control is authorized to purchase up to two vehicles from the state motor pool using existing funds.

Commerce

- Unused funds for the Division of Public Utilities lapse to the division's Professional and Technical Services fund.
- Funds for the Division of Public Utilities Professional and Technical Services are nonlapsing.
- Unused funds for the Committee of Consumer Services lapse to the Committee's Professional and Technical Services fund.
- Funds for the Committee of Consumer Services Professional and Technical Services are nonlapsing.
- The Department of Commerce is authorized to purchase one additional fleet vehicle for the Division of Occupational and Professional Licensing (DOPL) investigations from existing division funds.

Labor Commission

- Labor Commission fees collected from sponsoring and holding seminars are nonlapsing.

Public Service Commission

- Funds appropriated to the Public Service Commission are nonlapsing.

Tax Commission

- If funds are available, the Tax Commission is authorized to not lapse funds for modernization of tax and motor vehicle systems and processes and Streamlined Sales Tax implementation.
- Funds collected for electronic transaction fees are nonlapsing.

- Motor Vehicle enforcement officers are authorized to have commute and personal use of vehicles assigned to them for law enforcement duties. This will be paid for with funds currently available for fleet vehicle costs, and agency policies and procedures will outline the rules related to the use of these vehicles.

Workforce Services

- Funds appropriated to the Department of Workforce Services are nonlapsing.

COMMERCE AND REVENUE
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$108,329,700	\$124,407,900	\$5,350,900	\$129,758,800	\$103,990,900	\$15,111,000	\$119,101,900
Education Fund	18,151,400	19,263,600	9,996,900	29,260,500	19,314,100	1,024,800	20,338,900
Transportation Fund	5,857,400	5,857,400	0	5,857,400	5,857,400	0	5,857,400
Federal Funds	210,467,300	209,023,200	(1,741,000)	207,282,200	220,791,500	11,335,100	232,126,600
Dedicated Credits	19,503,600	39,316,900	1,700	39,318,600	45,259,000	545,200	45,804,200
Restricted and Trust Funds	91,478,800	83,020,400	(15,900)	83,004,500	76,151,300	7,202,400	83,353,700
Transfers	5,826,900	12,409,200	3,127,400	15,536,600	9,028,000	291,500	9,319,500
Other Funds	0	0	0	0	127,300	0	127,300
Pass-through Funds	27,200	0	0	0	50,000	0	50,000
Beginning Balances	36,315,700	49,051,200	0	49,051,200	43,937,600	0	43,937,600
Closing Balances	(49,051,200)	(43,937,600)	0	(43,937,600)	(40,263,800)	0	(40,263,800)
Lapsing Funds	(2,060,300)	(531,700)	0	(531,700)	0	0	0
Total Financing	\$444,846,500	\$497,880,500	\$16,720,000	\$514,600,500	\$484,243,300	\$35,510,000	\$519,753,300
Programs							
Commerce and Revenue							
Alcoholic Beverage Control	\$20,408,200	\$24,599,900	\$32,900	\$24,632,800	\$23,024,200	\$4,224,300	\$27,248,500
Commerce	19,612,300	25,329,200	(35,900)	25,293,300	24,717,600	1,416,500	26,134,100
Financial Institutions	4,760,200	5,788,900	900	5,789,800	5,774,000	354,300	6,128,300
Insurance	7,015,400	8,853,900	38,400	8,892,300	8,507,600	806,400	9,314,000
Health Insurance Pool	23,891,000	30,448,400	0	30,448,400	34,591,100	1,000,000	35,591,100
Labor Commission	9,346,800	11,204,200	13,900	11,218,100	11,166,200	787,600	11,953,800
Public Service Commission	1,696,800	2,374,200	600	2,374,800	2,160,400	98,200	2,258,600
Speech and Hearing Impaired Fund	1,476,400	2,145,400	0	2,145,400	2,039,100	0	2,039,100
Universal Telecom. Service Fund	8,446,700	8,446,700	0	8,446,700	8,446,700	0	8,446,700
Tax Commission	70,112,800	81,571,700	10,009,600	91,581,300	75,684,100	4,240,900	79,925,000
Workforce Services	278,079,900	297,118,000	6,659,600	303,777,600	288,132,300	22,581,800	310,714,100
Total Budget	\$444,846,500	\$497,880,500	\$16,720,000	\$514,600,500	\$484,243,300	\$35,510,000	\$519,753,300
% Change from Authorized FY 2007 to Total FY 2008							4.4%
FTE Positions	--	3,448.5	0.0	3,448.5	3,448.5	23.0	3,471.5

COMMERCE AND REVENUE

	General and Education Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
ALCOHOLIC BEVERAGE CONTROL FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B1	FY 2007 appropriated budget	\$0	\$0	\$0	\$22,968,700	\$0	\$24,599,900
B2	Adjustments for one-time FY 2007 appropriations	(1,631,200)	0	0	0	0	(1,631,200)
B3	Adjustments for extra working day	0	0	0	55,500	0	55,500
	Total Beginning Base Budget - Alcoholic Beverage Control	0	0	0	23,024,200	0	23,024,200
Statewide Ongoing Adjustments							
B4	Cost-of-living adjustments of 3.5%	0	0	0	356,700	0	356,700
B5	Discretionary salary increase	0	0	0	254,700	0	254,700
B6	General services internal service fund adjustments	0	0	0	161,100	0	161,100
B7	Technology services internal service fund adjustments	0	0	0	34,800	0	34,800
B8	Health insurance rate adjustments	0	0	0	178,700	0	178,700
B9	Term, pool and unemployment insurance rate adjustments	0	0	0	8,800	0	8,800
	<i>Subtotal Statewide Ongoing Adj. - Alcoholic Beverage Control</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>994,800</i>	<i>0</i>	<i>994,800</i>
Ongoing Adjustments							
B10	New store FTEs	0	0	0	448,700	0	448,700
B11	Bond payments	0	0	0	640,000	0	640,000
B12	New package agency	0	0	0	58,600	0	58,600
B13	Package agency increase due to sales volume	0	0	0	146,500	0	146,500
B14	Package agency cost-of-living increase	0	0	0	40,700	0	40,700
	<i>Subtotal Ongoing Adjustments - Alcoholic Beverage Control</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,334,500</i>	<i>0</i>	<i>1,334,500</i>
One-time Adjustments							
B15	Replace IBM enterprise servers	0	0	0	295,000	0	295,000
B16	Eliminating Alcohol Sales to Youth (EASY) media campaign	0	0	0	1,600,000	0	1,600,000
	<i>Subtotal One-time Adjustments - Alcoholic Beverage Control</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,895,000</i>	<i>0</i>	<i>1,895,000</i>
	Total FY 2008 Alcoholic Beverage Control Adjustments	0	0	0	4,224,300	0	4,224,300
	Total FY 2008 Alcoholic Beverage Control Operating Budget	\$0	\$0	\$0	\$27,248,500	\$0	\$27,248,500
ALCOHOLIC BEVERAGE CONTROL FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
B17	Technology services internal service fund adjustments	\$0	\$0	\$0	\$32,900	\$0	\$32,900
	<i>Subtotal Supplemental Adjustments - Alcoholic Beverage Control</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>32,900</i>	<i>0</i>	<i>32,900</i>
	Total FY 2007 Alcoholic Beverage Control Budget Adjustments	\$0	\$0	\$0	\$32,900	\$0	\$32,900

COMMERCE AND REVENUE - CONTINUED

		General and Transportation		Federal	Dedicated	Restricted	Other	Total
		Education Funds	Fund	Funds	Credits	Funds	Funds	Funds
COMMERCE FY 2008 OPERATING BUDGET								
Beginning Base Budget								
B18	FY 2007 appropriated budget	\$70,000	\$0	\$245,900	\$1,727,600	\$21,941,000	\$580,700	\$24,565,200
B19	Adjustments for one-time FY 2007 appropriations	(20,000)	0	0	0	0	0	(20,000)
B20	Adjustments for extra working day	0	0	0	0	48,600	0	48,600
B21	Adjustments to funding levels	0	0	0	0	0	123,800	123,800
	Total Beginning Base Budget - Commerce	50,000	0	245,900	1,727,600	21,989,600	704,500	24,717,600
Statewide Ongoing Adjustments								
B22	Cost-of-living adjustments of 3.5%	0	0	0	2,500	492,800	0	495,300
B23	Discretionary salary increase	0	0	0	1,700	352,000	0	353,700
B24	General services internal service fund adjustments	0	0	0	0	(800)	0	(800)
B25	Technology services internal service fund adjustments	0	0	(300)	1,900	(35,200)	0	(33,600)
B26	Health insurance rate adjustments	0	0	0	2,100	232,600	0	234,700
B27	Term, pool and unemployment insurance rate adjustments	0	0	0	100	11,900	0	12,000
	<i>Subtotal Statewide Ongoing Adjustments - Commerce</i>	<i>0</i>	<i>0</i>	<i>(300)</i>	<i>8,300</i>	<i>1,053,300</i>	<i>0</i>	<i>1,061,300</i>
Ongoing Adjustments								
B28	Real Estate Office specialists	0	0	0	0	98,000	0	98,000
B29	Consumer Protection Office specialists	0	0	0	0	49,000	0	49,000
B30	Athletic Commission part-time secretary	0	0	0	0	37,000	0	37,000
B31	Fiscal impact - <i>Uniform Debt-Mgt. Services Act (SB 79)</i>	0	0	0	0	51,000	0	51,000
	<i>Subtotal Ongoing Adjustments - Commerce</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>235,000</i>	<i>0</i>	<i>235,000</i>
One-time Adjustments								
B32	Digitization of DOPL disciplinary case files	0	0	0	0	120,200	0	120,200
	<i>Subtotal One-time Adjustments - Commerce</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>120,200</i>	<i>0</i>	<i>120,200</i>
	Total FY 2008 Commerce Adjustments	0	0	(300)	8,300	1,408,500	0	1,416,500
	Total FY 2008 Commerce Operating Budget	\$50,000	\$0	\$245,600	\$1,735,900	\$23,398,100	\$704,500	\$26,134,100
COMMERCE FY 2007 OPERATING BUDGET ADJUSTMENTS								
Supplemental Adjustments								
B33	Technology services internal service fund adjustments	\$0	\$0	(\$300)	\$1,900	(\$37,500)	\$0	(\$35,900)
	<i>Subtotal Supplemental Adjustments - Commerce</i>	<i>0</i>	<i>0</i>	<i>(300)</i>	<i>1,900</i>	<i>(37,500)</i>	<i>0</i>	<i>(35,900)</i>
	Total FY 2007 Commerce Budget Adjustments	\$0	\$0	(\$300)	\$1,900	(\$37,500)	\$0	(\$35,900)

COMMERCE AND REVENUE - CONTINUED

	General and Education Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
FINANCIAL INSTITUTIONS FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B34	\$0	\$0	\$0	\$0	\$5,788,900	\$0	\$5,788,900
B35	0	0	0	0	(29,000)	0	(29,000)
B36	0	0	0	0	14,100	0	14,100
Total Beginning Base Budget - Financial Institutions	0	0	0	0	5,774,000	0	5,774,000
Statewide Ongoing Adjustments							
B37	0	0	0	0	152,600	0	152,600
B38	0	0	0	0	109,000	0	109,000
B39	0	0	0	0	2,400	0	2,400
B40	0	0	0	0	1,100	0	1,100
B41	0	0	0	0	55,800	0	55,800
B42	0	0	0	0	3,600	0	3,600
	0	0	0	0	324,500	0	324,500
Ongoing Adjustments							
B43	0	0	0	0	16,200	0	16,200
B44	0	0	0	0	13,600	0	13,600
	0	0	0	0	29,800	0	29,800
Total FY 2008 Financial Institutions Adjustments	0	0	0	0	354,300	0	354,300
Total FY 2008 Financial Institutions Operating Budget	\$0	\$0	\$0	\$0	\$6,128,300	\$0	\$6,128,300
FINANCIAL INSTITUTIONS FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
B45	\$0	\$0	\$0	\$0	\$900	\$0	\$900
	0	0	0	0	900	0	900
Total FY 2007 Financial Institutions Budget Adjustments	\$0	\$0	\$0	\$0	\$900	\$0	\$900
INSURANCE FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B46	\$5,311,600	\$0	\$0	\$2,932,000	\$22,100	\$217,400	\$8,483,100
B47	13,200	0	0	0	0	0	13,200
B48	0	0	0	90,400	0	(79,100)	11,300
Total Beginning Base Budget - Insurance	5,324,800	0	0	3,022,400	22,100	138,300	8,507,600

COMMERCE AND REVENUE - CONTINUED

	Education Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Statewide Ongoing Adjustments							
B49	132,700	0	0	29,700	0	0	162,400
	Cost-of-living adjustments of 3.5%						
B50	94,700	0	0	21,300	0	0	116,000
	Discretionary salary increase						
B51	4,000	0	0	500	0	0	4,500
	General services internal service fund adjustments						
B52	33,300	0	0	5,900	0	0	39,200
	Technology services internal service fund adjustments						
B53	62,200	0	0	12,600	0	0	74,800
	Health insurance rate adjustments						
B54	3,100	0	0	700	0	0	3,800
	Term, pool and unemployment insurance rate adjustments						
	330,000	0	0	70,700	0	0	400,700
	<i>Subtotal Statewide Ongoing Adjustments - Insurance</i>						
Ongoing Adjustments							
B55	243,400	0	0	0	0	0	243,400
	Financial examiners						
B56	0	0	0	162,300	0	0	162,300
	Captive Insurer examiners						
	243,400	0	0	162,300	0	0	405,700
	<i>Subtotal Ongoing Adjustments - Insurance</i>						
Total FY 2008 Insurance Adjustments	573,400	0	0	233,000	0	0	806,400
Total FY 2008 Insurance Operating Budget	\$5,898,200	\$0	\$0	\$3,255,400	\$22,100	\$138,300	\$9,314,000
INSURANCE FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
B57	\$32,700	\$0	\$0	\$5,700	\$0	\$0	\$38,400
	Technology services internal service fund adjustments						
	32,700	0	0	5,700	0	0	38,400
	<i>Subtotal Supplemental Adjustments - Insurance</i>						
Total FY 2007 Insurance Budget Adjustments	\$32,700	\$0	\$0	\$5,700	\$0	\$0	\$38,400
LABOR COMMISSION FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B58	\$5,916,700	\$0	\$2,476,600	\$0	\$2,735,900	\$25,000	\$11,154,200
	FY 2007 appropriated budget						
B59	15,100	0	0	0	5,400	0	20,500
	Adjustments for extra working day						
B60	0	0	(8,500)	0	0	0	(8,500)
	Adjustments to funding levels						
Total Beginning Base Budget - Labor Commission	5,931,800	0	2,468,100	0	2,741,300	25,000	11,166,200
Statewide Ongoing Adjustments							
B61	161,700	0	46,200	0	32,200	0	240,100
	Cost-of-living adjustments of 3.5%						
B62	115,500	0	33,000	0	23,000	0	171,500
	Discretionary salary increase						
B63	500	0	0	0	(200)	0	300
	General services internal service fund adjustments						
B64	9,800	0	3,100	0	1,900	0	14,800
	Technology services internal service fund adjustments						
B65	69,100	0	19,500	0	14,800	0	103,400
	Health insurance rate adjustments						
B66	3,800	0	1,100	0	800	0	5,700
	Term, pool and unemployment insurance rate adjustments						
	360,400	0	102,900	0	72,500	0	535,800
	<i>Subtotal Statewide Ongoing Adjustments - Labor Commission</i>						

COMMERCE AND REVENUE - CONTINUED

	General and Education Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Ongoing Adjustments							
B67	Wage Claim specialist	55,800	0	0	0	0	55,800
B68	Replacement of federal funds - UALID	100,000	0	0	0	0	100,000
	<i>Subtotal Ongoing Adjustments - Labor Commission</i>	155,800	0	0	0	0	155,800
One-time Adjustments							
B69	EDI standard programmer (phase I of II)	96,000	0	0	0	0	96,000
	<i>Subtotal One-time Adjustments - Labor Commission</i>	96,000	0	0	0	0	96,000
	Total FY 2008 Labor Commission Adjustments	612,200	0	102,900	0	72,500	787,600
	Total FY 2008 Labor Commission Operating Budget	\$6,544,000	\$0	\$2,571,000	\$0	\$2,813,800	\$11,953,800
LABOR COMMISSION FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
B70	Technology services internal service fund adjustments	\$9,400	\$0	\$2,800	\$0	\$1,700	\$13,900
	<i>Subtotal Supplemental Adjustments - Labor Commission</i>	9,400	0	2,800	0	1,700	13,900
	Total FY 2007 Labor Commission Budget Adjustments	\$9,400	\$0	\$2,800	\$0	\$1,700	\$13,900
PUBLIC SERVICE COMMISSION FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B71	FY 2007 appropriated budget	\$0	\$0	\$0	\$571,800	\$0	\$2,280,800
B72	Adjustments for extra working day	0	0	0	0	4,900	4,900
B73	Adjustments to funding levels	0	0	0	(125,300)	0	(125,300)
	Total Beginning Base Budget - Public Service Commission	0	0	0	446,500	0	2,160,400
Statewide Ongoing Adjustments							
B74	Cost-of-living adjustments of 3.5%	0	0	0	0	48,300	48,300
B75	Discretionary salary increase	0	0	0	0	34,500	34,500
B76	General services internal service fund adjustments	0	0	0	0	1,000	1,000
B77	Technology services internal service fund adjustments	0	0	0	0	800	800
B78	Health insurance rate adjustments	0	0	0	0	12,400	12,400
B79	Term, pool and unemployment insurance rate adjustments	0	0	0	0	1,200	1,200
	<i>Subtotal Statewide Ongoing Adjustments - Public Service Commission</i>	0	0	0	0	98,200	98,200
	Total FY 2008 Public Service Commission Adjustments	0	0	0	0	98,200	98,200
	Total FY 2008 Public Service Commission Operating Budget	\$0	\$0	\$0	\$446,500	\$1,812,100	\$2,258,600

COMMERCE AND REVENUE - CONTINUED

	General and Education Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
PUBLIC SERVICE COMMISSION FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
B80	\$0	\$0	\$0	\$0	\$600	\$0	\$600
	0	0	0	0	600	0	600
	<i>Subtotal Supplemental Adjustments - Public Service Commission</i>						
Total FY 2007 Public Service Commission Budget Adjustments	\$0	\$0	\$0	\$0	\$600	\$0	\$600
TAX COMMISSION FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B81	\$49,149,500	\$5,857,400	\$434,000	\$10,493,800	\$12,442,300	\$1,578,000	\$79,955,000
B82	(6,000,000)	0	0	0	0	0	(6,000,000)
B83	116,000	0	0	0	21,900	0	137,900
B84	0	0	19,600	2,043,700	0	(472,100)	1,591,200
Total Beginning Base Budget - Tax Commission	43,265,500	5,857,400	453,600	12,537,500	12,464,200	1,105,900	75,684,100
Statewide Ongoing Adjustments							
B85	993,000	0	0	116,900	186,200	0	1,296,100
B86	709,200	0	0	83,500	133,000	0	925,700
B87	(8,500)	0	0	(500)	(1,300)	0	(10,300)
B88	(59,000)	0	0	(4,800)	(13,500)	0	(77,300)
B89	541,300	0	0	73,500	101,100	0	715,900
B90	23,600	0	0	2,700	4,400	0	30,700
	<i>Subtotal Statewide Ongoing Adjustments - Tax Commission</i>	<i>2,199,600</i>	<i>0</i>	<i>271,300</i>	<i>409,900</i>	<i>0</i>	<i>2,880,800</i>
Ongoing Adjustments							
B91	296,900	0	0	0	0	0	296,900
B92	237,500	0	0	0	0	0	237,500
B93	0	0	0	0	634,700	0	634,700
B94	191,000	0	0	0	0	0	191,000
	<i>Subtotal Ongoing Adjustments - Tax Commission</i>	<i>725,400</i>	<i>0</i>	<i>0</i>	<i>634,700</i>	<i>0</i>	<i>1,360,100</i>
Total FY 2008 Tax Commission Adjustments	2,925,000	0	0	271,300	1,044,600	0	4,240,900
Total FY 2008 Tax Commission Operating Budget	\$46,190,500	\$5,857,400	\$453,600	\$12,808,800	\$13,508,800	\$1,105,900	\$79,925,000
TAX COMMISSION FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
B95	\$10,000,000	\$0	\$0	\$0	\$0	\$0	\$10,000,000
B96	95,000	0	0	0	0	0	95,000
B97	(65,000)	0	0	(5,900)	(14,500)	0	(85,400)
	<i>Subtotal Supplemental Adjustments - Tax Commission</i>	<i>10,030,000</i>	<i>0</i>	<i>(5,900)</i>	<i>(14,500)</i>	<i>0</i>	<i>10,009,600</i>
Total FY 2007 Tax Commission Budget Adjustments	\$10,030,000	\$0	\$0	(\$5,900)	(\$14,500)	\$0	\$10,009,600

COMMERCE AND REVENUE - CONTINUED

	General and Education Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
WORKFORCE SERVICES FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B98	\$70,592,500	\$0	\$229,622,800	\$2,893,000	\$7,506,200	\$16,167,200	\$326,781,700
B99	(11,887,400)	0	0	0	0	0	(11,887,400)
B100	27,800	0	0	0	6,200	0	34,000
B101	0	0	(11,998,900)	(1,352,800)	(7,512,400)	(5,931,900)	(26,796,000)
Total Beginning Base Budget - Workforce Services	58,732,900	0	217,623,900	1,540,200	0	10,235,300	288,132,300
Statewide Ongoing Adjustments							
B102	578,900	0	2,321,900	13,600	0	176,100	3,090,500
B103	413,500	0	1,658,500	9,700	0	125,800	2,207,500
B104	53,400	0	142,400	2,000	0	3,300	201,100
B105	(616,800)	0	(1,710,700)	0	0	(113,500)	(2,441,000)
B106	323,100	0	1,264,800	7,000	0	95,600	1,690,500
B107	13,800	0	55,600	300	0	4,200	73,900
<i>Subtotal Statewide Ongoing Adjustments - Workforce Services</i>	<i>765,900</i>	<i>0</i>	<i>3,732,500</i>	<i>32,600</i>	<i>0</i>	<i>291,500</i>	<i>4,822,500</i>
Ongoing Adjustments							
B108	5,000,000	0	0	0	0	0	5,000,000
B109	3,500,000	0	7,500,000	0	0	0	11,000,000
<i>Subtotal Ongoing Adjustments - Workforce Services</i>	<i>8,500,000</i>	<i>0</i>	<i>7,500,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>16,000,000</i>
One-time Adjustments							
B110	1,659,300	0	0	0	0	0	1,659,300
B111	100,000	0	0	0	0	0	100,000
<i>Subtotal One-time Adjustments - Workforce Services</i>	<i>1,759,300</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,759,300</i>
Total FY 2008 Workforce Services Adjustments	11,025,200	0	11,232,500	32,600	0	291,500	22,581,800
Total FY 2008 Workforce Services Operating Budget	\$69,758,100	\$0	\$228,856,400	\$1,572,800	\$0	\$10,526,800	\$310,714,100
WORKFORCE SERVICES FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
B112	\$1,000,000	\$0	\$0	\$0	\$0	\$0	\$1,000,000
B113	1,659,300	0	0	0	0	0	1,659,300
B114	3,244,000	0	0	0	0	3,244,000	6,488,000
B115	(627,600)	0	(1,743,500)	0	0	(116,600)	(2,487,700)
<i>Subtotal Supplemental Adjustments - Workforce Services</i>	<i>5,275,700</i>	<i>0</i>	<i>(1,743,500)</i>	<i>0</i>	<i>0</i>	<i>3,127,400</i>	<i>6,659,600</i>
Total FY 2007 Workforce Services Budget Adjustments	\$5,275,700	\$0	(\$1,743,500)	\$0	\$0	\$3,127,400	\$6,659,600

COMMERCE AND REVENUE - CONTINUED

	General and Education Funds	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
COMPREHENSIVE HEALTH INSURANCE POOL FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B116	\$11,000,000	\$0	\$0	\$20,681,900	\$0	\$8,027,600	\$39,709,500
B117	(1,000,000)	0	0	0	0	0	(1,000,000)
B118	0	0	0	4,096,400	0	(8,214,800)	(4,118,400)
Total Beginning Base Budget - Comp. Health Ins. Pool	10,000,000	0	0	24,778,300	0	(187,200)	34,591,100
Ongoing Adjustments							
B119	1,000,000	0	0	0	0	0	1,000,000
<i>Subtotal Ongoing Adjustments - Comp. Health Ins. Pool</i>	<i>1,000,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,000,000</i>
Total FY 2008 Comp. Health Ins. Pool Adjustments	1,000,000	0	0	0	0	0	1,000,000
Total FY 2008 Comp. Health Insurance Pool Operating Budget	\$11,000,000	\$0	\$0	\$24,778,300	\$0	(\$187,200)	\$35,591,100
SPEECH AND HEARING IMPAIRED FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B120	\$0	\$0	\$0	\$1,285,900	\$0	\$981,000	\$2,266,900
B121	0	0	0	(79,400)	0	(148,400)	(227,800)
Total Beginning Base Budget - Speech/Hearing Impaired	0	0	0	1,206,500	0	832,600	2,039,100
Total FY 2008 Speech and Hearing Impaired Operating Budget	\$0	\$0	\$0	\$1,206,500	\$0	\$832,600	\$2,039,100
UNIVERSAL TELECOMMUNICATIONS FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B122	\$0	\$0	\$0	\$0	\$8,100,900	\$167,600	\$8,268,500
B123	0	0	0	0	321,100	(142,900)	178,200
Total Beginning Base Budget - Universal Telecom.	0	0	0	0	8,422,000	24,700	8,446,700
Total FY 2008 Universal Telecommunications Operating Budget	\$0	\$0	\$0	\$0	\$8,422,000	\$24,700	\$8,446,700
COMMERCE AND REVENUE TOTALS							
FY 2008 Operating Base Budget	\$123,305,000	\$5,857,400	\$220,791,500	\$45,259,000	\$76,151,500	\$12,879,100	\$484,243,300
FY 2008 Operating Ongoing and One-time Adjustments	16,135,800	0	11,335,100	545,200	7,202,400	291,500	35,510,000
FY 2008 Operating Recommendation	139,440,800	5,857,400	232,126,600	45,804,200	83,353,700	13,170,600	519,753,300
FY 2007 Operating Adjustments	15,347,800	0	(1,741,000)	1,700	(15,900)	3,127,400	16,720,000

COMMUNITY AND CULTURE

Sophia DiCaro Goodick, Analyst



AGENCY BUDGET OVERVIEW

COMMUNITY AND CULTURE AGENCIES INCLUDE:

- Community and Culture
- Utah Science Technology and Research (USTAR)

Mission: *Enhance the quality of life for the people of the State of Utah, and expand the number of high paying jobs in the State*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

- Housing and Community Development - \$48.9 million
- Rehabilitates homes for Utah's lowest income populations; roughly 1,900 homes were energy protected with volunteer hours and funds other than legislative appropriations
 - Creates and preserves approximately 650 housing units using Olene Walker Housing Loan Fund money

State Library - \$9.0 million

- Circulates 273,302 items to 16,931 blind or disabled patrons and provides training, consulting, backup materials, and grants to libraries, school library media centers, school districts, and bookmobiles
- Provides online access to a multitude of resources via Public Pioneer (pioneer.utah.gov); 688,000 items were accessed in FY 2006

Arts and Museums - \$5.2 million

- Provides \$1.4 million in matching grants to non-profit arts organizations and museums annually
- Provides arts and cultural outreach for over six million visitors to museums and for 1.35 million school children, including 130,000 underserved children

State History and Historical Society - \$3.6 million

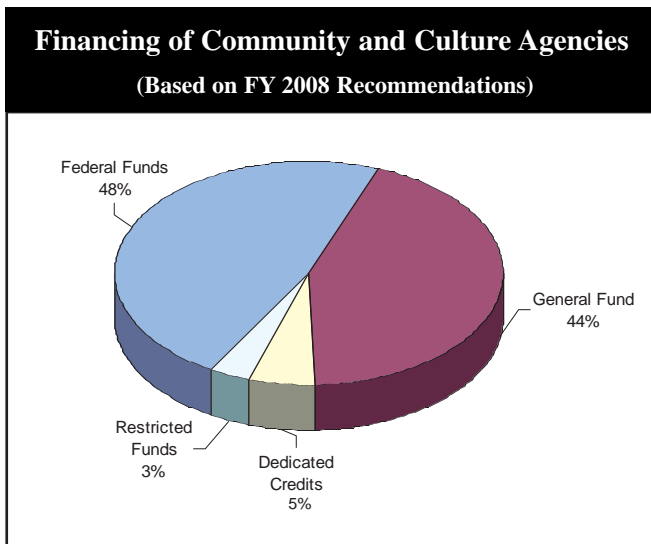
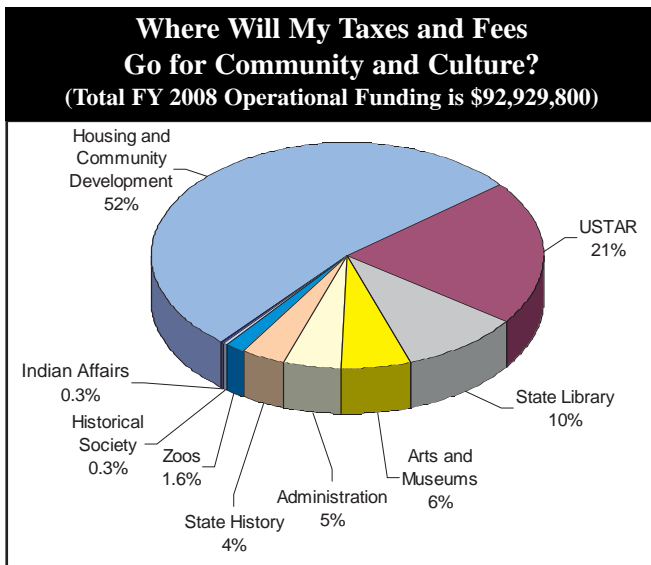
- Offers services and information on State History's website
- Identifies archaeological and historic sites

Ethnic Affairs - \$0.9 million

- Works closely with state agencies to improve responsiveness to the needs of Asians, Blacks, Hispanic/Latinos, and Pacific Islanders
- Provides resources and information about state government services to ethnic communities

Indian Affairs - \$0.3 million

- Coordinates relations between state, tribal, and federal governments to enhance services, and finds solutions to issues impacting Native American communities
- Arranges for the repatriation of Native American human remains found on state lands



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Enhance cultural and heritage infrastructures

- Improve database access, collections access, and grants management with \$1,300,000 one-time and \$500,000 ongoing General Fund

Improve Utah's quality of life through art

- Increase the distribution of grants and assistance to arts organizations with \$200,000 one-time General Fund

Enrich learning opportunities for Utahns

- Increase the distribution of development grants to local libraries with \$200,000 ongoing General Fund

Provide assistance for weatherizing homes

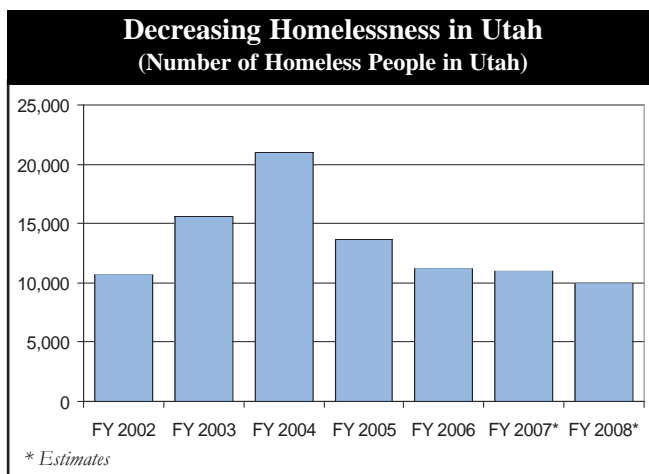
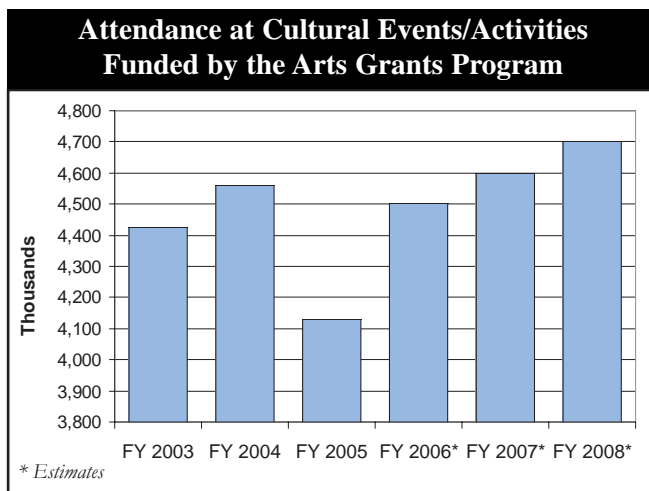
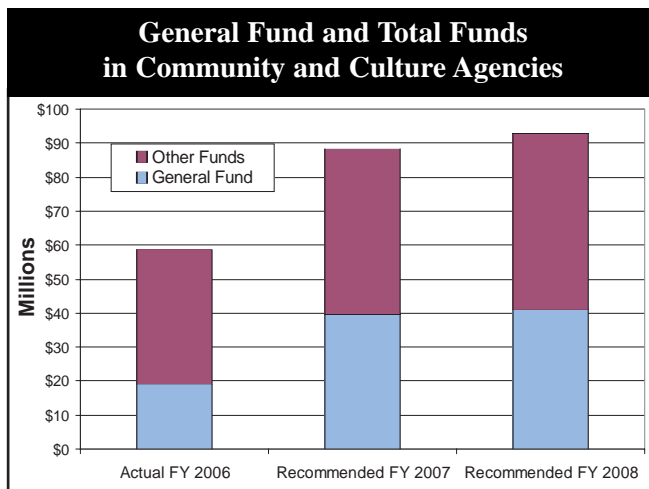
- Reduce the waiting list for weatherizing homes of Utah's vulnerable populations with \$500,000 one-time General Fund

Provide safety education for the people in Utah

- Leverage federal dollars for emergency preparedness with \$65,000 ongoing General Fund

Increase resources for those in need of housing

- Mitigate Utah's chronic homelessness through the Pamela Atkinson Homeless Trust Fund with \$1,000,000 one-time and \$750,000 ongoing General Fund
- Improve availability and quality of affordable housing through the Olene Walker Housing Loan Fund with \$750,000 ongoing General Fund



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2007 Proposed Legislative Intent

Community and Culture

- Funds for Zoos are nonlapsing.

FY 2008 Proposed Legislative Intent

Community and Culture

- Funds for Administration are nonlapsing.
- Funds for State History are nonlapsing.
- Funds for the Historical Society are nonlapsing.

- Funds for Arts and Museums are nonlapsing.

- Funds for State Library are nonlapsing.

- Funds for Indian Affairs are nonlapsing.

- Funds for Housing and Community Development are nonlapsing.

- Funds for Zoos are nonlapsing.

COMMUNITY AND CULTURE
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$22,589,400	\$43,067,600	\$17,300	\$43,084,900	\$39,112,700	\$6,940,200	\$46,052,900
Federal Funds	34,194,500	39,607,500	(27,500)	39,580,000	43,628,500	75,000	43,703,500
Dedicated Credits	3,037,000	4,783,400	7,500	4,790,900	4,822,100	115,900	4,938,000
Restricted and Trust Funds	1,694,100	1,778,800	400	1,779,200	1,366,700	1,805,100	3,171,800
Other Funds	(3,436,400)	(3,436,400)	4,800	(3,431,600)	(2,436,400)	(2,500,000)	(4,936,400)
Pass-through Funds	836,600	0	0	0	0	0	0
Beginning Balances	2,200,400	2,490,000	0	2,490,000	0	0	0
Closing Balances	(2,490,000)	0	0	0	0	0	0
Total Financing	\$58,625,600	\$88,290,900	\$2,500	\$88,293,400	\$86,493,600	\$6,436,200	\$92,929,800
Programs							
Community and Culture							
Administration	\$2,193,900	\$2,491,100	\$6,100	\$2,497,200	\$2,218,900	\$2,167,600	\$4,386,500
Housing and Community Development	39,839,600	45,046,500	(25,900)	45,020,600	47,222,000	1,724,600	48,946,600
Indian Affairs	209,500	296,100	10,200	306,300	253,700	7,900	261,600
Arts and Museums	3,850,900	6,522,500	8,600	6,531,100	3,931,000	1,278,000	5,209,000
Historical Society	104,700	471,200	0	471,200	260,000	3,400	263,400
State History	2,647,900	3,290,500	4,700	3,295,200	3,258,000	106,500	3,364,500
State Library	8,380,400	8,924,300	(1,200)	8,923,100	8,601,300	398,200	8,999,500
Zoos	1,398,700	1,498,700	0	1,498,700	1,498,700	0	1,498,700
Fund Transfers							
Olene Walker Housing Loan Fund	2,736,400	3,236,400	0	3,236,400	2,236,400	750,000	2,986,400
Pamela Atkinson Homeless Trust Fund	700,000	700,000	0	700,000	200,000	2,500,000	2,700,000
Transfer Appropriations to Other Funds	(3,436,400)	(3,436,400)	0	(3,436,400)	(2,436,400)	(2,500,000)	(4,936,400)
<i>Subtotal Community and Culture</i>	<i>58,625,600</i>	<i>69,040,900</i>	<i>2,500</i>	<i>69,043,400</i>	<i>67,243,600</i>	<i>6,436,200</i>	<i>73,679,800</i>
Utah Science Technology and Research	0	19,250,000	0	19,250,000	19,250,000	0	19,250,000
Total Budget	\$58,625,600	\$88,290,900	\$2,500	\$88,293,400	\$86,493,600	\$6,436,200	\$92,929,800
% Change from Authorized FY 2007 to Total FY 2008							5.3%
FTE Positions	--	192.1	0.0	192.1	192.1	1.0	193.1

COMMUNITY AND CULTURE
Capital Budget

Governor Huntsman's Recommendations					
	Actual FY 2006	Authorized FY 2007	Recommended FY 2007	Base FY 2008	Total FY 2008
Plan of Financing					
General Fund	\$0	\$50,000,000	\$50,000,000	\$0	\$0
Mineral Lease	6,325,700	6,118,800	6,118,800	6,339,100	6,339,100
Total Financing	\$6,325,700	\$56,118,800	\$56,118,800	\$6,339,100	\$6,339,100
Projects					
DCC - Special Service Districts	\$6,325,700	\$6,118,800	\$6,118,800	\$6,339,100	\$6,339,100
USTAR Buildings	0	50,000,000	50,000,000	0	0
Total Budget	\$6,325,700	\$56,118,800	\$56,118,800	\$6,339,100	\$6,339,100
% Change from Authorized FY 2007 to Total FY 2008					(88.7%)

COMMUNITY AND CULTURE

COMMUNITY AND CULTURE FY 2008 OPERATING BUDGET									
	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds		
Beginning Base Budget									
C1	\$23,817,600	\$39,453,600	\$4,604,500	\$0	\$1,278,800	(\$2,632,400)	\$66,522,100		
C2	(3,989,600)	0	0	0	0	344,000	(3,645,600)		
C3	34,700	0	0	0	300	0	35,000		
C4	0	4,174,900	217,600	0	87,600	(148,000)	4,332,100		
Total Beginning Base Budget - Community and Culture	19,862,700	43,628,500	4,822,100	0	1,366,700	(2,436,400)	67,243,600		
Statewide Ongoing Adjustments									
C5	280,400	46,600	50,700	0	25,200	0	402,900		
C6	200,200	33,200	36,300	0	18,000	0	287,700		
C7	(13,500)	(400)	(100)	0	0	0	(14,000)		
C8	23,200	(27,500)	(2,100)	0	400	0	(6,000)		
C9	118,600	22,000	29,800	0	10,900	0	181,300		
C10	6,700	1,100	1,300	0	600	0	9,700		
<i>Subtotal Statewide Ongoing Adjustments - Comm. and Culture</i>	<i>615,600</i>	<i>75,000</i>	<i>115,900</i>	<i>0</i>	<i>55,100</i>	<i>0</i>	<i>861,600</i>		
Ongoing Adjustments									
Administration									
C11	500,000	0	0	0	0	0	500,000		
C12	59,600	0	0	0	0	0	59,600		
Housing and Community Development									
C13	750,000	0	0	0	750,000	(750,000)	750,000		
C14	750,000	0	0	0	0	(750,000)	0		
C15	65,000	0	0	0	0	0	65,000		
State Library									
C16	200,000	0	0	0	0	0	200,000		
<i>Subtotal Ongoing Adjustments - Community and Culture</i>	<i>2,324,600</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>750,000</i>	<i>(1,500,000)</i>	<i>1,574,600</i>		
One-time Adjustments									
Administration									
C17	1,300,000	0	0	0	0	0	1,300,000		
Arts and Museums									
C18	1,000,000	0	0	0	0	0	1,000,000		
C19	200,000	0	0	0	0	0	200,000		
Housing and Community Development									
C20	1,000,000	0	0	0	1,000,000	(1,000,000)	1,000,000		
C21	500,000	0	0	0	0	0	500,000		
<i>Subtotal One-time Adjustments - Community and Culture</i>	<i>4,000,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,000,000</i>	<i>(1,000,000)</i>	<i>4,000,000</i>		
Total FY 2008 Community and Culture Adjustments	6,940,200	75,000	115,900	0	1,805,100	(2,500,000)	6,436,200		
Total FY 2008 Community and Culture Operating Budget	\$26,802,900	\$43,703,500	\$4,938,000	\$0	\$3,171,800	(\$4,936,400)	\$73,679,800		

COMMUNITY AND CULTURE - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds
COMMUNITY AND CULTURE FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
Arts and Museums							
C22	\$0	\$0	\$0	\$0	\$0	\$4,800	\$4,800
WESTAF funds for presenting and touring							
Indian Affairs							
C23	0	0	10,000	0	0	0	10,000
Adjustment for donations							
Department							
C24	17,300	(27,500)	(2,500)	400	0	0	(12,300)
Technology services internal service fund adjustments							
<i>Subtotal Supplemental Adjustments - Community and Culture</i>							
	17,300	(27,500)	7,500	400	0	4,800	2,500
Total FY 2007 Community and Culture Budget Adjustments	\$17,300	(\$27,500)	\$7,500	\$400	\$0	\$4,800	\$2,500
COMMUNITY AND CULTURE FY 2008 CAPITAL BUDGET							
Base Budget							
C25	\$0	\$0	\$0	\$4,500,000	\$0	\$0	\$4,500,000
FY 2007 appropriated budget							
C26	0	0	0	1,839,100	0	0	1,839,100
Adjustments to funding levels							
Total FY 2008 Community and Culture Capital Base Budget	0	0	0	6,339,100	0	0	6,339,100
Total FY 2008 Community and Culture Capital Budget	\$0	\$0	\$0	\$6,339,100	\$0	\$0	\$6,339,100
UTAH SCIENCE TECHNOLOGY AND RESEARCH (USTAR) FY 2008 OPERATING BUDGET							
Beginning Base Budget							
C27	\$19,250,000	\$0	\$0	\$0	\$0	\$0	\$19,250,000
FY 2007 appropriated budget							
Total Beginning Base Budget - USTAR	19,250,000	0	0	0	0	0	19,250,000
Total FY 2008 USTAR Operating Budget	\$19,250,000	\$0	\$0	\$0	\$0	\$0	\$19,250,000
UTAH SCIENCE TECHNOLOGY AND RESEARCH (USTAR) FY 2008 CAPITAL BUDGET							
Base Budget							
C28	\$50,000,000	\$0	\$0	\$0	\$0	\$0	\$50,000,000
FY 2007 appropriated budget							
C29	(50,000,000)	0	0	0	0	0	(50,000,000)
Adjustments for one-time FY 2007 appropriations							
Total FY 2008 USTAR Capital Base Budget	0	0	0	0	0	0	0
Total FY 2008 USTAR Capital Budget	\$0	\$0	\$0	\$0	\$0	\$0	\$0
COMMUNITY AND CULTURE TOTALS							
FY 2008 Operating Base Budget	\$39,112,700	\$43,628,500	\$4,822,100	\$0	\$1,366,700	(\$2,436,400)	\$86,493,600
FY 2008 Operating Ongoing and One-time Adjustments	6,940,200	75,000	115,900	0	1,805,100	(2,500,000)	6,436,200
FY 2008 Operating Recommendation	46,052,900	43,703,500	4,938,000	0	3,171,800	(4,936,400)	92,929,800
FY 2007 Operating Adjustments	17,300	(27,500)	7,500	400	0	4,800	2,500
FY 2008 Capital Base Budget	0	0	0	6,339,100	0	0	6,339,100
FY 2008 Capital Recommendation	0	0	0	6,339,100	0	0	6,339,100

CORRECTIONS (ADULT AND JUVENILE)

David Walsh, Analyst



AGENCY BUDGET OVERVIEW

CORRECTIONS AGENCIES INCLUDE:

- Department of Corrections
- Division of Juvenile Justice Services*
- Board of Pardons and Parole

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

* The Division of Juvenile Justice Services is a division of the Department of Human Services but is included here for budgetary purposes.

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Adult Corrections - Programs and Operations - \$189.4 million

- Incarcerates approximately 6,400 inmates
- Supervises an estimated 15,300 offenders under probation or parole
- Developed a new set of methods and operations for female offenders which recognizes their unique problems and needs
- Implemented an inmate medical service database
- Completed phase II of a project to reduce the use of water, electricity, and natural gas at the Draper Prison

Juvenile Justice Services - \$106.9 million

- Provides services for approximately 1,200 custody youth per day, including 200 juvenile offenders in secure facilities
- Provides short-term locked detention for 250 delinquent youths awaiting adjudication or placement where youths pose an immediate danger to themselves or others
- Improves programs by implementing intervention models based on cognitive behavior research
- Developed new assessment and classification instruments for a growing female population

Jail Contracting - \$25.6 million

- Provides housing for roughly 1,500 inmates

Clinical Services - \$21.1 million

- Continues to be accredited by the National Commission on Correctional Health Care

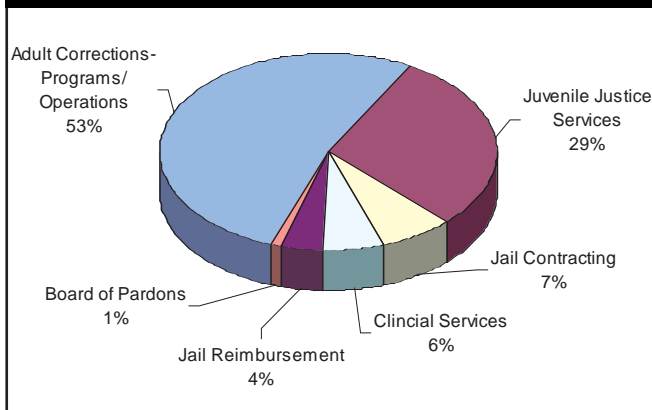
Jail Reimbursement - \$14.9 million

- Provides housing for approximately 1,200 offenders in jail as a condition of probation

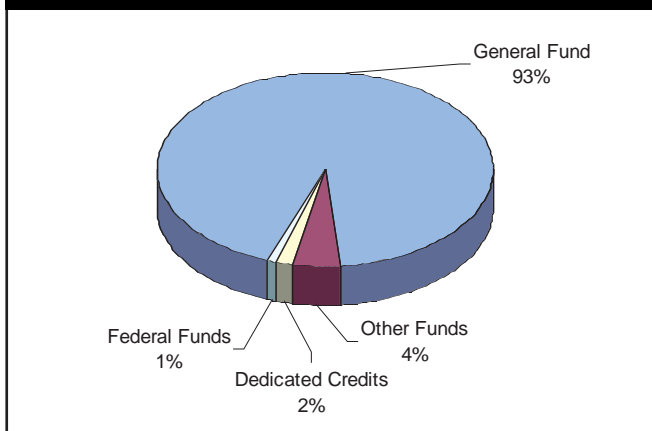
Board of Pardons and Parole - \$3.6 million

- Makes approximately 11,200 decisions annually by a five-member board (excludes Drug Board)
- Assists the Office of Crime Victim Reparations in expanding statewide notification to victims of crime about Board of Pardons hearings and decisions

Where Will My Taxes and Fees Go for Corrections? (Total FY 2008 Operational Funding is \$361,492,700)



Financing of Corrections Agencies (Based on FY 2008 Recommendations)



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Increase resources to house and manage a growing adult offender population

- Fund the part-year operational costs of the 192-bed Central Utah Correctional Facility with \$2,055,100 ongoing General Fund
- Provide start-up costs for a 300-bed privatized parole violator center with \$500,000 ongoing General Fund
- Provide treatment to more sex offenders and thereby reduce their rate of recidivism by appropriating \$704,500 ongoing General Fund
- Hire eight additional full-time probation and parole agents to supervise offenders addicted to methamphetamines with \$773,100 ongoing General Fund
- Pay for increased medical costs of inmates with \$1,500,000 ongoing General Fund

Compensate local governments for housing offenders in jails by contract or as a condition of probation

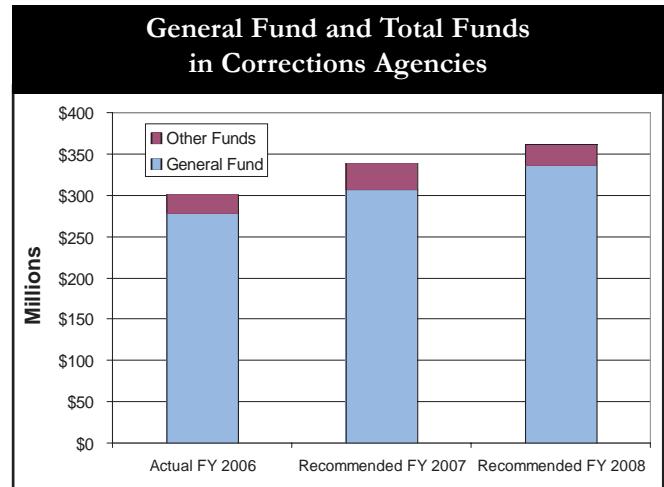
- Provide jail reimbursement with \$3,184,200 ongoing and \$1,982,200 supplemental General Fund
- Pay for the increased core rate (from \$42.32 per day to \$49.15 per day) for jail contracting and jail reimbursement with \$5,639,100 ongoing General Fund

Provide more resources for the Board of Pardons to manage increased workload associated with inmate and parolee hearings

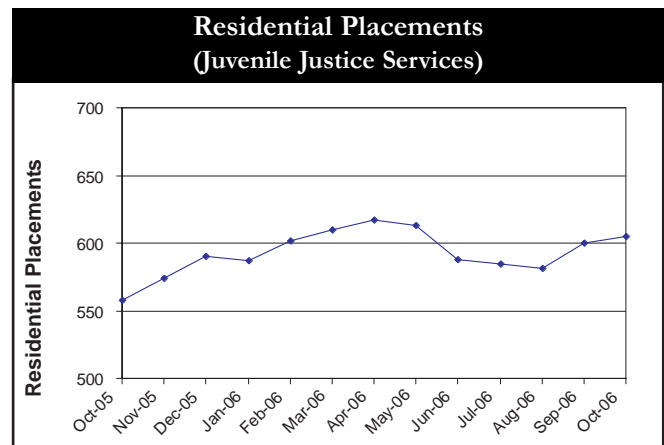
- Add one case analyst and increase attorney contracts for the Board of Pardons with \$105,000 ongoing General Fund

Ensure cost-effective and model programs in Juvenile Justice Services continue

- Abolish the Victim Restitution Account and maintain youth work camps at existing levels with \$1,320,000 ongoing and \$500,000 supplemental General Fund
- Replace a loss of \$1,666,200 in Medicaid targeted case management with ongoing General Fund to continue cost-effective community programs for youth offenders



Increased numbers of sex offenders drives the need for additional treatment.



Increased residential placements require additional resources.

PROPOSED LEGISLATIVE INTENT LANGUAGE AND INTERNAL SERVICE FUNDS

FY 2007 Proposed Legislative Intent

Adult Corrections

- The department may add four new vehicles out of existing funds for adult probation and parole agents.

FY 2008 Proposed Legislative Intent

Adult Corrections

- Funds for Programs and Operations, Medical Services, Jail Contracting, Jail Reimbursement, and Utah Correctional Industries are nonlapsing.
- Resources may be reallocated internally to fund additional adult probation and parole agents. For every two agents hired, one vehicle may be purchased with department funds.

Board of Pardons and Parole

- Funds for the board are nonlapsing.

Juvenile Justice Services

- Funds for the Division of Juvenile Justice Services are nonlapsing.

CORRECTIONS (ADULT AND JUVENILE)

Operating Budget

	Governor Huntsman's Recommendations						
	Actual FY 2006	Authorized FY 2007	Supplementals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$278,147,800	\$303,473,100	\$2,713,800	\$306,186,900	\$301,533,100	\$35,045,600	\$336,578,700
Federal Funds	2,872,400	2,689,900	(1,300)	2,688,600	2,519,400	75,600	2,595,000
Dedicated Credits	6,424,500	6,189,700	0	6,189,700	6,240,200	0	6,240,200
Restricted and Trust Funds	2,773,300	1,453,100	0	1,453,100	1,453,100	(750,000)	703,100
Transfers	16,041,800	14,904,900	0	14,904,900	14,623,200	752,500	15,375,700
Beginning Balances	2,335,800	6,942,300	0	6,942,300	0	0	0
Closing Balances	(6,942,300)	0	0	0	0	0	0
Lapsing Funds	(185,200)	0	0	0	0	0	0
Total Financing	\$301,468,100	\$335,653,000	\$2,712,500	\$338,365,500	\$326,369,000	\$35,123,700	\$361,492,700
Programs							
Adult Corrections							
Administration	\$13,625,900	\$16,339,900	\$173,100	\$16,513,000	\$15,969,700	\$3,663,600	\$19,633,300
Adult Probation and Parole	42,403,300	49,289,900	49,600	49,339,500	47,286,600	4,739,900	52,026,500
Institutional Operations	98,670,400	111,075,300	17,100	111,092,400	110,348,300	7,428,900	117,777,200
Clinical Services	17,620,700	19,046,400	999,600	20,046,000	19,073,700	2,074,300	21,148,000
Jail Contracting	19,247,200	24,768,800	(1,000,000)	23,768,800	21,976,600	3,574,900	25,551,500
Jail Reimbursement	9,605,900	10,315,900	1,982,200	12,298,100	9,605,900	5,248,400	14,854,300
<i>Subtotal Adult Corrections</i>	<i>201,173,400</i>	<i>230,836,200</i>	<i>2,221,600</i>	<i>233,057,800</i>	<i>224,260,800</i>	<i>26,730,000</i>	<i>250,990,800</i>
Board of Pardons and Parole							
Operations	2,879,300	3,234,800	3,400	3,238,200	3,228,100	330,100	3,558,200
<i>Subtotal Board of Pardons and Parole</i>	<i>2,879,300</i>	<i>3,234,800</i>	<i>3,400</i>	<i>3,238,200</i>	<i>3,228,100</i>	<i>330,100</i>	<i>3,558,200</i>
Juvenile Justice Services							
Administration	3,955,000	4,095,700	(29,600)	4,066,100	4,063,100	1,172,800	5,235,900
Early Intervention	12,014,300	12,797,300	7,200	12,804,500	12,800,000	455,600	13,255,600
Community Programs	32,588,400	33,405,800	369,500	33,775,300	31,613,500	3,653,100	35,266,600
Correctional Facilities	25,908,800	27,033,900	5,900	27,039,800	26,990,900	901,800	27,892,700
Rural Programs	22,646,800	23,934,100	134,500	24,068,600	23,096,500	1,868,100	24,964,600
Youth Parole Authority	302,100	315,200	0	315,200	316,100	12,200	328,300
<i>Subtotal Juvenile Justice Services</i>	<i>97,415,400</i>	<i>101,582,000</i>	<i>487,500</i>	<i>102,069,500</i>	<i>98,880,100</i>	<i>8,063,600</i>	<i>106,943,700</i>
Total Budget	\$301,468,100	\$335,653,000	\$2,712,500	\$338,365,500	\$326,369,000	\$35,123,700	\$361,492,700
% Change from Authorized FY 2007 to Total FY 2008	--	3,387.3	0.0	3,387.3	3,387.3	76.0	7.7%
FTE Positions					3,387.3		3,463.3

CORRECTIONS (ADULT AND JUVENILE)

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
ADULT CORRECTIONS FY 2008 OPERATING BUDGET						
Beginning Base Budget						
D1	\$219,128,000	\$390,000	\$2,965,300	\$1,375,700	\$158,300	\$224,017,300
D2	(843,000)	0	0	0	0	(843,000)
D3	416,800	0	0	0	0	416,800
D4	0	0	652,700	0	17,000	669,700
Total Beginning Base Budget - Adult Corrections	218,701,800	390,000	3,618,000	1,375,700	175,300	224,260,800
Statewide Ongoing Adjustments						
D5	4,390,100	0	0	0	0	4,390,100
D6	3,135,700	0	0	0	0	3,135,700
D7	(16,500)	0	0	0	0	(16,500)
D8	250,300	0	0	0	0	250,300
D9	2,171,200	0	0	0	0	2,171,200
D10	97,400	0	0	0	0	97,400
	<i>10,028,200</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>10,028,200</i>
Ongoing Adjustments						
D11	313,300	0	0	0	0	313,300
D12	613,900	0	0	0	0	613,900
D13	2,055,100	0	0	0	0	2,055,100
D14	500,000	0	0	0	0	500,000
D15	773,100	0	0	0	0	773,100
D16	704,500	0	0	0	0	704,500
D17	1,200,000	0	0	0	0	1,200,000
D18	218,600	0	0	0	0	218,600
D19	750,000	0	0	(750,000)	0	0
D20	1,500,000	0	0	0	0	1,500,000
D21	3,574,900	0	0	0	0	3,574,900
D22	3,184,200	0	0	0	0	3,184,200
D23	2,064,200	0	0	0	0	2,064,200
	<i>17,451,800</i>	<i>0</i>	<i>0</i>	<i>(750,000)</i>	<i>0</i>	<i>16,701,800</i>
Total FY 2008 Adult Corrections Adjustments	27,480,000	0	0	(750,000)	0	26,730,000
Total FY 2008 Adult Corrections Operating Budget	\$246,181,800	\$390,000	\$3,618,000	\$625,700	\$175,300	\$250,990,800

CORRECTIONS (ADULT AND JUVENILE) - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
ADULT CORRECTIONS FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
D24	\$0	\$0	\$0	\$0	\$1,000,000	\$1,000,000
D25	0	0	0	0	(1,000,000)	(1,000,000)
D26	239,400	0	0	0	0	239,400
D27	1,982,200	0	0	0	0	1,982,200
	<i>Subtotal Supplemental Adjustments - Adult Corrections</i>	<i>2,221,600</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>2,221,600</i>
Total FY 2007 Adult Corrections Budget Adjustments	\$2,221,600	\$0	\$0	\$0	\$0	\$2,221,600
BOARD OF PARDONS AND PAROLE FY 2008 OPERATING BUDGET						
Beginning Base Budget						
D28	\$3,138,300	\$0	\$2,200	\$77,400	\$0	\$3,217,900
D29	10,200	0	0	0	0	10,200
Total Beginning Base Budget - Board of Pardons and Parole	3,148,500	0	2,200	77,400	0	3,228,100
Statewide Ongoing Adjustments						
D30	81,200	0	0	0	0	81,200
D31	58,000	0	0	0	0	58,000
D32	(1,400)	0	0	0	0	(1,400)
D33	3,700	0	0	0	0	3,700
D34	26,800	0	0	0	0	26,800
D35	1,800	0	0	0	0	1,800
	<i>Subtotal Statewide Ongoing Adj. - Board of Pardons and Parole</i>	<i>170,100</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>170,100</i>
Ongoing Adjustments						
D36	75,000	0	0	0	0	75,000
D37	20,000	0	0	0	0	20,000
D38	35,000	0	0	0	0	35,000
D39	30,000	0	0	0	0	30,000
	<i>Subtotal Ongoing Adjustments - Board of Pardons and Parole</i>	<i>160,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>160,000</i>
Total FY 2008 Board of Pardons and Parole Adjustments	330,100	0	0	0	0	330,100
Total FY 2008 Board of Pardons and Parole Operating Budget	\$3,478,600	\$0	\$2,200	\$77,400	\$0	\$3,558,200
BOARD OF PARDONS AND PAROLE FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
D40	\$3,400	\$0	\$0	\$0	\$0	\$3,400
	<i>Subtotal Supplemental Adjustments - Board of Pardons and Parole</i>	<i>3,400</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>3,400</i>
Total FY 2007 Board of Pardons and Parole Budget Adjustments	\$3,400	\$0	\$0	\$0	\$0	\$3,400

CORRECTIONS (ADULT AND JUVENILE) - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
JUVENILE JUSTICE SERVICES FY 2008 OPERATING BUDGET						
Beginning Base Budget						
D41	\$81,206,800	\$2,000,900	\$2,693,500	\$0	\$15,338,600	\$101,239,800
D42	(1,666,200)	0	0	0	0	(1,666,200)
D43	170,300	0	0	0	0	170,300
D44	(28,100)	0	0	0	0	(28,100)
D45	0	128,500	(73,500)	0	(890,700)	(835,700)
Total Beginning Base Budget - Juvenile Justice Services	79,682,800	2,129,400	2,620,000	0	14,447,900	98,880,100
Statewide Ongoing Adjustments						
D46	1,478,800	19,900	0	0	0	1,498,700
D47	1,056,200	14,300	0	0	0	1,070,500
D48	6,400	100	0	0	0	6,500
D49	(6,500)	(1,300)	0	0	0	(7,800)
D50	884,200	11,200	0	0	0	895,400
D51	35,400	500	0	0	0	35,900
<i>Subtotal Statewide Ongoing Adjustments - Juvenile Justice Services</i>	<i>3,454,500</i>	<i>44,700</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>3,499,200</i>
Ongoing Adjustments						
D52	(191,000)	0	0	0	0	(191,000)
D53	1,666,200	0	0	0	0	1,666,200
D54	534,000	21,400	0	0	517,300	1,072,700
D55	1,320,200	0	0	0	0	1,320,200
D56	451,600	9,500	0	0	235,200	696,300
<i>Subtotal Ongoing Adjustments - Juvenile Justice Services</i>	<i>3,781,000</i>	<i>30,900</i>	<i>0</i>	<i>0</i>	<i>752,500</i>	<i>4,564,400</i>
Total FY 2008 Juvenile Justice Services Adjustments	7,235,500	75,600	0	0	752,500	8,063,600
Total FY 2008 Juvenile Justice Services Operating Budget	\$86,918,300	\$2,205,000	\$2,620,000	\$0	\$15,200,400	\$106,943,700
JUVENILE JUSTICE SERVICES FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
D57	(\$11,200)	(\$1,300)	\$0	\$0	\$0	(\$12,500)
D58	500,000	0	0	0	0	500,000
<i>Subtotal Supplemental Adjustments - Juvenile Justice Services</i>	<i>488,800</i>	<i>(1,300)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>487,500</i>
Total FY 2007 Juvenile Justice Services Budget Adjustments	\$488,800	(\$1,300)	\$0	\$0	\$0	\$487,500
CORRECTIONS TOTALS						
FY 2008 Operating Base Budget	\$301,533,100	\$2,519,400	\$6,240,200	\$1,453,100	\$14,623,200	\$326,369,000
FY 2008 Operating Ongoing and One-time Adjustments	35,045,600	75,600	0	(750,000)	752,500	35,123,700
FY 2008 Operating Recommendation	336,578,700	2,595,000	6,240,200	703,100	15,375,700	361,492,700
FY 2007 Operating Adjustments	2,713,800	(1,300)	0	0	0	2,712,500

COURTS

David Walsh, Analyst



AGENCY BUDGET OVERVIEW

COURTS

- Supreme Court
- Court of Appeals
- District Court
- Juvenile Court
- Administrative Office of the Courts
- Guardian ad Litem

Mission: *Provide the people an open, fair, efficient, and independent system for the advancement of justice under the law*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor’s Recommendations)

District Court - \$41.8 million

- Manages 235,470 cases, including 41,605 criminal cases

Juvenile Court - \$34.8 million

- Receives 45,329 juvenile court referrals
- Receives 3,929 dependency, neglect, and abuse referrals
- Started operation of the new juvenile justice information system

Contracts and Leases - \$22.2 million

- Provides funding for 49 lease facilities and courthouses

Guardian ad Litem (GAL) - \$6.2 million

- Manages 5,284 open cases for children for whom there are allegations of abuse or neglect, or when dependency of a minor is an issue

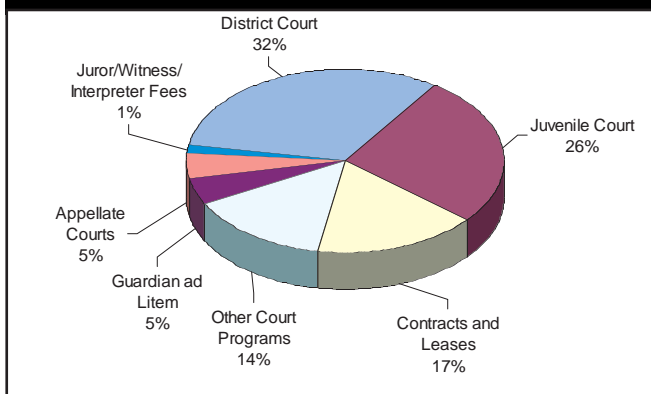
Appellate Courts - \$6.0 million

- Files 670 cases in the Supreme Court
- Files 974 cases in the Court of Appeals

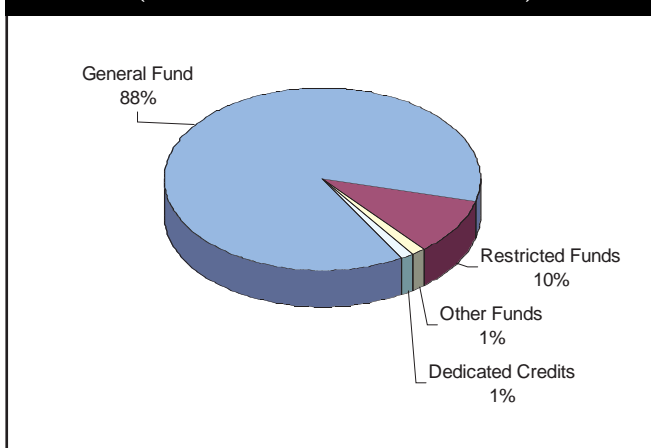
Juror/Witness/Interpreter Fee - \$1.8 million

- Provided interpreters in nearly 5,500 proceedings in calendar year 2006 to meet constitutional and statutory mandates
- Offered national certification testing for prospective Spanish interpreters (provision of a skills-building course boosted the passing rate for this rigorous exam to 30 percent from the typical Utah and national average of about 15 percent)

Where Will My Taxes and Fees Go for Courts?
(Total FY 2008 Operational Funding is \$131,557,400)



Financing of Courts
(Based on FY 2008 Recommendations)



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Maintain the quality and timeliness of court decisions

- Hire five new law clerks assigned to district court judges with \$407,600 ongoing General Fund
- Reduce workload in the 3rd District Juvenile Court by funding one new judge and two support staff with \$260,200 ongoing General Fund

Attract and maintain highly qualified judges

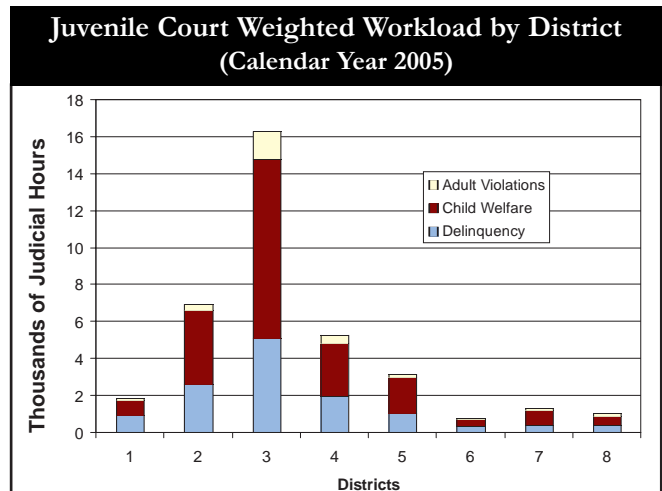
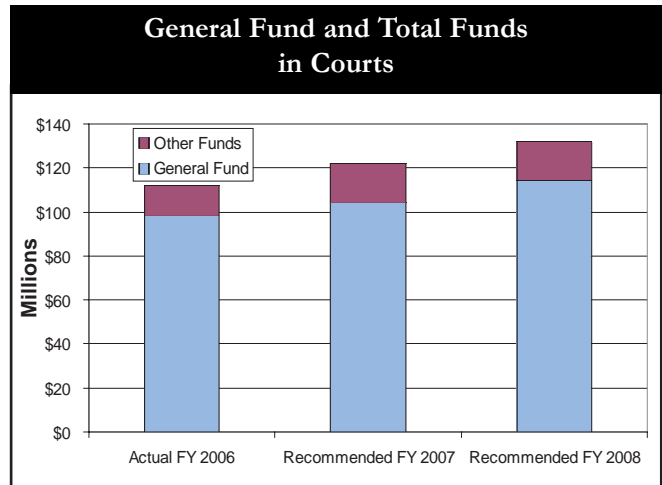
- Provide an 11 percent salary and benefits increase for judges, recommended by the Executive and Judicial Compensation Commission with \$1,716,000 ongoing General Fund

Provide adequate funding for court facilities and security

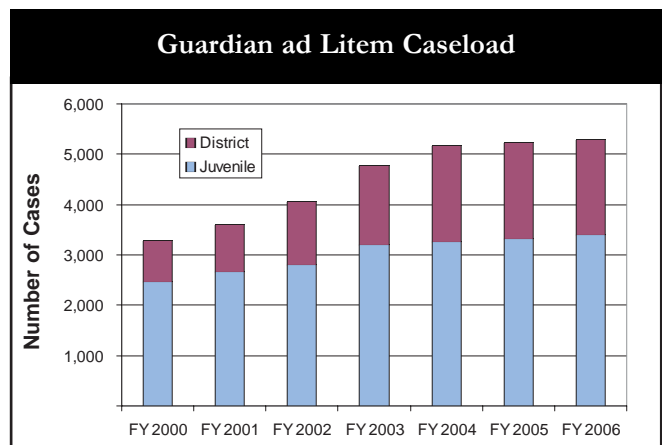
- Fund contracts and leases with \$778,900 ongoing General Fund
- Increase contracts for bailiff services in District Court with \$500,000 ongoing restricted funds
- Replace outdated data processing equipment with \$240,000 one-time General Fund

Expand resources for GAL, Juror/Witness/Interpreter, and Drug Court

- Decrease the average caseload assigned to each GAL attorney by funding 11 new attorneys and 11.5 full-time support staff with \$1,700,700 ongoing General Fund
- Pay for costs associated with the Juror/Witness/Interpreter Program with \$150,000 ongoing and \$232,800 supplemental General Fund



Increased filings require an additional juvenile court judge in the 3rd District.



Increased caseload requires 11 new attorneys and 11.5 support staff.

PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2008 Proposed Legislative Intent

- Funds for the Judicial Council/State Court Administrator, Contracts and Leases, Jury/Witness/Interpreter, Grand Jury, and GAL are nonlapsing.
- Under provisions of Section 67-6-2, UCA, salaries for district court judges are approved at \$127,000 for July 1, 2007 to June 30, 2008; other judicial salaries will be calculated in accordance with the statutory formula and rounded to the nearest \$50. These amounts reflect an increase of 11 percent.

COURTS

Operating Budget

	Governor Huntsman's Recommendations					
	Actual FY 2006	Authorized FY 2007 ^(a)	Courts' Request FY 2008 ^(b)	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing						
General Fund	\$98,032,900	\$104,556,900	\$108,449,600	\$104,385,900	\$10,195,600	\$114,581,500
Federal Funds	170,300	325,800	326,300	326,300	9,700	336,000
Dedicated Credits	1,465,800	1,589,500	1,730,300	1,690,300	84,400	1,774,700
Restricted and Trust Funds	12,747,400	13,055,700	13,349,400	13,063,000	378,400	13,441,400
Transfers	1,085,900	1,443,100	1,300,400	1,300,400	13,700	1,314,100
Other Funds	0	0	0	0	39,200	39,200
Beginning Balances	1,089,000	1,176,400	(32,400)	(32,400)	0	(32,400)
Closing Balances	(1,176,400)	32,400	102,900	102,900	0	102,900
Lapsing Funds	(1,668,900)	0	0	0	0	0
Total Financing	\$111,746,000	\$122,179,800	\$125,226,500	\$120,836,400	\$10,721,000	\$131,557,400
Programs						
Courts						
Supreme Court	\$2,109,400	\$2,331,300	\$2,310,900	\$2,310,900	\$165,300	\$2,476,200
Law Library	580,300	664,700	665,500	665,500	10,400	675,900
Court of Appeals	2,903,700	3,241,000	3,247,700	3,247,700	242,000	3,489,700
District Court	35,627,700	39,204,100	39,338,200	38,623,200	3,153,500	41,776,700
Juvenile Court	29,199,500	32,834,800	33,065,200	32,805,000	2,004,900	34,809,900
Justice Courts	898,500	1,041,900	1,042,300	1,042,300	7,700	1,050,000
Court Security	3,658,200	4,170,000	4,756,400	4,170,000	586,400	4,756,400
Administration	3,600,100	3,943,800	3,903,300	3,798,400	1,378,800	5,177,200
Judicial Education	644,300	648,400	649,400	649,400	9,600	659,000
Data Processing	5,560,800	5,519,400	5,635,100	5,281,100	289,800	5,570,900
Grants	637,800	977,900	834,200	834,200	20,500	854,700
Grand Jury	800	800	800	800	0	800
Contracts/Leases	20,682,700	21,627,000	21,987,600	21,468,700	741,200	22,209,900
Jury/Witness/Interpreter Fees	1,617,500	1,606,700	1,756,800	1,606,800	203,300	1,810,100
Guardian ad Litem	4,024,700	4,368,000	6,033,100	4,332,400	1,907,600	6,240,000
Total Budget	\$111,746,000	\$122,179,800	\$125,226,500	\$120,836,400	\$10,721,000	\$131,557,400
% Change from Authorized FY 2007 to Total FY 2008						7.7%
FTE Positions	--	1,259.3	1,280.3	1,243.7	36.5	1,280.2

(a) In addition to the amounts listed in the authorized FY 2007 column, Governor Huntsman recommends a supplemental appropriation of \$232,800 from the General Fund for Juror/Witness/Interpreter fees and the following adjustments for technology services internal service fund: (\$217,400) from the General Fund; (\$4,800) from dedicated credits; (\$1,700) from restricted funds; and (\$2,800) from other funds.

(b) As per statute, the Courts' request is included without changes

COURTS

COURTS FY 2008 OPERATING BUDGET						
	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Beginning Base Budget						
E1	\$104,556,900	\$319,500	\$1,181,800	\$13,055,700	\$1,252,600	\$120,366,500
E2	(354,000)	0	0	0	0	(354,000)
E3	183,000	0	0	4,500	0	187,500
E4	0	6,800	508,500	2,800	118,300	636,400
Total Beginning Base Budget - Courts	104,385,900	326,300	1,690,300	13,063,000	1,370,900	120,836,400
Statewide Ongoing Adjustments						
E5	1,796,500	4,200	21,400	41,300	22,700	1,886,100
E6	1,283,300	3,000	15,300	29,500	16,200	1,347,300
E7	1,716,000	0	0	0	0	1,716,000
E8	204,700	0	0	0	0	204,700
E9	(205,000)	0	(4,800)	(1,500)	(2,700)	(214,000)
E10	1,107,400	2,400	11,900	21,700	16,300	1,159,700
E11	56,800	100	600	1,000	400	58,900
E12	328,500	0	0	0	0	328,500
	<i>Subtotal Statewide Ongoing Adjustments - Courts</i>	<i>9,700</i>	<i>44,400</i>	<i>92,000</i>	<i>52,900</i>	<i>6,487,200</i>
Ongoing Adjustments						
E13	407,600	0	0	0	0	407,600
E14	260,200	0	0	0	0	260,200
E15	1,700,700	0	0	0	0	1,700,700
E16	778,900	0	40,000	(300,000)	0	518,900
E17	150,000	0	0	0	0	150,000
E18	260,000	0	0	0	0	260,000
E19	373,200	0	0	0	0	373,200
E20	0	0	0	500,000	0	500,000
E21	0	0	0	86,400	0	86,400
	<i>Subtotal Ongoing Adjustments - Courts</i>	<i>3,930,600</i>	<i>40,000</i>	<i>286,400</i>	<i>0</i>	<i>4,257,000</i>
One-time Adjustments						
E22	240,000	0	0	0	0	240,000
E23	(373,200)	0	0	0	0	(373,200)
E24	110,000	0	0	0	0	110,000
	<i>Subtotal One-time Adjustments - Courts</i>	<i>(23,200)</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(23,200)</i>
Total FY 2008 Courts Adjustments	10,195,600	9,700	84,400	378,400	52,900	10,721,000
Total FY 2008 Courts Operating Budget	\$114,581,500	\$336,000	\$1,774,700	\$13,441,400	\$1,423,800	\$131,557,400

COURTS - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
COURTS FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
E25 Juror/Witness/Interpreter fees	\$232,800	\$0	\$0	\$0	\$0	\$232,800
E26 Technology services internal service fund adjustments	(217,400)	0	(4,800)	(1,700)	(2,800)	(226,700)
<i>Subtotal Supplemental Adjustments - Courts</i>	<i>15,400</i>	<i>0</i>	<i>(4,800)</i>	<i>(1,700)</i>	<i>(2,800)</i>	<i>6,100</i>
Total FY 2007 Courts Operating Adjustments	\$15,400	\$0	(\$4,800)	(\$1,700)	(\$2,800)	\$6,100
COURTS TOTALS						
FY 2008 Operating Base Budget	\$104,385,900	\$326,300	\$1,690,300	\$13,063,000	\$1,370,900	\$120,836,400
FY 2008 Operating Ongoing and One-time Adjustments	10,195,600	9,700	84,400	378,400	52,900	10,721,000
FY 2008 Operating Recommendation	114,581,500	336,000	1,774,700	13,441,400	1,423,800	131,557,400
FY 2007 Operating Adjustments	15,400	0	(4,800)	(1,700)	(2,800)	6,100

ELECTED OFFICIALS

Sandy Naegle, Analyst



AGENCY BUDGET OVERVIEW

ELECTED OFFICIALS INCLUDE:

- Attorney General
- Governor / Lt. Governor
- Governor's Office of Economic Development
- State Auditor
- State Treasurer

Mission: *Serve the people of the State of Utah; uphold the constitution, enforce the law, protect the interest of the State, its people, environment, and resources; and ensure the financial integrity and accountability of the State*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Attorney General's Office - \$46 million

- Launched the nation's first Identity Theft Reporting System website for use by identity theft victims
- Won a Supreme Court case allowing police to enter a home, where needed, to break up a violent fight
- Continues to fight polygamy on a two-track approach: law enforcement track and safety net track

Governor's Office - \$38.6 million

- Implemented the Balanced Scorecard Program in state agencies to measure performance
- Launched the Methamphetamine Task Force
- Carried out a successful election using the new federally funded electronic voting machines

Governor's Office of Economic Development - \$36.9 million

- Granted film incentives totaling \$3.3 million to 16 projects
- Unveiled the Life Elevated brand for Utah tourism marketing
- Recruited IM Flash, Cephalon, and Kraftmaid to relocate to the State of Utah

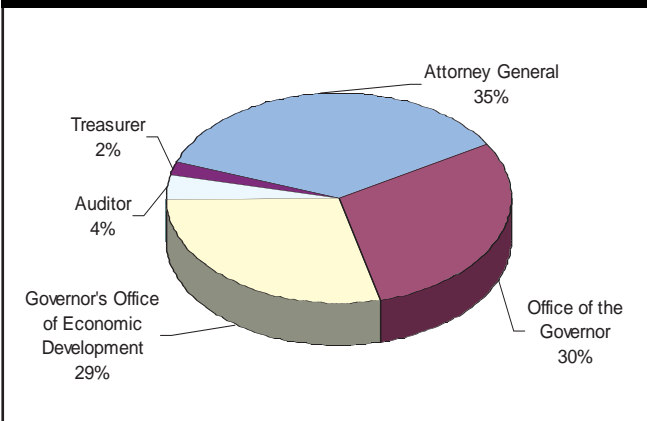
State Auditor's Office - \$4.7 million

- Completed all statutory and federally mandated audits for approximately \$10.7 billion of state operation revenue and \$3.2 billion of federal revenue
- Performed 27 audits/investigations of agencies not covered by statutory requirements, as well as 29 hotline investigations
- Scanned all budgets and financial reports from local governments into electronic form

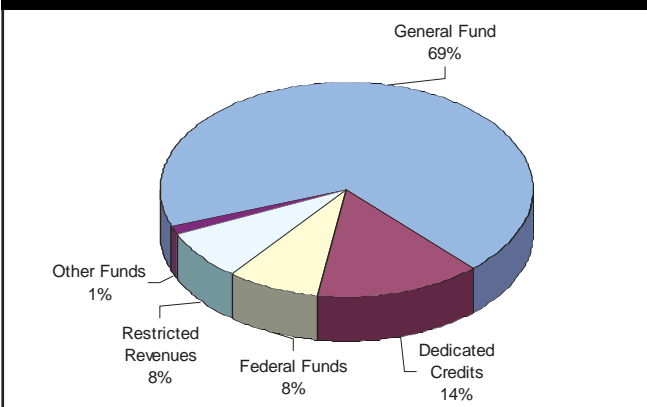
State Treasurer's Office - \$2.7 million

- Generated \$18.5 million in the Permanent State School Fund in FY 2006, an increase of 31.6 percent over FY 2005
- Received approximately \$21 million in unclaimed property in FY 2006 and returned nearly \$8.9 million in unclaimed property to owners

Where Will My Taxes and Fees Go for Elected Officials?
(Total FY 2008 Operational Funding is \$128,821,300)



Financing of Elected Official Offices
(Based on FY 2008 Recommendations)



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Attorney General

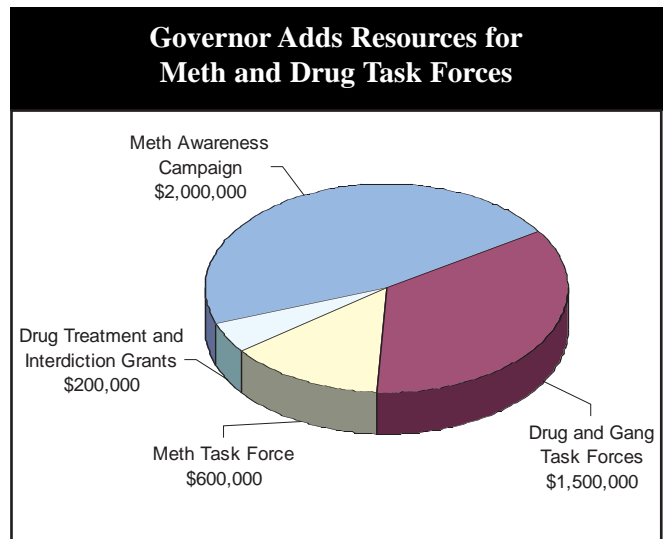
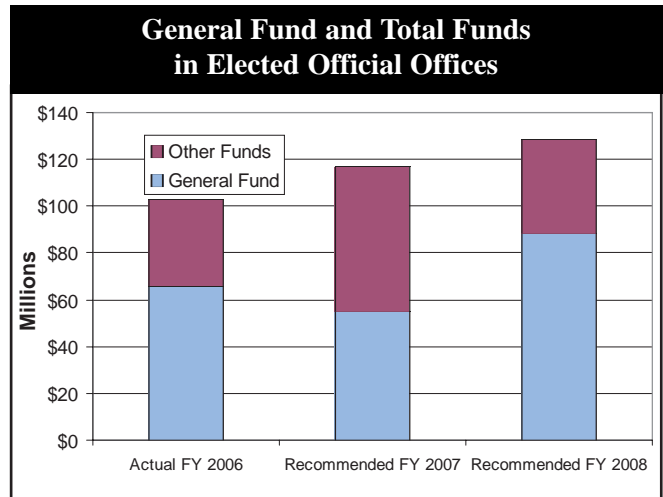
- Address the increasing demands of criminal appeals by providing an additional attorney with \$97,000 ongoing General Fund
- Replace a loss of \$875,000 in federal funds for the litigation needs of the Division of Children and Family Services with ongoing and supplemental General Fund
- Assume financial responsibility for the defense of *Pelt v. State of Utah* with \$300,000 ongoing and \$500,000 supplemental General Fund
- Fund attorneys' fees for the *David C.* (foster care) case and HB213 defense with \$229,900 supplemental General Fund

Governor's Office

- Fund a Western State Primary election with \$1,500,000 one-time General Fund and a 4th congressional district election with \$3,350,000 one-time General Fund
- Complete the *Help America Vote Act* with \$3,471,000 one-time General Fund
- Increase state awareness of methamphetamine with \$2,000,000 one-time General Fund

Governor's Office Economic Development

- Continue the Tourism Marketing program by providing \$13,000,000 one-time and \$3,000,000 supplemental General Fund
- Further the funding for the Motion Picture Incentive Fund with \$1,500,000 one-time and \$3,500,000 ongoing General Fund
- Provide economic incentives with \$1,719,000 one-time and \$1,408,600 supplemental General Fund



This graph reflects funding in the Governor's Office budget only.

PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2008 Proposed Legislative Intent

Attorney General

- Funds for the Attorney General's Office are nonlapsing.
- Funds for contract attorneys are nonlapsing.
- Funds for Children's Justice Centers are nonlapsing.
- Funds for the Prosecution Council are nonlapsing.
- Funds for the prevention of domestic violence are nonlapsing.

State Auditor

- Funds for the State Auditor are nonlapsing.

Governor's Office

- Funds for the Governor's Office 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.
- Funds for the Governor's Office of Economic Development Administration are nonlapsing.
- Funds for the Governor's Office of Economic Development Tourism are nonlapsing.
- Funds for the Governor's Office of Economic Development Business Development are nonlapsing.
- Funds for the Governor's Office of Economic Development Incentives are nonlapsing.

State Treasurer

- Funds for the State Treasurer are nonlapsing.

ELECTED OFFICIALS

Operating Budget

	Actual FY 2006	Authorized FY 2007 ^(a)	Elected Officials' Request FY 2008 ^(b)	Governor Huntsman's Recommendations		
				Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing						
General Fund	\$65,928,100	\$54,746,700	\$76,504,800	\$49,470,800	\$39,079,900	\$88,550,700
Transportation Fund	118,000	118,000	118,000	118,000	0	118,000
Federal Funds	12,534,300	13,234,500	10,237,000	10,071,400	125,000	10,196,400
Dedicated Credits	18,823,100	17,743,600	24,602,500	17,624,400	880,700	18,505,100
Restricted and Trust Funds	8,052,000	16,379,900	7,388,500	6,919,900	2,983,500	9,903,400
Transfers	680,600	882,200	90,600	90,600	0	90,600
Other Funds	0	0	599,300	599,300	24,000	623,300
Beginning Balances	12,922,100	14,825,300	942,600	942,600	0	942,600
Closing Balances	(14,825,300)	(942,600)	(108,800)	(108,800)	0	(108,800)
Lapsing Funds	(1,359,300)	0	0	0	0	0
Total Financing	\$102,873,600	\$116,987,600	\$120,374,500	\$85,728,200	\$43,093,100	\$128,821,300
Programs						
Elected Officials						
Attorney General	\$42,265,600	\$43,552,400	\$46,924,500	\$42,175,000	\$3,831,100	\$46,006,100
Auditor	3,954,800	4,620,300	4,405,400	4,405,400	273,700	4,679,100
Office of the Governor	21,064,200	25,849,200	30,488,500	20,495,700	18,057,700	38,553,400
Governor's Office of Economic Development	33,352,100	40,121,800	36,014,900	16,110,900	20,813,300	36,924,200
Treasurer	2,236,900	2,843,900	2,541,200	2,541,200	117,300	2,658,500
Total Budget	\$102,873,600	\$116,987,600	\$120,374,500	\$85,728,200	\$43,093,100	\$128,821,300
% Change from Authorized FY 2007 to Total FY 2008						10.1%
FTE Positions	--	657.3	675.1	654.8	1.0	655.8

(a) In addition to the amount listed in the Authorized FY 2007 column, Governor Huntsman recommends \$1,604,900 from the General Fund for the Attorney General's Office to meet attorney fees for the Pelt v State of Utah, David C., DCFS loss, and defense of HB 213, Unused Sick Leave At Retirement Amendments, as well as \$1,408,600 from the General Fund for Industrial Assistance Fund replenishment and \$3,000,000 from the General Fund for the Tourism Marketing Fund. The Authorized FY 2007 column also does not include adjustments for the technology services internal service fund (see itemized table for details)

(b) As per statute, the Elected Officials' request is included without changes

ELECTED OFFICIALS

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
ATTORNEY GENERAL FY 2008 OPERATING BUDGET							
Beginning Base Budget							
F1	\$23,775,700	\$0	\$2,111,100	\$18,183,000	\$1,002,500	\$488,000	\$45,560,300
F2	(623,000)	0	0	0	0	0	(623,000)
F3	61,500	0	0	0	1,900	0	63,400
F4	0	0	(324,100)	(2,747,500)	0	245,900	(2,825,700)
Total Beginning Base Budget - Attorney General	23,214,200	0	1,787,000	15,435,500	1,004,400	733,900	42,175,000
Statewide Ongoing Adjustments							
F5	629,300	0	46,900	441,700	20,700	5,900	1,144,500
F6	449,500	0	33,500	315,500	14,800	4,200	817,500
F7	7,300	0	0	600	0	0	7,900
F8	700	0	400	800	(100)	0	1,800
F9	238,600	0	16,900	101,700	6,700	900	364,800
F10	18,300	0	1,100	7,500	500	200	27,600
<i>Subtotal Statewide Ongoing Adjustments - Attorney General</i>	<i>1,343,700</i>	<i>0</i>	<i>98,800</i>	<i>867,800</i>	<i>42,600</i>	<i>11,200</i>	<i>2,364,100</i>
Ongoing Adjustments							
F11	97,000	0	0	0	0	0	97,000
F12	875,000	0	0	0	0	0	875,000
F13	300,000	0	0	0	0	0	300,000
F14	0	0	0	0	140,000	0	140,000
F15	20,000	0	0	0	0	0	20,000
F16	35,000	0	0	0	0	0	35,000
<i>Subtotal Ongoing Adjustments - Attorney General</i>	<i>1,327,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>140,000</i>	<i>0</i>	<i>1,467,000</i>
Total FY 2008 Attorney General Adjustments	2,670,700	0	98,800	867,800	182,600	11,200	3,831,100
Total FY 2008 Attorney General Operating Budget	\$25,884,900	\$0	\$1,885,800	\$16,303,300	\$1,187,000	\$745,100	\$46,006,100
ATTORNEY GENERAL FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
F17	\$500,000	\$0	\$0	\$0	\$0	\$0	\$500,000
F18	200,000	0	0	0	0	0	200,000
F19	875,000	0	0	0	0	0	875,000
F20	29,900	0	0	0	0	0	29,900
F21	0	0	0	0	47,000	0	47,000
F22	(900)	0	300	(100)	(100)	0	(800)
<i>Subtotal Supplemental Adjustments - Attorney General</i>	<i>1,604,000</i>	<i>0</i>	<i>300</i>	<i>(100)</i>	<i>46,900</i>	<i>0</i>	<i>1,651,100</i>
Total FY 2007 Attorney General Budget Adjustments	\$1,604,000	\$0	\$300	(\$100)	\$46,900	\$0	\$1,651,100

ELECTED OFFICIALS - CONTINUED

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
AUDITOR FY 2008 OPERATING BUDGET							
Beginning Base Budget							
F23	\$3,252,600	\$0	\$0	\$920,500	\$0	\$0	\$4,173,100
F24	12,800	0	0	0	0	0	12,800
F25	0	0	0	219,500	0	0	219,500
Total Beginning Base Budget - Auditor	3,265,400	0	0	1,140,000	0	0	4,405,400
Statewide Ongoing Adjustments							
F26	132,300	0	0	0	0	0	132,300
F27	94,500	0	0	0	0	0	94,500
F28	1,300	0	0	0	0	0	1,300
F29	3,900	0	0	0	0	0	3,900
F30	46,600	0	0	0	0	0	46,600
F31	(4,900)	0	0	0	0	0	(4,900)
<i>Subtotal Statewide Ongoing Adjustments - Auditor</i>	<i>273,700</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>273,700</i>
Total FY 2008 Auditor Adjustments	273,700	0	0	0	0	0	273,700
Total FY 2008 Auditor Operating Budget	\$3,539,100	\$0	\$0	\$1,140,000	\$0	\$0	\$4,679,100
AUDITOR FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
F32	\$3,800	\$0	\$0	\$0	\$0	\$0	\$3,800
<i>Subtotal Supplemental Adjustments - Auditor</i>	<i>3,800</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>3,800</i>
Total FY 2007 Auditor Budget Adjustments	\$3,800	\$0	\$0	\$0	\$0	\$0	\$3,800
TREASURER FY 2008 OPERATING BUDGET							
Beginning Base Budget							
F33	\$936,800	\$0	\$0	\$192,600	\$1,309,500	\$0	\$2,438,900
F34	2,200	0	0	0	2,800	0	5,000
F35	0	0	0	97,300	0	0	97,300
Total Beginning Base Budget - Treasurer	939,000	0	0	289,900	1,312,300	0	2,541,200
Statewide Ongoing Adjustments							
F36	24,500	0	0	2,100	29,100	0	55,700
F37	17,500	0	0	1,500	20,700	0	39,700
F38	(500)	0	0	0	0	0	(500)
F39	(4,000)	0	0	0	0	0	(4,000)

ELECTED OFFICIALS - CONTINUED

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
F40 Health insurance rate adjustments	11,600	0	0	1,200	0	12,100	24,900
F41 Term, pool and unemployment insurance rate adjustments	700	0	0	100	0	700	1,500
<i>Subtotal/Statewide Ongoing Adjustments - Treasurer</i>	49,800	0	0	4,900	49,800	12,800	117,300
Total FY 2008 Treasurer Adjustments	49,800	0	0	4,900	49,800	12,800	117,300
Total FY 2008 Treasurer Operating Budget	\$988,800	\$0	\$0	\$294,800	\$1,362,100	\$12,800	\$2,658,500
TREASURER FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
F42 Technology services internal service fund adjustments	(\$4,200)	\$0	\$0	\$0	\$0	\$0	(\$4,200)
<i>Subtotal/Supplemental Adjustments - Treasurer</i>	(4,200)	0	0	0	0	0	(4,200)
Total FY 2007 Treasurer Budget Adjustments	(\$4,200)	\$0	\$0	\$0	\$0	\$0	(\$4,200)
GOVERNOR FY 2008 OPERATING BUDGET							
Beginning Base Budget							
F43 FY 2007 appropriated budget	\$8,781,100	\$0	\$8,245,800	\$717,500	\$4,372,400	\$4,382,300	\$26,499,100
F44 Adjustments for one-time FY 2007 appropriations	(1,961,500)	0	0	0	0	0	(1,961,500)
F45 Adjustments for extra working day	17,900	0	0	0	7,300	0	25,200
F46 Adjustments to funding levels	0	0	(261,400)	(213,200)	0	(3,592,500)	(4,067,100)
Total Beginning Base Budget - Governor	6,837,500	0	7,984,400	504,300	4,379,700	789,800	20,495,700
Statewide Ongoing Adjustments							
F47 Cost-of-living adjustments of 3.5%	152,000	0	12,300	3,500	71,700	0	239,500
F48 Discretionary salary increase	108,500	0	8,700	2,500	51,300	0	171,000
F49 General services internal service fund adjustments	(600)	0	0	0	(600)	0	(1,200)
F50 Technology services internal service fund adjustments	7,000	0	0	0	49,000	0	56,000
F51 Health insurance rate adjustments	51,500	0	4,900	1,800	28,000	0	86,200
F52 Term, pool and unemployment insurance rate adjustments	4,000	0	300	200	1,700	0	6,200
<i>Subtotal/Statewide Ongoing Adjustments - Governor</i>	322,400	0	26,200	8,000	201,100	0	557,700
Ongoing Adjustments							
F53 Governor's Office	250,000	0	0	0	0	0	250,000
F54 Governor's Office of Planning and Budget	100,000	0	0	0	0	0	100,000
F55 Renewable energy incentive fund	2,000,000	0	0	0	0	0	2,000,000
F56 Switch in CCJJ funding source	250,000	0	0	0	(250,000)	0	0
F57 Travel expenses for extradition of fugitives	29,000	0	0	0	0	0	29,000
F58 State support of Methamphetamine Task Force	0	0	0	0	600,000	0	600,000
F59 State support of Gang and Drug task forces	0	0	0	0	1,500,000	0	1,500,000
F60 Automated Victim Notification and Offender Tracking	0	0	0	0	500,000	0	500,000
F61 Drug Treatment and Interdiction Grant Program	0	0	0	0	200,000	0	200,000
<i>Subtotal Ongoing Adjustments - Governor</i>	2,629,000	0	0	0	2,550,000	0	5,179,000

ELECTED OFFICIALS - CONTINUED

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
One-time Adjustments							
F62	3,471,000	0	0	0	0	0	3,471,000
F63	1,500,000	0	0	0	0	0	1,500,000
F64	3,350,000	0	0	0	0	0	3,350,000
F65	2,000,000	0	0	0	0	0	2,000,000
F66	2,000,000	0	0	0	0	0	2,000,000
	<i>Subtotal One-time Adjustments - Governor</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>12,321,000</i>
	Total FY 2008 Governor Adjustments	0	26,200	8,000	2,751,100	0	18,057,700
	Total FY 2008 Governor Operating Budget	\$0	\$8,010,600	\$512,300	\$7,130,800	\$789,800	\$38,553,400
GOVERNOR FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
F67	\$7,000	\$0	\$0	\$0	\$0	\$0	\$7,000
	<i>Subtotal Supplemental Adjustments - Governor</i>	<i>7,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>7,000</i>
	Total FY 2007 Governor Budget Adjustments	\$7,000	\$0	\$0	\$0	\$0	\$7,000
GOVERNOR OFFICE OF ECONOMIC DEVELOPMENT (GOED) FY 2008 OPERATING BUDGET							
Beginning Base Budget							
F68	\$18,000,500	\$118,000	\$300,000	\$254,700	\$9,695,500	\$0	\$28,368,700
F69	(2,803,000)	0	0	0	(9,472,000)	0	(12,275,000)
F70	17,200	0	0	0	0	0	17,200
	Total Beginning Base Budget - GOED	15,214,700	300,000	254,700	223,500	0	16,110,900
Statewide Ongoing Adjustments							
F71	162,700	0	0	0	0	0	162,700
F72	116,200	0	0	0	0	0	116,200
F73	7,800	0	0	0	0	0	7,800
F74	56,000	0	0	0	0	0	56,000
F75	3,600	0	0	0	0	0	3,600
	<i>Subtotal Statewide Ongoing Adjustments - GOED</i>	<i>346,300</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>346,300</i>
Ongoing Adjustments							
F76	3,500,000	0	0	0	(3,500,000)	0	0
F77	0	0	0	0	3,500,000	0	3,500,000
F78	350,000	0	0	0	0	0	350,000
F79	48,000	0	0	0	0	0	48,000
	<i>Subtotal Ongoing Adjustments - GOED</i>	<i>3,898,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>3,898,000</i>

ELECTED OFFICIALS - CONTINUED

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
One-time Adjustments							
F80	Tourism Marketing Performance Fund	0	0	0	(13,000,000)	0	0
F81	Tourism operations	0	0	0	13,000,000	0	13,000,000
F82	Economic incentive rebates	1,719,000	0	0	0	0	1,719,000
F83	Motion Picture Incentive Fund	1,500,000	0	0	(1,500,000)	0	0
F84	Film commission	0	0	0	1,500,000	0	1,500,000
F85	Insurance connector for Governor initiative	350,000	0	0	0	0	350,000
	<i>Subtotal One-time Adjustments - GOED</i>	<i>16,569,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>16,569,000</i>
	Total FY 2008 GOED Adjustments	20,813,300	0	0	0	0	20,813,300
	Total FY 2008 Governor Office of Econ. Dev. Operating Budget	\$36,028,000	\$118,000	\$300,000	\$223,500	\$0	\$36,924,200
GOVERNOR OFFICE OF ECONOMIC DEVELOPMENT FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
F86	Replenish Industrial Assistance Fund	\$0	\$0	\$0	\$0	\$0	\$1,408,600
F87	Tourism Marketing Performance Fund	3,000,000	0	0	0	0	3,000,000
F88	Technology services internal service fund adjustments	7,800	0	0	0	0	7,800
	<i>Subtotal Supplemental Adjustments - GOED</i>	<i>4,416,400</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>4,416,400</i>
	Total FY 2007 Governor Office of Econ. Dev. Budget Adjustments	\$4,416,400	\$0	\$0	\$0	\$0	\$4,416,400
ELECTED OFFICIALS TOTALS							
	FY 2008 Operating Base Budget	\$49,470,800	\$118,000	\$10,071,400	\$6,919,900	\$1,523,700	\$85,728,200
	FY 2008 Operating Ongoing and One-time Adjustments	39,079,900	0	125,000	2,983,500	24,000	43,093,100
	FY 2008 Operating Recommendation	88,550,700	118,000	10,196,400	9,903,400	1,547,700	128,821,300
	FY 2007 Operating Adjustments	6,027,000	0	300	46,900	0	6,074,100

ENVIRONMENTAL QUALITY

Carson Howell, Analyst



AGENCY BUDGET OVERVIEW

ENVIRONMENTAL QUALITY

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

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Water Quality - \$10.8 million

- Protects Utah streams, lakes, and surface water from contamination

Air Quality - \$10.8 million

- Protects the public against particulate matter and ozone in the outdoor air
- Enforces the *Clean Air Act*

Solid and Hazardous Waste - \$7.6 million

- Regulated 78,100 tons of hazardous waste generated in Utah
- Collected 520,614 gallons of used oil for recycling
- Recycled 2.6 million tires

Environmental Response - \$7.5 million

- Cleaned up 98 leaking underground storage tanks
- Inspected 1,311 sites for contamination

Executive Director's Office - \$6.3 million

- Oversees high-level nuclear waste opposition
- Maintains state primacy for implementing federal programs
- Coordinates department programs with local health departments

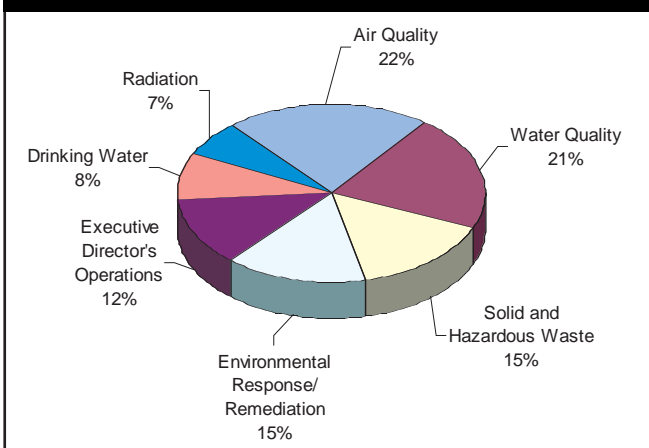
Drinking Water - \$4.2 million

- Protects the public against waterborne health risks and oversees the State's public drinking water systems

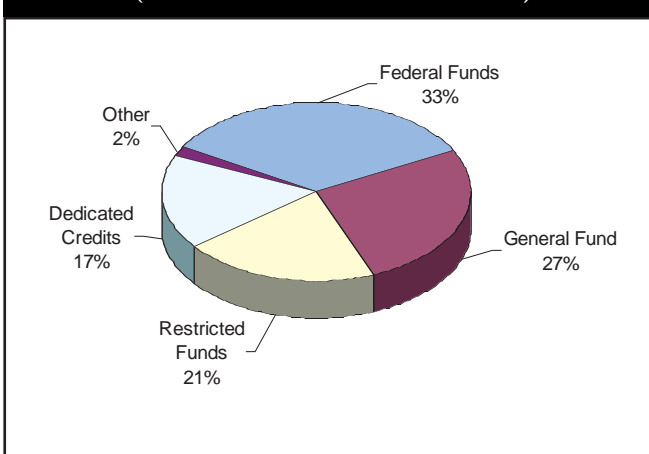
Radiation Control - \$3.4 million

- Monitors over 7,011 X-ray tubes licensed to hospitals, dentists, and others

Where Will My Taxes and Fees Go for Environmental Quality?
(Total FY 2008 Operational Funding is \$51,171,400)



Financing of Environmental Quality
(Based on FY 2008 Recommendations)

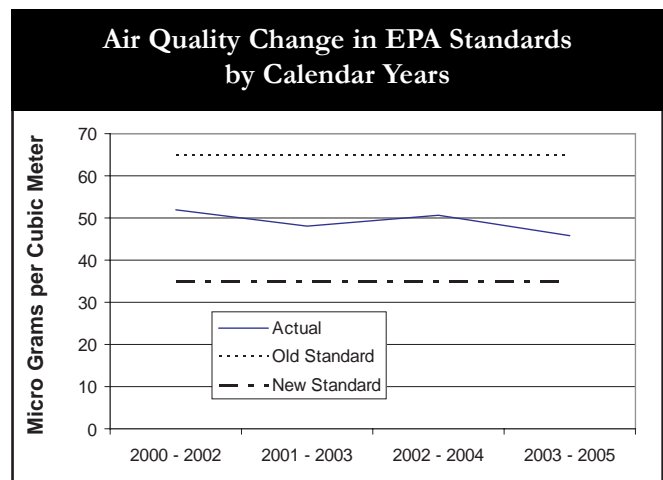
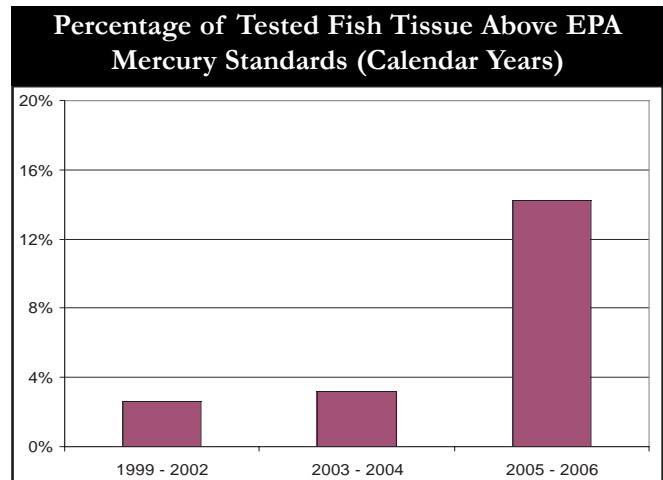
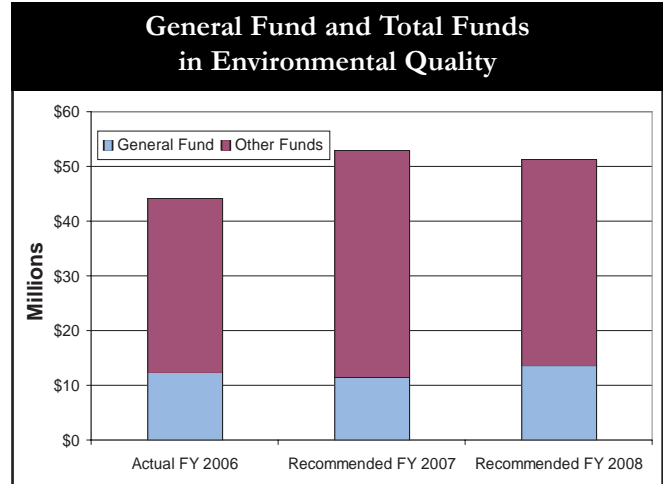


RECOMMENDATIONS: GOVERNOR’S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Protect people in Utah from pollutants and dangerous waste

- Provide funding for emergency response and cleanup of hazardous materials by increasing the Hazardous Substance Mitigation Fund with \$400,000 one-time restricted funds
- Provide funding for mercury assessment, of the Great Salt Lake and five additional sites, in order to identify and address sources of mercury pollution with \$66,500 one-time and \$147,100 ongoing General Fund
- Provide funding for the Division of Air Quality to purchase new sampling equipment that will enable the Department of Environmental Quality to better prepare and plan for changes in air quality standards imposed by the federal Environmental Protection Agency with \$1,600,000 one-time General Fund



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2008 Proposed Legislative Intent

- Any unexpended funds in the Operating Permits Program are nonlapsing and authorized for use in the Operating Permits Program in the following fiscal year to reduce the fees charged.
- Any unexpended Groundwater Permit Administration fees are nonlapsing and authorized for use in the Groundwater Permit Administration Program in the following fiscal year to reduce the fees charged.

ENVIRONMENTAL QUALITY
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$12,296,600	\$11,406,000	\$38,100	\$11,444,100	\$11,014,500	\$2,496,500	\$13,511,000
Federal Funds	16,742,400	18,267,700	(3,400)	18,264,300	16,605,300	615,900	17,221,200
Dedicated Credits	8,021,800	9,925,200	(2,500)	9,922,700	8,303,800	415,100	8,718,900
Restricted and Trust Funds	10,374,200	10,439,800	8,000	10,447,800	10,013,600	508,900	10,522,500
Transfers	369,400	1,149,800	0	1,149,800	66,300	0	66,300
Other Funds	0	0	0	0	0	380,400	380,400
Beginning Balances	783,400	2,442,400	0	2,442,400	756,900	0	756,900
Closing Balances	(2,442,400)	(756,900)	0	(756,900)	(5,800)	0	(5,800)
Lapsing Funds	(1,983,200)	0	0	0	0	0	0
Total Financing	\$44,162,200	\$52,874,000	\$40,200	\$52,914,200	\$46,754,600	\$4,416,800	\$51,171,400
Programs							
Environmental Quality							
Executive Director's Office	\$4,938,800	\$7,477,900	\$54,000	\$7,531,900	\$5,410,700	\$910,400	\$6,321,100
Air Quality	9,510,800	10,837,900	(4,200)	10,833,700	8,892,100	1,946,600	10,838,700
Drinking Water	3,766,600	4,095,700	(1,100)	4,094,600	4,093,500	129,300	4,222,800
Environ. Response/Remediation	7,445,200	7,298,000	(2,200)	7,295,800	7,297,400	247,100	7,544,500
Radiation	3,062,200	3,312,900	(2,500)	3,310,400	3,319,400	103,000	3,422,400
Solid and Hazardous Waste	6,142,700	7,363,200	(1,900)	7,361,300	7,423,100	223,600	7,646,700
Water Quality	8,895,900	12,088,400	(1,900)	12,086,500	10,318,400	456,800	10,775,200
Hazardous Substances Mitigation Fund	400,000	400,000	0	400,000	0	400,000	400,000
Total Budget	\$44,162,200	\$52,874,000	\$40,200	\$52,914,200	\$46,754,600	\$4,416,800	\$51,171,400
% Change from Authorized FY 2007 to Total FY 2008							(3.2%)
FTE Positions	--	403.0	0.0	403.0	403.0	1.0	404.0

ENVIRONMENTAL QUALITY

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
ENVIRONMENTAL QUALITY FY 2008 OPERATING BUDGET						
Beginning Base Budget						
G1	\$11,406,000	\$17,411,500	\$8,202,400	\$10,439,800	\$822,500	\$48,282,200
G2	(450,000)	0	0	(443,600)	0	(893,600)
G3	58,500	0	0	17,400	0	75,900
G4	0	(806,200)	101,400	0	(5,100)	(709,900)
	11,014,500	16,605,300	8,303,800	10,013,600	817,400	46,754,600
Total Beginning Base Budget - Environmental Quality						
Statewide Ongoing Adjustments						
G5	291,900	292,300	200,900	0	221,900	1,007,000
G6	208,500	208,800	143,500	0	158,500	719,300
G7	14,500	300	0	3,600	0	18,400
G8	39,200	(2,300)	(1,800)	8,600	0	43,700
G9	109,900	109,900	68,200	91,000	0	379,000
G10	6,900	6,900	4,300	5,700	0	23,800
	<i>670,900</i>	<i>615,900</i>	<i>415,100</i>	<i>108,900</i>	<i>380,400</i>	<i>2,191,200</i>
Ongoing Adjustments						
G11	12,000	0	0	0	0	12,000
G12	147,100	0	0	0	0	147,100
	<i>159,100</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>159,100</i>
One-time Adjustments						
G13	66,500	0	0	0	0	66,500
G14	1,600,000	0	0	0	0	1,600,000
G15	0	0	0	400,000	0	400,000
	<i>1,666,500</i>	<i>0</i>	<i>0</i>	<i>400,000</i>	<i>0</i>	<i>2,066,500</i>
	2,496,500	615,900	415,100	508,900	380,400	4,416,800
	\$13,511,000	\$17,221,200	\$8,718,900	\$10,522,500	\$1,197,800	\$51,171,400
ENVIRONMENTAL QUALITY FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
G16	\$38,100	(\$3,400)	(\$2,500)	\$8,000	\$0	\$40,200
	<i>38,100</i>	<i>(3,400)</i>	<i>(2,500)</i>	<i>8,000</i>	<i>0</i>	<i>40,200</i>
	\$38,100	(\$3,400)	(\$2,500)	\$8,000	\$0	\$40,200
ENVIRONMENTAL QUALITY TOTALS						
	\$11,014,500	\$16,605,300	\$8,303,800	\$10,013,600	\$817,400	\$46,754,600
	2,496,500	615,900	415,100	508,900	380,400	4,416,800
	13,511,000	17,221,200	8,718,900	10,522,500	1,197,800	51,171,400
	38,100	(3,400)	(2,500)	8,000	0	40,200

HEALTH

Dan Schuring, Analyst



AGENCY BUDGET OVERVIEW

HEALTH

Mission: *Protect the public's health by preventing avoidable illness, injury, disability and premature death; assuring access to affordable, quality health care; promoting healthy lifestyles; and monitoring health trends and events*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Medicaid - \$1.7 billion

- Provided health care for 196,400 individuals
- Provided primary health care for 15,800 individuals through the Primary Care Network

Community and Family Health - \$107.6 million

- Vaccinated 540,829 children and adults
- Expanded newborn screening from four genetic conditions to 36 conditions
- Served 3,456 children through the Baby Watch/Early Intervention program
- Provided tobacco cessation services for 12,125 smokers

Children's Health Insurance (CHIP) - \$72.9 million

- Provided health and dental care for 35,257 children

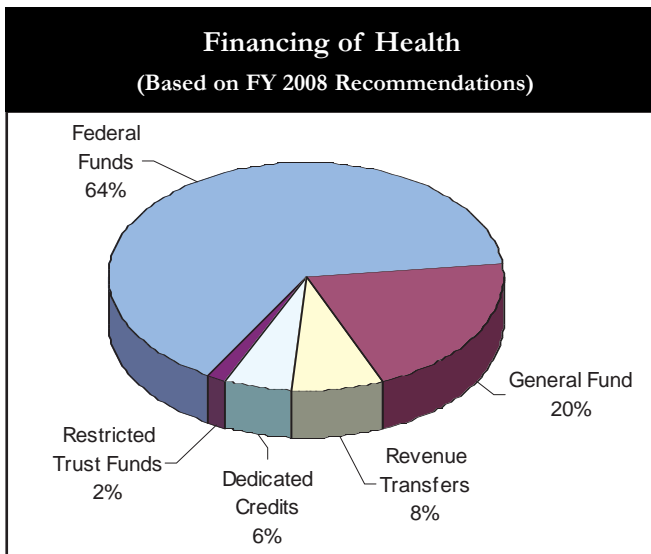
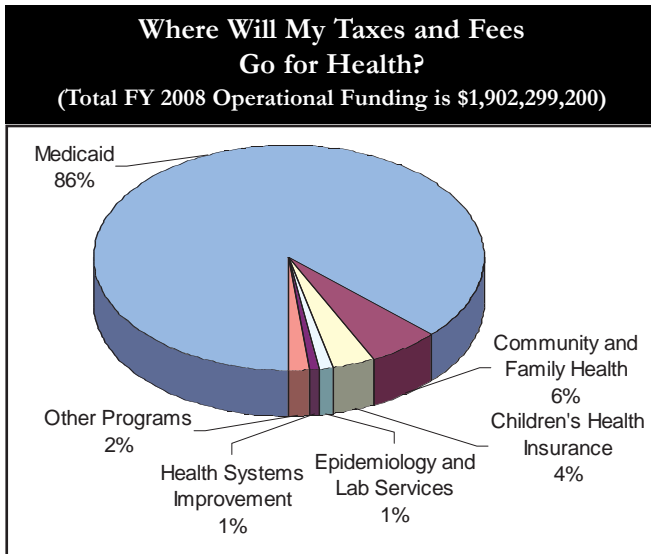
Epidemiology and Lab Services - \$18.6 million

- Detected and investigated 2,648 communicable diseases, including E. coli, influenza, and West Nile Virus
- Investigated 80 disease outbreak clusters in FY 2006
- Enhanced capacity to rapidly detect and respond to bio-terrorism events

Health Systems Improvement - \$17.2 million

- Conducted basic health and licensing inspections for 750 health care providers and 350 Medicare and Medicaid providers
- Implemented new programs to reduce the estimated 400 deaths per year due to medical errors in hospitals
- Performed pre-admission and continued-stay reviews for 4,700 Medicaid patients in nursing homes and facilities for the mentally retarded or mentally ill

Other services, such as local health departments and bio-terrorism preparedness - \$30.4 million



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Maintain Utah's current Medicaid program

- Reverse a temporary adjustment to replace a loss of federal funding in the Department of Human Services with \$19,149,000 ongoing General Fund
- Replace one-time funding for certain adolescents aging out of foster care with \$450,000 ongoing General Fund
- Fund Medicaid utilization and caseload growth with \$3,049,600 ongoing General Fund (\$9,658,300 ongoing total funds)
- Account for an increase in the percentage of Medicaid costs paid by the federal government by reducing \$10,135,900 ongoing General Fund
- Restore Medicaid adult dental services with \$2,800,000 ongoing General Fund (\$9,506,100 ongoing total funds)
- Restore Medicaid adult vision services with \$250,400 ongoing General Fund (\$850,000 ongoing total funds)

Increase Medicaid provider rates

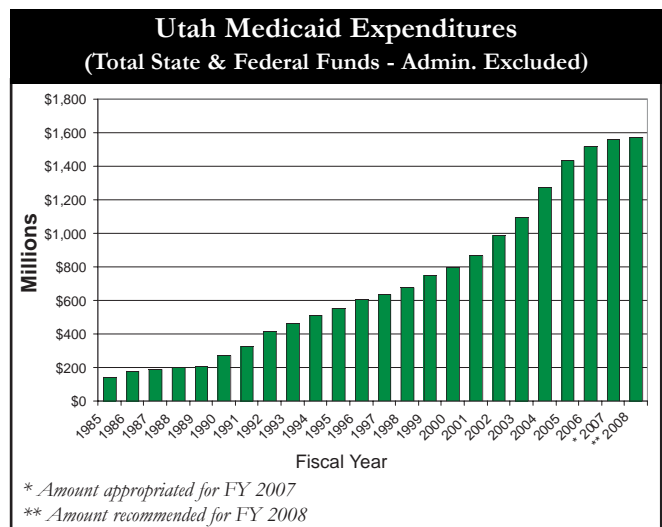
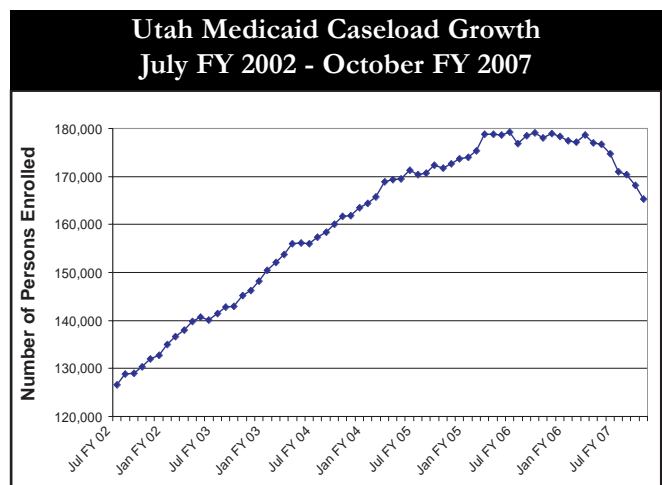
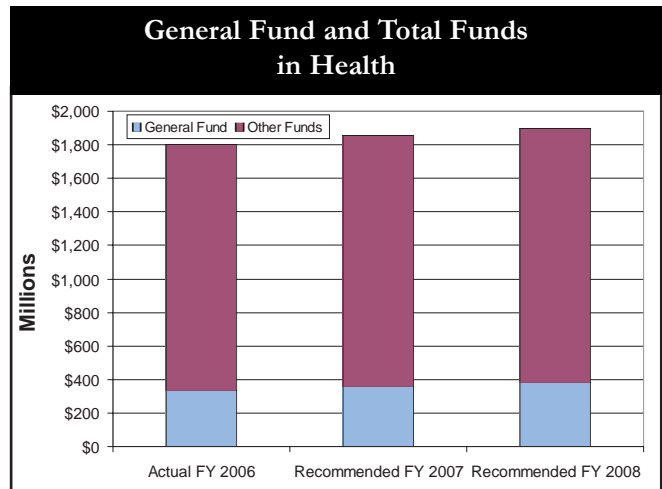
- Increase the reimbursement rates for Medicaid providers with \$13,041,100 ongoing General Fund (\$40,154,700 ongoing total funds); one third of these funds will be used for a 10.4 percent increase in prescription drug prices

Address Other Department of Health issues

- Fund Baby Watch/Early Intervention caseload growth and a provider increase with \$2,280,600 ongoing General Fund
- Replace federal funding for the Utah Birth Defect Network with \$360,000 ongoing and \$173,000 supplemental General Fund

Governor's Initiative to Cover the Uninsured

- Improve access to the Children's Health Insurance Program (CHIP) with \$4,175,000 ongoing General Fund (\$21,447,000 ongoing total funds)
- Improve access to Medicaid to cover many of the uninsured with \$5,143,000 ongoing General Fund (\$16,550,400 ongoing total funds)



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2007 Proposed Legislative Intent

- If funds are available, the Division of Epidemiology and Lab Services is authorized to not lapse up to \$200,000 for laboratory equipment.

FY 2008 Proposed Legislative Intent

- Civil money penalties collected for child care provider violations are nonlapsing.
- Civil money penalties collected for health care provider violations are nonlapsing.

- Fees collected for plan reviews by the Bureau of Health Facility Licensure, Certification and Resident Assessment are nonlapsing.
- Funds for the Primary Care Grants Program are nonlapsing.
- Funds for alcohol, tobacco, and other drug prevention, reduction, cessation, and control programs are nonlapsing.

HEALTH

Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$338,491,900	\$357,978,300	(\$27,000)	\$357,951,300	\$337,941,100	\$44,517,500	\$382,458,600
Federal Funds	1,196,617,700	1,220,976,300	(436,900)	1,220,539,400	1,157,196,000	79,699,000	1,236,895,000
Dedicated Credits	107,071,200	102,593,500	25,300	102,618,800	105,326,500	590,800	105,917,300
Restricted and Trust Funds	31,687,300	31,866,800	200	31,867,000	31,871,800	1,108,500	32,980,300
Transfers	137,212,800	140,303,200	1,700	140,304,900	139,790,800	3,535,100	143,325,900
Beginning Balances	4,327,400	9,242,100	0	9,242,100	3,085,000	0	3,085,000
Closing Balances	(9,242,100)	(3,085,000)	0	(3,085,000)	(2,362,900)	0	(2,362,900)
Lapsing Funds	(3,305,800)	0	0	0	0	0	0
Total Financing	\$1,802,860,400	\$1,859,875,200	(\$436,700)	\$1,859,438,500	\$1,772,848,300	\$129,450,900	\$1,902,299,200
Programs							
Health							
Executive Director's Operations	\$25,225,700	\$27,824,000	\$95,700	\$27,919,700	\$24,811,500	\$3,426,600	\$28,238,100
Health Systems Improvement	13,051,600	17,125,700	20,600	17,146,300	16,218,800	976,400	17,195,200
Epidemiology and Lab Services	16,634,800	18,927,800	7,500	18,935,300	18,157,500	406,300	18,563,800
Community and Family Health	100,010,000	104,973,200	77,800	105,051,000	103,691,500	3,876,900	107,568,400
Health Care Financing	75,944,300	79,408,700	(637,700)	78,771,000	78,743,000	2,692,700	81,435,700
Medical Assistance (Medicaid)	1,518,090,800	1,558,118,800	400	1,558,119,200	1,477,690,100	96,535,000	1,574,225,100
Children's Health Insurance	51,847,500	51,404,800	(1,000)	51,403,800	51,443,700	21,499,700	72,943,400
Local Health Departments	2,055,700	2,092,200	0	2,092,200	2,092,200	37,300	2,129,500
Total Budget	\$1,802,860,400	\$1,859,875,200	(\$436,700)	\$1,859,438,500	\$1,772,848,300	\$129,450,900	\$1,902,299,200
% Change from Authorized FY 2007 to Total FY 2008							2.3%
FTE Positions	--	1,281.9	3.0	1,284.9	1,271.2	7.3	1,278.5

HEALTH

		General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
HEALTH FY 2008 OPERATING BUDGET							
Beginning Base Budget							
H1	FY 2007 appropriated budget	\$357,978,300	\$1,233,027,000	\$123,169,900	\$31,866,800	\$129,234,800	\$1,875,276,800
H2	Adjustments for one-time FY 2007 appropriations	(20,136,900)	0	0	0	0	(20,136,900)
H3	Adjustments for extra working day	99,700	134,600	34,500	5,000	5,400	279,200
H4	Adjustments to funding levels	0	(75,965,600)	(17,877,900)	0	11,272,700	(82,570,800)
	Total Beginning Base Budget - Health	337,941,100	1,157,196,000	105,326,500	31,871,800	140,512,900	1,772,848,300
Statewide Ongoing Adjustments							
H5	Cost-of-living adjustments of 3.5%	878,500	1,141,400	252,700	48,300	106,700	2,427,600
H6	Discretionary salary increase	627,500	815,300	180,500	34,500	76,200	1,734,000
H7	General services internal service fund adjustments	29,100	24,100	(500)	(200)	0	52,500
H8	Technology services internal service fund adjustments	(303,100)	(421,600)	26,400	1,100	2,000	(695,200)
H9	Health insurance rate adjustments	416,900	564,500	125,500	23,500	51,700	1,182,100
H10	Term, pool and unemployment-insurance rate adjustments	21,100	27,700	6,200	1,300	2,800	59,100
	<i>Subtotal Statewide Ongoing Adjustments - Health</i>	<i>1,670,000</i>	<i>2,151,400</i>	<i>590,800</i>	<i>108,500</i>	<i>239,400</i>	<i>4,760,100</i>
Ongoing Adjustments							
Executive Director's Operations							
H11	Medical Examiner operating budget	170,000	0	0	0	0	170,000
Health Systems Improvement							
H12	Patient Safety Initiative	77,400	0	0	0	0	77,400
H13	Primary Care Grants	500,000	0	0	0	0	500,000
Epidemiology and Lab Services							
H14	Operation and maintenance of unified laboratory	369,800	0	0	0	0	369,800
Community and Family Health Services							
H15	Utah Birth Defect Network	360,000	0	0	0	0	360,000
H16	Baby Watch/Early Intervention	2,280,600	0	0	0	0	2,280,600
H17	Vaccine funding	500,000	0	0	0	0	500,000
Medical Assistance (Medicaid)							
H18	Match rate change	(10,135,900)	10,135,900	0	0	0	0
H19	Replace one-time funding	19,599,000	0	0	0	0	19,599,000
H20	Utilization and caseload growth	8,192,600	17,504,100	0	0	512,000	26,208,700
H21	Core group provider increases	12,779,700	23,681,700	0	0	2,783,700	39,245,100
H22	Restoration of adult dental services	2,800,000	6,706,100	0	0	0	9,506,100
H23	Increase dental rates an additional five percent	261,400	648,200	0	0	0	909,600
H24	Restoration of adult vision services	250,400	599,600	0	0	0	850,000
Children's Health Insurance Program (CHIP)							
H25	Improve access to CHIP	4,175,000	17,272,000	0	0	0	21,447,000

HEALTH - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Local Health Departments						
H26	37,300	0	0	0	0	37,300
	42,217,300	76,547,600	0	0	3,295,700	122,060,600
<i>Subtotal Ongoing Adjustments - Health</i>						
One-time Adjustments						
Epidemiology and Lab Services						
H27	(369,800)	0	0	0	0	(369,800)
<i>Operation and maintenance of unified laboratory</i>						
Medical Assistance (Medicaid)						
H28	0	1,000,000	0	1,000,000	0	2,000,000
<i>Medicaid Mgt. Info. System (MMIS) replacement analysis</i>						
H29	1,000,000	0	0	0	0	1,000,000
<i>Antiviral medication stockpile</i>						
	630,200	1,000,000	0	1,000,000	0	2,630,200
<i>Subtotal One-time Adjustments - Health</i>						
Total FY 2008 Health Adjustments	44,517,500	79,699,000	590,800	1,108,500	3,535,100	129,450,900
Total FY 2008 Health Operating Budget	\$382,458,600	\$1,236,895,000	\$105,917,300	\$32,980,300	\$144,048,000	\$1,902,299,200
HEALTH FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
Executive Director's Operations						
H30	\$112,000	\$0	\$0	\$0	\$0	\$112,000
<i>Medical Examiner shortfall</i>						
Community and Family Health						
H31	173,000	0	0	0	0	173,000
<i>Utah Birth Defect Network</i>						
Department						
H32	(312,000)	(436,900)	25,300	200	1,700	(721,700)
<i>Technology services internal service fund adjustments</i>						
	(27,000)	(436,900)	25,300	200	1,700	(436,700)
Total FY 2007 Health Budget Adjustments	(\$27,000)	(\$436,900)	\$25,300	\$200	\$1,700	(\$436,700)
HEALTH TOTALS						
FY 2008 Operating Base Budget	\$337,941,100	\$1,157,196,000	\$105,326,500	\$31,871,800	\$140,512,900	\$1,772,848,300
FY 2008 Operating Ongoing and One-time Adjustments	44,517,500	79,699,000	590,800	1,108,500	3,535,100	129,450,900
FY 2008 Operating Recommendation	382,458,600	1,236,895,000	105,917,300	32,980,300	144,048,000	1,902,299,200
FY 2007 Operating Adjustments	(27,000)	(436,900)	25,300	200	1,700	(436,700)

HIGHER EDUCATION

Dirk Anderson, Analyst



AGENCY BUDGET OVERVIEW

HIGHER EDUCATION AGENCIES INCLUDE:

- Utah System of Higher Education - nine colleges and universities
- Utah College of Applied Technology - nine campuses
- Utah Education Network
- Medical Education Council

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

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Utah System of Higher Education (USHE) - \$1.1 billion

- Awarded 25,279 degrees and awards in 2005-2006
 - 1,113 certificates
 - 8,588 associate degrees
 - 12,280 bachelor degrees
 - 2,664 master degrees
 - 357 doctorates
 - 277 professional degrees (MD or JD)
- Impacts 266,000 students, staff, and faculty directly
- Employs 27,600 workers statewide
- Generates \$2 in donations, grants, and tuition for every \$1 appropriated by the Legislature
- Attracts \$425 million in research grants

Utah College of Applied Technology (UCAT) - \$63.3 million

- Offers over 40 certificates in over 100 skill areas
- Awarded degrees and certificates
 - 26 associate of applied technology degrees
 - 386 certificates of completion
 - 3,702 certificates of proficiency
 - 2,166 certificates of technical competence
 - 1,700 state and industry licenses and certifications
- Serves 12,071 secondary and 27,822 post secondary students
- Trained 19,003 employees for 989 companies through Custom Fit
- Accommodated 5,292,427 student hours

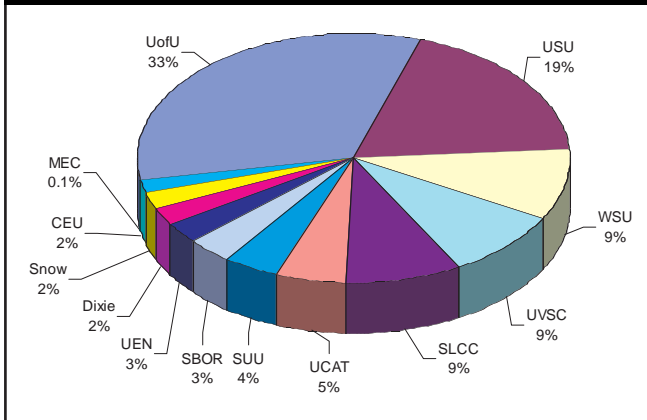
Utah Education Network (UEN) - \$32.4 million

- Improved network infrastructure, capacity, reliability, and security on the UEN backbone connecting colleges, universities, and public education schools
- Upgraded three-fourths of the EDNET (internet-based video conferencing) remote classrooms from analog to digital technology

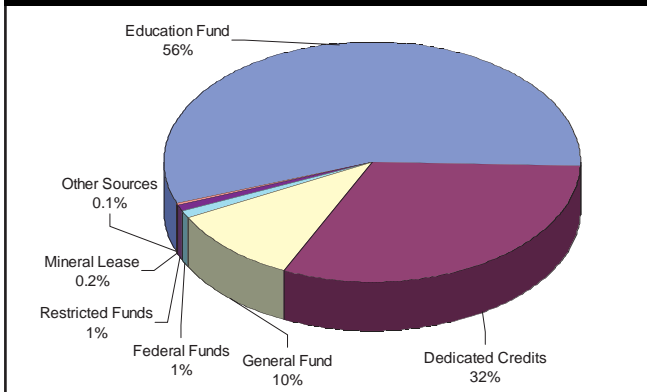
Medical Education Council (MEC) - \$1.1 million

- Assures an adequate, well-trained clinical healthcare workforce to meet the needs of the State and the Rocky Mountain region

Where Will My Taxes and Fees Go for Higher Education?
(Total FY 2008 Operational Funding is \$1,200,864,300)



Financing of Higher Education
(Based on FY 2008 Recommendations)



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Maintain Utah's high-quality education and competitive position

- Provide funding for a compensation package comparable to that of state employees with \$24,980,800 ongoing Education Fund
- Retain key faculty and staff with \$13,205,400 ongoing Education Fund
- Address life safety and limited space issues for new buildings with \$47,664,000 one-time and \$22,950,000 supplemental Education Fund

Improve efficiency and productivity

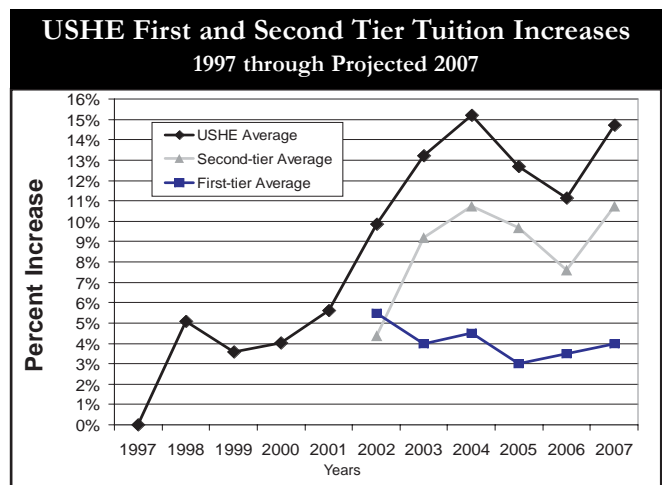
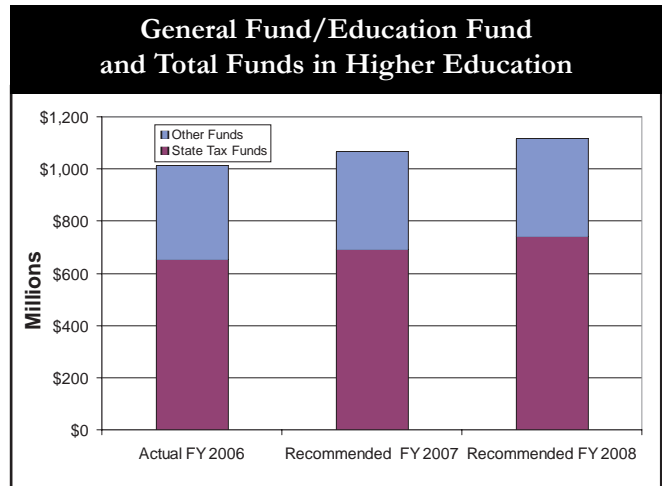
- Moderate second-tier tuition increases by paying for utility rate hikes with \$8,682,200 ongoing and \$2,179,900 supplemental Education Fund
- Maintain and operate current buildings and those opening in FY 2008 with \$1,490,200 ongoing Education Fund

Break down barriers to graduation by increasing student success

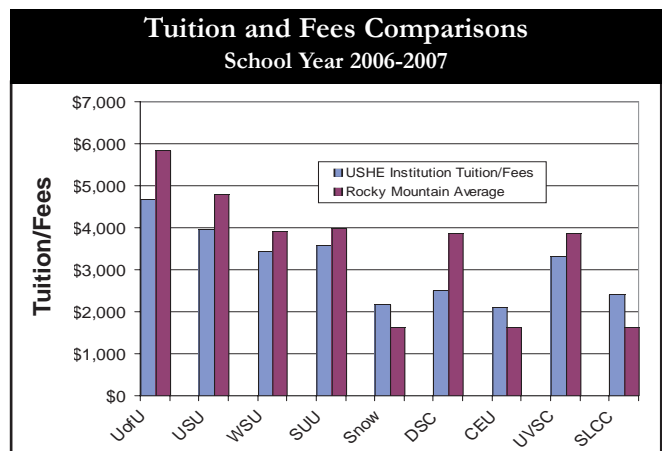
- Graduate students faster with stable financial aid of \$4,774,200 ongoing Education Fund
- Encourage student success by offering Utah State Scholar and New Century scholarships with \$937,500 ongoing Education Fund
- Improve training access by funding growth in UCAT student hours with \$1,011,100 ongoing Education Fund

Build a strong system of higher education and provide different educational opportunities

- Increase institutional partnerships using \$5,000,000 ongoing Education Fund
- Fund engineering and nursing initiatives with \$3,500,000 ongoing Education Fund
- Increase public school teacher workforce with the T. H. Bell Incentive program with \$692,300 ongoing Education Fund
- Improve distance learning and state network bandwidth capacity in UEN with \$1,700,000 ongoing Uniform School Fund (USF)
- Build a centralized course management system with \$630,000 ongoing and \$480,000 one-time Education Fund



First-tier tuition is approved by the Legislature and second-tier tuition is approved by the Board of Regents.



Three schools have tuition higher than the Rocky Mountain region average.

HIGHER EDUCATION
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$488,229,000	\$232,267,300	\$0	\$232,267,300	\$232,267,300	(\$111,785,700)	\$120,481,600
Education Fund	202,964,500	489,529,800	6,013,100	495,542,900	484,481,000	189,225,500	673,706,500
Federal Funds	9,737,300	14,697,400	0	14,697,400	14,697,400	65,300	14,762,700
Dedicated Credits	300,833,200	359,416,300	(300)	359,416,000	359,367,300	19,190,900	378,558,200
Mineral Lease	2,846,600	2,753,500	0	2,753,500	2,852,600	0	2,852,600
Restricted and Trust Funds	8,384,500	9,284,500	0	9,284,500	9,284,500	0	9,284,500
Transfers	9,919,500	125,200	0	125,200	125,200	0	125,200
Other Funds	0	0	0	0	1,093,000	0	1,093,000
Beginning Balances	10,316,600	12,121,600	0	12,121,600	0	0	0
Closing Balances	(12,121,600)	0	0	0	0	0	0
Total Financing	\$1,021,109,600	\$1,120,195,600	\$6,012,800	\$1,126,208,400	\$1,104,168,300	\$96,696,000	\$1,200,864,300
Programs							
Higher Education							
University of Utah	\$361,937,000	\$376,359,400	\$848,800	\$377,208,200	\$368,948,600	\$25,897,000	\$394,845,600
Utah State University	199,833,900	212,035,000	68,600	212,103,600	211,134,700	13,360,100	224,494,800
Weber State University	100,281,200	103,106,500	108,000	103,214,500	103,893,100	6,212,300	110,105,400
Southern Utah University	45,885,000	43,747,900	131,000	43,878,900	46,432,300	2,799,100	49,231,400
Snow College	23,786,400	24,343,300	550,800	24,894,100	23,921,300	1,790,100	25,711,400
Dixie State College of Utah	25,433,300	27,674,700	0	27,674,700	28,025,100	1,574,100	29,599,200
College of Eastern Utah	15,859,000	17,442,900	83,600	17,526,500	17,320,600	1,129,100	18,449,700
Utah Valley State College	91,187,100	102,564,300	239,100	102,803,400	101,064,100	5,983,800	107,047,900
Salt Lake Community College	57,956,000	96,966,900	150,000	97,116,900	97,582,800	5,832,500	103,415,300
Regents/Statewide Programs	24,105,100	26,105,200	130,100	26,235,300	21,598,100	19,564,900	41,163,000
<i>Subtotal Higher Education</i>	<i>946,264,000</i>	<i>1,030,346,100</i>	<i>2,310,000</i>	<i>1,032,656,100</i>	<i>1,019,920,700</i>	<i>84,143,000</i>	<i>1,104,063,700</i>
Utah Education Network	24,705,500	31,297,800	2,100,000	33,397,800	28,282,000	4,088,000	32,370,000
Utah College of Applied Technology	49,401,400	57,191,900	1,603,100	58,795,000	54,976,800	8,369,500	63,346,300
Medical Education Council	738,700	1,359,800	(300)	1,359,500	988,800	95,500	1,084,300
Total Budget	\$1,021,109,600	\$1,120,195,600	\$6,012,800	\$1,126,208,400	\$1,104,168,300	\$96,696,000	\$1,200,864,300
% Change from Authorized FY 2007 to Total FY 2008							7.2%

HIGHER EDUCATION

Capital Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
Education Fund	\$30,743,000	\$68,042,000	\$22,950,000	\$90,992,000	\$0	\$47,664,000	\$47,664,000
Total Financing	\$30,743,000	\$68,042,000	\$22,950,000	\$90,992,000	\$0	\$47,664,000	\$47,664,000
Projects							
UofU - Marriott Lib. renovation & ASRS	\$15,743,000	\$0	\$0	\$0	\$0	\$0	\$0
UofU - Utah Museum of Fine Arts	10,000,000	0	0	0	0	0	0
BAIC - Bourne Building purchase	5,000,000	0	0	0	0	0	0
SUU - Teacher Education Building	0	1,100,000	0	1,100,000	0	0	0
USU - relocate Agriculture Building	0	5,000,000	0	5,000,000	0	0	0
DSC - Health Sciences Building	0	46,750,000	0	46,750,000	0	0	0
WSU - classroom building/chiller plant	0	2,000,000	22,950,000	24,950,000	0	0	0
UCAT - Mountainlands land purchase	0	3,250,000	0	3,250,000	0	0	0
UCAT - Uintah Basin Vernal campus	0	9,942,000	0	9,942,000	0	0	0
UofU - College of Nursing renovation	0	0	0	0	0	13,775,000	13,775,000
Snow College - library/classroom building	0	0	0	0	0	17,651,000	17,651,000
UCAT - Davis technology/manufacturing	0	0	0	0	0	14,238,000	14,238,000
SUU - land for Shakespearean Festival	0	0	0	0	0	2,000,000	2,000,000
Total Budget	\$30,743,000	\$68,042,000	\$22,950,000	\$90,992,000	\$0	\$47,664,000	\$47,664,000

HIGHER EDUCATION

UTAH SYSTEM OF HIGHER EDUCATION (USHE) FY 2008 OPERATING BUDGET							
	General Fund	Education Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Beginning Base Budget							
11	\$190,731,300	\$462,511,300	\$4,205,400	\$346,388,500	\$9,284,500	\$1,780,300	\$1,014,901,300
12	0	(2,942,000)	0	0	0	0	(2,942,000)
13	0	0	0	5,796,100	0	2,165,300	7,961,400
Total Beginning Base Budget - USHE							
	190,731,300	459,569,300	4,205,400	352,184,600	9,284,500	3,945,600	1,019,920,700
Statewide Ongoing Adjustments							
14	0	17,069,200	0	9,217,900	0	0	26,287,100
15	121,000	133,300	0	131,300	0	0	385,600
16	0	5,924,400	0	3,216,700	0	0	9,141,100
	<i>121,000</i>	<i>23,126,900</i>	<i>0</i>	<i>12,565,900</i>	<i>0</i>	<i>0</i>	<i>35,813,800</i>
Ongoing Adjustments							
17	0	12,192,200	0	6,584,300	0	0	18,776,500
18	0	5,000,000	0	0	0	0	5,000,000
19	0	3,000,000	0	0	0	0	3,000,000
110	0	500,000	0	0	0	0	500,000
111	0	8,682,200	0	0	0	0	8,682,200
112	0	3,434,100	0	0	0	0	3,434,100
113	0	210,300	0	0	0	0	210,300
114	0	692,300	0	0	0	0	692,300
115	0	437,500	0	0	0	0	437,500
116	0	500,000	0	0	0	0	500,000
117	0	464,100	0	0	0	0	464,100
118	0	642,000	0	0	0	0	642,000
119	0	1,490,200	0	0	0	0	1,490,200
120	0	961,800	0	0	0	0	961,800
	<i>0</i>	<i>38,206,700</i>	<i>0</i>	<i>6,584,300</i>	<i>0</i>	<i>0</i>	<i>44,791,000</i>
One-time Adjustments							
121	0	2,000,000	0	0	0	0	2,000,000
122	0	1,500,000	0	0	0	0	1,500,000
123	0	500,000	0	0	0	0	500,000
124	0	500,000	0	0	0	0	500,000
125	0	(961,800)	0	0	0	0	(961,800)
126	(111,971,000)	111,971,000	0	0	0	0	0
	<i>(111,971,000)</i>	<i>115,509,200</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>3,538,200</i>
Total FY 2008 USHE Adjustments							
	(111,850,000)	176,842,800	0	19,150,200	0	0	84,143,000
Total FY 2008 USHE Operating Budget							
	\$78,881,300	\$636,412,100	\$4,205,400	\$371,334,800	\$9,284,500	\$3,945,600	\$1,104,063,700

HIGHER EDUCATION - CONTINUED

	General Fund	Education Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
UTAH SYSTEM OF HIGHER EDUCATION FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
I27		Utility rate increases	\$0	\$2,179,900	\$0	\$0	\$2,179,900
I28		New Century Scholarships	0	130,100	0	0	130,100
		<i>Subtotal Supplemental Adjustments - USHE</i>	0	2,310,000	0	0	2,310,000
		Total FY 2007 USHE Budget Adjustments	\$0	\$2,310,000	\$0	\$0	\$2,310,000
UTAH SYSTEM OF HIGHER EDUCATION FY 2008 CAPITAL BUDGET							
One-time Adjustments							
I29		UofU - College of Nursing renovation	\$0	\$13,775,000	\$0	\$0	\$13,775,000
I30		Snow College - library/classroom building	0	17,651,000	0	0	17,651,000
I31		Shakespearean Festival land acquisition	0	2,000,000	0	0	2,000,000
		<i>Subtotal One-time Capital Adjustments - USHE</i>	0	33,426,000	0	0	33,426,000
		Total FY 2008 USHE Capital Adjustments	0	33,426,000	0	0	33,426,000
		Total FY 2008 USHE Capital Budget	\$0	\$33,426,000	\$0	\$0	\$33,426,000
UTAH SYSTEM OF HIGHER EDUCATION FY 2007 CAPITAL BUDGET ADJUSTMENTS							
Supplemental Adjustments							
I32		Weber State - classroom/chiller building	\$0	\$22,950,000	\$0	\$0	\$22,950,000
		<i>Subtotal Supplemental Capital Adjustments - USHE</i>	0	22,950,000	0	0	22,950,000
		Total FY 2007 USHE Capital Adjustments	\$0	\$22,950,000	\$0	\$0	\$22,950,000
UTAH EDUCATION NETWORK FY 2008 OPERATING BUDGET							
Beginning Base Budget							
B33		FY 2007 appropriated budget	\$261,100	\$19,732,800	\$9,311,300	\$79,000	\$29,507,000
B34		Adjustments for one-time FY 2007 appropriations	0	(2,500,000)	0	0	(2,500,000)
B35		Adjustments to funding levels	0	0	1,180,700	91,900	1,275,000
		Total Beginning Base Budget - Utah Education Network	261,100	17,232,800	10,492,000	170,900	28,282,000
Statewide Ongoing Adjustments							
B36		Cost-of-living equivalent funding	0	203,700	32,200	0	235,900
B37		Discretionary equivalent funding	0	145,500	23,000	0	168,500
B38		Health insurance rate adjustments	0	63,500	10,100	0	73,600
		<i>Subtotal Statewide Ongoing Adjustments - Utah Education Network</i>	0	412,700	65,300	0	478,000
Ongoing Adjustments							
B39		Network infrastructure contracts	0	1,500,000	0	0	1,500,000
I40		Course management system	0	630,000	0	0	630,000
I41		IP video classroom conversion	0	200,000	0	0	200,000
		<i>Subtotal Ongoing Adjustments - Utah Education Network</i>	0	2,330,000	0	0	2,330,000

HIGHER EDUCATION - CONTINUED

	General Fund	Education Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
One-time Adjustments							
142 Course management system	0	480,000	0	0	0	0	480,000
143 IP video classroom conversion	0	800,000	0	0	0	0	800,000
<i>Subtotal One-time Adjustments - Utah Education Network</i>	0	1,280,000	0	0	0	0	1,280,000
Total FY 2008 Utah Education Network Adjustments	0	4,022,700	65,300	0	0	0	4,088,000
Total FY 2008 Utah Education Network Operating Budget	\$261,100	\$21,255,500	\$10,557,300	\$170,900	\$0	\$125,200	\$32,370,000
UTAH EDUCATION NETWORK FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
144 Replace satellite technology	\$0	\$2,100,000	\$0	\$0	\$0	\$0	\$2,100,000
<i>Subtotal Supplemental Adjustments - Utah Education Network</i>	0	2,100,000	0	0	0	0	2,100,000
Total FY 2007 Utah Education Network Budget Adjustments	\$0	\$2,100,000	\$0	\$0	\$0	\$0	\$2,100,000
UTAH COLLEGE OF APPLIED TECHNOLOGY (UCAT) FY 2008 OPERATING BUDGET							
Beginning Base Budget							
145 FY 2007 appropriated budget	\$40,910,800	\$7,285,700	\$0	\$6,356,600	\$0	\$0	\$54,553,100
146 Adjustments for one-time FY 2007 appropriations	0	393,200	0	0	0	0	393,200
147 Adjustments to funding levels	0	0	0	30,500	0	0	30,500
Total Beginning Base Budget - UCAT	40,910,800	7,678,900	0	6,387,100	0	0	54,976,800
Statewide Ongoing Adjustments							
148 Cost-of-living equivalent funding	0	1,214,900	0	0	0	0	1,214,900
149 General services internal service fund adjustments	8,100	1,100	0	1,400	0	0	10,600
150 Benefit equivalent funding	0	505,100	0	0	0	0	505,100
<i>Subtotal Statewide Ongoing Adjustments - UCAT</i>	8,100	1,721,100	0	1,400	0	0	1,730,600
Ongoing Adjustments							
151 Retention of key faculty and staff	0	867,700	0	0	0	0	867,700
152 Membership hour growth	0	1,011,100	0	0	0	0	1,011,100
153 Student Information System	0	65,000	0	0	0	0	65,000
154 Custom Fit training program	0	750,000	0	0	0	0	750,000
155 Jobs Now initiative	0	1,500,000	0	0	0	0	1,500,000
156 Facility leases	0	933,000	0	0	0	0	933,000
157 Operations and maintenance (O & M) increases	0	21,000	0	0	0	0	21,000
158 Utility rate increases	0	389,100	0	0	0	0	389,100
159 IT licensing, security, and equipment	0	102,000	0	0	0	0	102,000
160 Davis campus technology/manufacturing building O & M	0	422,200	0	0	0	0	422,200
<i>Subtotal Ongoing Adjustments - UCAT</i>	0	6,061,100	0	0	0	0	6,061,100

HIGHER EDUCATION - CONTINUED

	General Fund	Education Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
One-time Adjustments							
161	0	1,000,000	0	0	0	0	1,000,000
162	0	(422,200)	0	0	0	0	(422,200)
	0	577,800	0	0	0	0	577,800
	8,100	8,360,000	0	1,400	0	0	8,369,500
Total FY 2008 UCAT Operating Budget	\$40,918,900	\$16,038,900	\$0	\$6,388,500	\$0	\$0	\$63,346,300
UTAH COLLEGE OF APPLIED TECHNOLOGY FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
163	\$0	\$1,310,500	\$0	\$0	\$0	\$0	\$1,310,500
164	0	292,600	0	0	0	0	292,600
	0	1,603,100	0	0	0	0	1,603,100
Total FY 2007 UCAT Budget Adjustments	\$0	\$1,603,100	\$0	\$0	\$0	\$0	\$1,603,100
UTAH COLLEGE OF APPLIED TECHNOLOGY FY 2008 CAPITAL BUDGET							
One-time Adjustments							
165	\$0	\$14,238,000	\$0	\$0	\$0	\$0	\$14,238,000
	0	14,238,000	0	0	0	0	14,238,000
Total FY 2008 UCAT Capital Adjustments	0	14,238,000	0	0	0	0	14,238,000
Total FY 2008 UCAT Capital Budget	\$0	\$14,238,000	\$0	\$0	\$0	\$0	\$14,238,000
MEDICAL EDUCATION COUNCIL (MEC) FY 2008 OPERATING BUDGET							
Beginning Base Budget							
166	\$364,100	\$0	\$0	\$650,000	\$0	\$0	\$1,014,100
167	0	0	0	(25,300)	0	0	(25,300)
Total Beginning Base Budget - MEC	364,100	0	0	624,700	0	0	988,800
Statewide Ongoing Adjustments							
168	0	0	0	19,600	0	0	19,600
169	0	0	0	14,000	0	0	14,000
170	0	0	0	600	0	0	600
171	0	0	0	5,100	0	0	5,100
	0	0	0	39,300	0	0	39,300

HIGHER EDUCATION - CONTINUED

	General Fund	Education Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Ongoing Adjustments							
172 Office lease costs	56,200	0	0	0	0	0	56,200
<i>Subtotal Ongoing Adjustments - MEC</i>	<i>56,200</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>56,200</i>
Total FY 2008 MEC Adjustments	56,200	0	0	39,300	0	0	95,500
Total FY 2008 Medical Education Council Operating Budget	\$420,300	\$0	\$0	\$664,000	\$0	\$0	\$1,084,300
MEDICAL EDUCATION COUNCIL FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
173 Technology services internal service fund adjustments	\$0	\$0	\$0	(\$300)	\$0	\$0	(\$300)
<i>Subtotal Supplemental Adjustments - MEC</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>(300)</i>	<i>0</i>	<i>0</i>	<i>(300)</i>
Total FY 2007 Medical Education Council Budget Adjustments	\$0	\$0	\$0	(\$300)	\$0	\$0	(\$300)
HIGHER EDUCATION TOTALS							
FY 2008 Operating Base Budget	\$232,267,300	\$484,481,000	\$14,697,400	\$359,367,300	\$9,284,500	\$4,070,800	\$1,104,168,300
FY 2008 Operating Ongoing and One-time Adjustments	(111,785,700)	189,225,500	65,300	19,190,900	0	0	96,696,000
FY 2008 Operating Recommendation	120,481,600	673,706,500	14,762,700	378,558,200	9,284,500	4,070,800	1,200,864,300
FY 2007 Operating Adjustments	0	6,013,100	0	(300)	0	0	6,012,800
FY 2008 Capital Base Budget	0	0	0	0	0	0	0
FY 2008 Capital Adjustments	0	47,664,000	0	0	0	0	47,664,000
FY 2008 Capital Recommendation	0	47,664,000	0	0	0	0	47,664,000
FY 2007 Capital Adjustments	0	22,950,000	0	0	0	0	22,950,000

HUMAN SERVICES

Stephen Jardine, Analyst



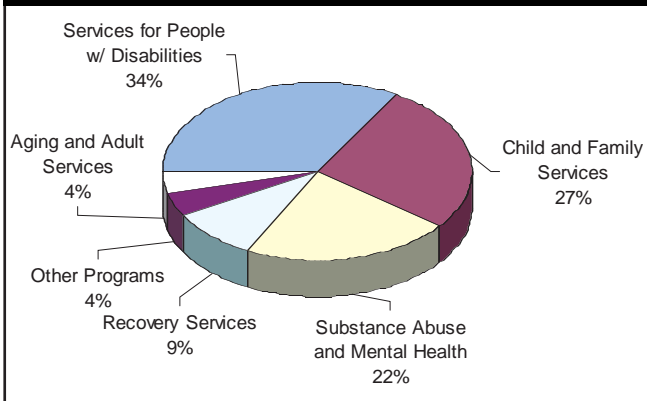
AGENCY BUDGET OVERVIEW

HUMAN SERVICES

- Services for People with Disabilities
- Child and Family Services
- Substance Abuse and Mental Health
- Recovery Services
- Aging and Adult Services
- Executive Director Operations
- Drug Courts/Drug Board

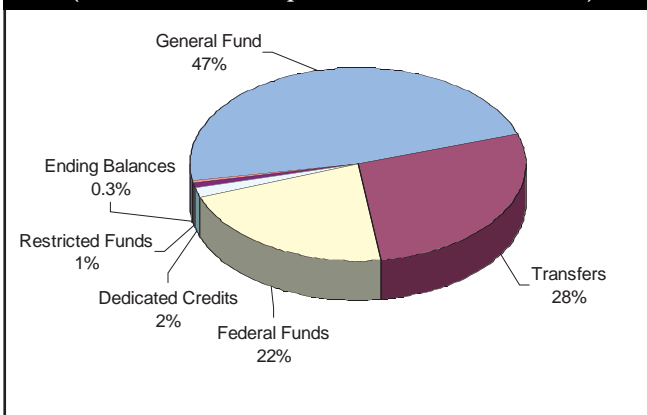
Mission: *Work with individuals, families, the community, and the courts to strengthen families, protect children and vulnerable adults from harm, and promote independence in order to reduce societal costs and improve the quality of life in Utah*

Where Will My Taxes and Fees Go for Human Services?
(Total FY 2008 Operational Funding is \$580,906,500)



Financing of Human Services

(Based on FY 2008 Operational Recommendations)



MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Services for People with Disabilities (DSPD) - \$194.7 million

- Provided out-of-home community residential services for 1,531 people with disabilities, in-home and self-directed support services for 2,918 people with disabilities, and day services and supported employment for 2,579 people with disabilities
- Provided residential services at the State Developmental Center for 226 people with disabilities

Child and Family Services (DCFS) - \$156.6 million

- Investigated 19,993 reported incidents of abuse and neglect
- Served 4,040 children in foster care settings
- Provided in-home services for 18,375 children and families
- Provided the Transition to Adult Living Program for 1,674 youth in foster care
- Provided shelter services for 3,507 domestic violence clients
- Provided adoptive homes for 487 children in state custody or in-home arrangements

Substance Abuse and Mental Health (DSAMH) - \$127.5 million

- Provided treatment to 694 individuals with severe mental illness at the Utah State Hospital
- Provided treatment for mental illnesses to 41,385 individuals and for substance abuse problems to 18,955 individuals through local authority mental health centers and local authority substance abuse programs

Recovery Services - \$53.6 million

- Collected over \$195.5 million in FY 2006, a 6.0 percent increase over FY 2005

Aging and Adult Services - \$23 million

- Provided 880,313 meals in senior centers serving 26,229 seniors in 98 locations statewide, and delivered 1,128,770 Meals on Wheels to 10,192 homebound seniors
- Provided in-home health care, personal care, and caregiver support services to 3,652 elderly Utahns or their caregivers
- Adult Protective Services assisted 2,386 elderly and vulnerable Utahns to resolve issues related to abuse, neglect, and exploitation

RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Assist individuals and families with disabilities

- Finance additional services to 425 individuals with disabilities currently on a waiting list by providing \$2,000,000 ongoing General Fund (\$5,570,800 ongoing total funds)
- Pay additional costs associated with increased needs for individuals currently being served in the DSPD Medicaid Home- and Community-based Waiver program with \$1,200,000 ongoing General Fund (\$4,039,700 ongoing total funds)
- Extend a pilot program for the expedited provision of respite care and supported employment services to 100 individuals with disabilities outside of the service prioritization criteria established for other services by providing \$150,000 one-time General Fund

Provide protection and stability to children who have experienced abuse and neglect

- Help meet caseload standards recommended by the Legislative Auditor General by authorizing the hiring of an additional 24.5 DCFS staff through the transfer of funds from other program areas within the division

Attend to the needs of the elderly

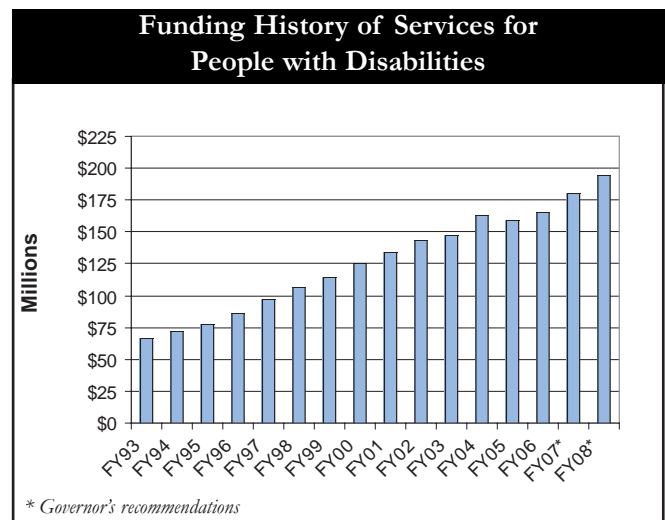
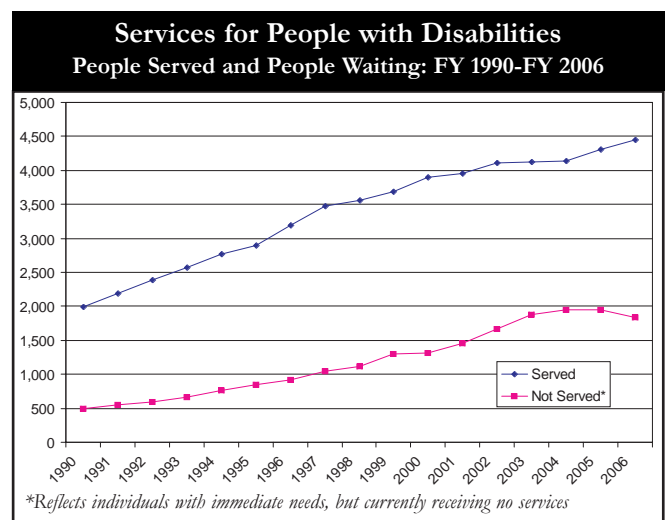
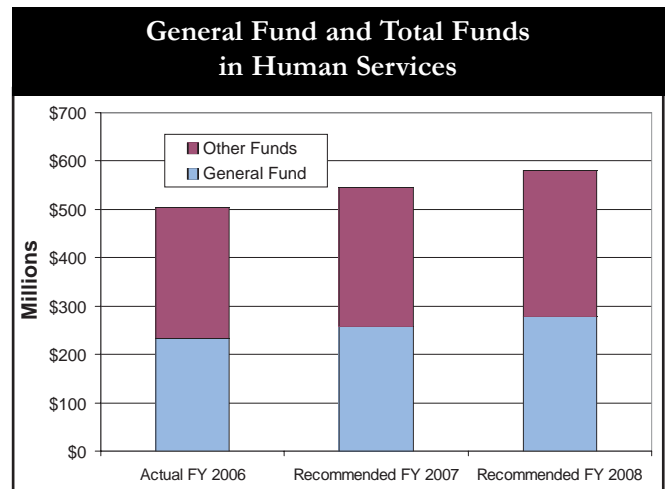
- Increase Meals on Wheels for seniors with \$146,000 ongoing General Fund
- Provide for the increased needs of seniors currently receiving services under a Home- and Community-based federal Medicaid Waiver program by replacing one-time funding with \$340,000 ongoing General Fund

Assist in caring for the seriously mentally ill

- Ensure access to mental health services for an estimated 2,904 indigent and uninsured children and adults with \$2,262,700 ongoing General Fund

Provide assistance to overcome substance abuse and improve communities

- Expand substance abuse treatment services to an additional 600 women, giving priority to women involved with DCFS, by providing \$2,525,600 ongoing General Fund (\$5,051,300 ongoing total funds)
- Expand drug courts to 477 individuals with \$1,740,000 ongoing General Fund



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2007 Proposed Legislative Intent

- If funds are available, the Foster Care Citizen Review Board is authorized to have nonlapsing authority for one-time development, maintenance, and upgrading of computer software and equipment, and for recruitment, training, and retention of volunteers.
- If funds are available, DSAMH has nonlapsing authority up to \$50,000 for the purchase of computer equipment and software, capital equipment or improvements, and equipment or supplies.
- If funds are available, DCFS is authorized to purchase up to twelve additional vehicles.

FY 2008 Proposed Legislative Intent

- Funds appropriated to the Office of Technology for electronic Resource Eligibility Project (eREP) enhancements are nonlapsing.
- If funds are available, the Foster Care Citizen Review Board is authorized to have nonlapsing authority for one-time development, maintenance, and upgrading of computer software and equipment, and for recruitment, training, and retention of volunteers.

- Funds appropriated for Drug Courts and the Drug Board from the Tobacco Settlement Restricted Account for FY 2008 are nonlapsing.
- New funds appropriated for substance abuse treatment for women and children are nonlapsing.
- Funds appropriated to the Office of Recovery Services for eREP enhancements are nonlapsing.
- DSPD is to use nonlapsing funds to provide services for individuals needing emergency services, individuals needing additional waiver services, individuals who turn 18 years old and leave state custody from the divisions of Child and Family Services and Juvenile Justice Services, and individuals court ordered into DSPD services. The division will use generated budget savings to continue funding services for these people in FY 2008. DSPD will report to the Office of Legislative Fiscal Analyst on the use of these funds.
- Funds appropriated for the Adoption Assistance program and the Out of Home Care program in DCFS are nonlapsing and are to be used only for these programs.

INTERNAL SERVICE FUNDS

Human Services includes several internal service fund (ISF) agencies that provide products and services to the various offices and divisions within the department on a cost-reimbursement basis. These ISFs are set up to account for the cost of certain governmental services and to avoid duplication of effort among the various agencies within the department. Individual division and office budgets include funding for ISF services.

ISF agencies must receive legislative approval for rates charged to agencies, capital acquisitions, and full-time equivalent positions (FTEs). For FY 2008 the Governor recommends the rates, FTEs, and capital outlay authorizations indicated in the accompanying table.

ISF Description	Estimated Revenue	FTE Recommended	Capital Outlay Recommended
General Services	\$1,440,000	2.0	\$0
Data Processing	3,148,100	0.0	0

HUMAN SERVICES
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$233,919,300	\$258,895,100	\$636,800	\$259,531,900	\$256,113,900	\$20,986,700	\$277,100,600
Federal Funds	117,886,100	124,621,900	289,700	124,911,600	122,709,100	4,078,600	126,787,700
Dedicated Credits	7,938,700	9,072,000	38,700	9,110,700	9,041,900	484,600	9,526,500
Restricted and Trust Funds	4,359,400	4,382,000	0	4,382,000	4,382,000	0	4,382,000
Transfers	143,952,700	145,960,100	161,900	146,122,000	145,844,300	15,539,900	161,384,200
Beginning Balances	5,559,800	6,947,100	0	6,947,100	3,904,000	0	3,904,000
Closing Balances	(6,947,100)	(3,904,000)	0	(3,904,000)	(2,178,500)	0	(2,178,500)
Lapsing Funds	(2,146,800)	0	0	0	0	0	0
Total Financing	\$504,522,100	\$545,974,200	\$1,127,100	\$547,101,300	\$539,816,700	\$41,089,800	\$580,906,500
Programs							
Human Services							
Executive Director Operations	\$19,699,600	\$21,779,500	\$42,200	\$21,821,700	\$20,123,700	\$650,000	\$20,773,700
Drug Courts/Drug Board	1,646,900	2,917,200	0	2,917,200	2,917,200	1,740,000	4,657,200
Substance Abuse and Mental Health	112,375,800	118,812,300	633,900	119,446,200	115,972,600	11,516,900	127,489,500
Services for People with Disabilities	165,184,500	179,707,500	21,500	179,729,000	179,425,100	15,293,300	194,718,400
Recovery Services	45,738,400	49,114,300	332,700	49,447,000	48,974,900	4,638,300	53,613,200
Child and Family Services	138,185,600	151,209,800	92,000	151,301,800	150,452,700	6,170,800	156,623,500
Aging and Adult Services	21,691,300	22,433,600	4,800	22,438,400	21,950,500	1,080,500	23,031,000
Total Budget	\$504,522,100	\$545,974,200	\$1,127,100	\$547,101,300	\$539,816,700	\$41,089,800	\$580,906,500
% Change from Authorized FY 2007 to Total FY 2008							6.4%
FTE Positions	--	3,618.9	0.0	3,618.9	3,613.5	36.0	3,649.5

HUMAN SERVICES

HUMAN SERVICES FY 2008 OPERATING BUDGET						
	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Beginning Base Budget						
J1	\$258,895,100	\$119,978,700	\$9,090,900	\$4,382,000	\$144,979,600	\$537,326,300
J2	(3,076,500)	0	0	0	0	(3,076,500)
J3	267,200	0	0	0	0	267,200
J4	28,100	0	0	0	0	28,100
J5	0	2,730,400	(49,000)	0	2,590,200	5,271,600
	256,113,900	122,709,100	9,041,900	4,382,000	147,569,800	539,816,700
Total Beginning Base Budget - Human Services						
Statewide Ongoing Adjustments						
J6	3,126,200	1,446,900	187,900	0	1,113,000	5,874,000
J7	2,233,000	1,033,500	134,300	0	795,000	4,195,800
J8	45,400	7,100	1,500	0	30,700	84,700
J9	218,700	309,200	4,600	0	63,200	595,700
J10	1,761,600	775,900	111,400	0	722,600	3,371,500
J11	76,500	34,100	4,400	0	27,000	142,000
	<i>7,461,400</i>	<i>3,606,700</i>	<i>444,100</i>	<i>0</i>	<i>2,751,500</i>	<i>14,263,700</i>
Ongoing Adjustments						
Drug Courts/Board						
J12	1,740,000	0	0	0	0	1,740,000
Mental Health						
J13	2,262,700	0	0	0	0	2,262,700
J14	34,500	0	0	0	0	34,500
J15	407,800	0	0	0	0	407,800
J16	513,700	0	40,500	0	121,700	675,900
Substance Abuse						
J17	2,525,600	0	0	0	2,525,700	5,051,300
J18	178,000	0	0	0	0	178,000
Services for People with Disabilities						
J19	2,000,000	0	0	0	3,570,800	5,570,800
J20	1,200,000	0	0	0	2,839,700	4,039,700
J21	713,300	0	0	0	1,565,600	2,278,900
Recovery Services						
J22	1,820,600	0	0	0	0	1,820,600
Child and Family Services						
J23	897,500	313,000	0	0	273,000	1,483,500

HUMAN SERVICES - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
Aging and Adult Services						
/24	340,000	0	0	0	0	340,000
	Nursing home prevention - one-time to ongoing					
/25	146,000	0	0	0	0	146,000
	Meals on Wheels					
/26	137,800	0	0	0	0	137,800
	Local aging - provider increase					
Multiple Agencies						
/27	(1,991,700)	99,800	0	0	1,891,900	0
	Increase in the federal match rate					
	<i>Subtotal Ongoing Adjustments - Human Services</i>	<i>412,800</i>	<i>40,500</i>	<i>0</i>	<i>12,788,400</i>	<i>26,167,500</i>
One-time Adjustments						
Services for People with Disabilities						
/28	150,000	0	0	0	0	150,000
	Supported employment pilot program					
Child and Family Services						
/29	269,500	59,100	0	0	0	328,600
	<i>David C. court monitor costs</i>					
Aging and Adult Services						
/30	180,000	0	0	0	0	180,000
	Utah Commission on Aging					
	<i>Subtotal One-time Adjustments - Human Services</i>	<i>59,100</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>658,600</i>
	Total FY 2008 Human Services Adjustments	4,078,600	484,600	0	15,539,900	41,089,800
	Total FY 2008 Human Services Operating Budget	\$126,787,700	\$9,526,500	\$4,382,000	\$163,109,700	\$580,906,500
HUMAN SERVICES FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
Mental Health						
/31	\$435,000	\$0	\$34,400	\$0	\$103,000	\$572,400
	State Hospital - increased medical care and pharmacy costs					
Department						
/32	201,800	289,700	4,300	0	58,900	554,700
	Technology services internal service fund adjustments					
	<i>Subtotal Supplemental Adjustments - Human Services</i>	<i>636,800</i>	<i>38,700</i>	<i>0</i>	<i>161,900</i>	<i>1,127,100</i>
	Total FY 2007 Human Services Budget Adjustments	\$289,700	\$38,700	\$0	\$161,900	\$1,127,100
HUMAN SERVICES TOTALS						
	\$256,113,900	\$122,709,100	\$9,041,900	\$4,382,000	\$147,569,800	\$539,816,700
	FY 2008 Operating Beginning Base Budget					
	20,986,700	4,078,600	484,600	0	15,539,900	41,089,800
	FY 2008 Operating Ongoing and One-time Adjustments					
	277,100,600	126,787,700	9,526,500	4,382,000	163,109,700	580,906,500
	FY 2008 Operating Recommendation					
	636,800	289,700	38,700	0	161,900	1,127,100
	FY 2007 Operating Adjustments					

LEGISLATURE

Sandy Naegle, Analyst



AGENCY BUDGET OVERVIEW

LEGISLATURE

- Senate
- House of Representatives
- Legislative Auditor General
- Legislative Research and General Counsel
- Legislative Fiscal Analyst's Office
- Legislative Printing

Mission: *Serve the people of the State of Utah and support the Utah State Legislature*

MAJOR RESPONSIBILITIES AND SERVICES

(Headings include funding in Governor's Recommendations)

Senate - \$2.4 million

- Senate membership is 29
- Each senator ideally represents a constituency of 89,700 individuals
- Each senator is elected to a four-year term
- Each senator sits on various interim, standing, and appropriation committees

House of Representatives - \$3.4 million

- House membership is 75
- Each representative ideally represents a constituency of 34,700 individuals
- Each representative is elected to a two-year term
- Each representative sits on various interim, standing, and appropriation committees

Legislative Auditor General - \$2.8 million

- Performs operational audits
- Performs program audits
- Performs compliance audits

Legislative Research and General Counsel - \$6.6 million

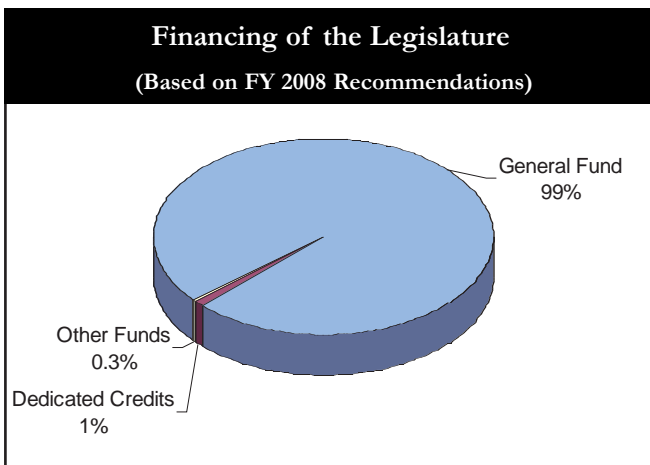
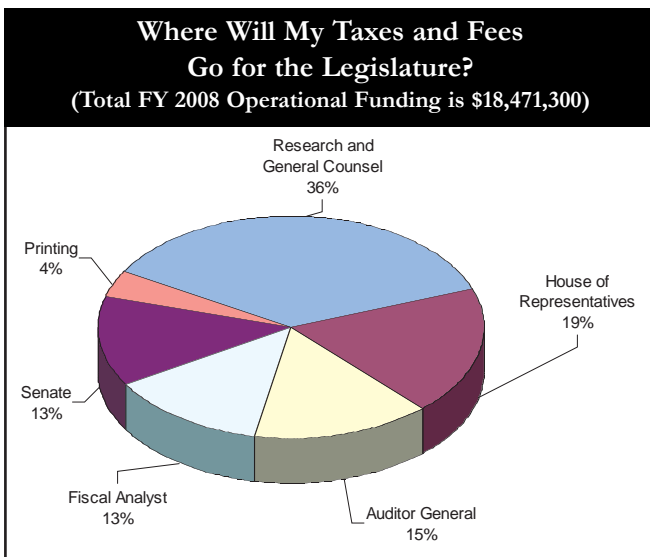
- Provides legal and policy review of current law and proposed legislation
- Promotes understanding of critical legislative issues
- Recommends changes in the law when appropriate

Legislative Fiscal Analyst - \$2.5 million

- Analyzes and recommends agency budgets to the Legislature
- Provides fiscal notes on proposed legislation
- Prepares revenue estimates for all state operating funds

Legislative Printing - \$0.7 million

- Provides printing, typesetting and graphic service to the Legislature, its staff offices, and other state agencies
- Prepares senate and house journals, house and senate bills, amendments, and agendas
- Distributes all legislative publications, including the *Utah Code Annotated, 1953* and *Laws of Utah*



LEGISLATURE
Operating Budget

	Governor Huntsman's Recommendations					
	Actual FY 2006	Authorized FY 2007(a)	Legislature's Request FY 2008(b)	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing						
General Fund	\$16,595,800	\$17,694,800	\$17,430,700	\$17,430,700	\$790,400	\$18,221,100
Dedicated Credits	207,200	190,000	190,000	190,000	5,100	195,100
Beginning Balances	2,929,600	3,571,200	3,568,000	3,568,000	0	3,568,000
Closing Balances	(3,571,200)	(3,568,000)	(3,512,900)	(3,512,900)	0	(3,512,900)
Total Financing	\$16,161,400	\$17,888,000	\$17,675,800	\$17,675,800	\$795,500	\$18,471,300
Programs						
Legislature						
Senate	\$1,602,500	\$1,783,200	\$1,785,000	\$1,785,000	\$635,100	\$2,420,100
House of Representatives	3,298,900	3,403,100	3,404,300	3,404,300	23,400	3,427,700
Legislative Printing	678,400	711,700	712,400	712,400	8,900	721,300
Legislative Research	6,114,200	6,713,500	6,486,800	6,486,800	73,000	6,559,800
Tax Review Commission	51,600	51,300	50,000	50,000	0	50,000
Legislative Fiscal Analyst	1,933,900	2,428,100	2,433,900	2,433,900	24,300	2,458,200
Legislative Auditor General	2,426,300	2,740,500	2,748,400	2,748,400	30,800	2,779,200
Constitutional Revision Commission	55,600	56,600	55,000	55,000	0	55,000
Total Budget	\$16,161,400	\$17,888,000	\$17,675,800	\$17,675,800	\$795,500	\$18,471,300
% Change from Authorized FY 2007 to Total FY 2008						3.3%
FTE Positions	--	117.5	117.5	117.5	0.0	117.5

(a) The Authorized FY 2007 column does not include adjustments for the technology services internal service fund (see itemized table for details)

(b) As per statute, the Legislature's request is included without changes

LEGISLATURE

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
LEGISLATURE FY 2008 OPERATING BUDGET						
Beginning Base Budget						
K1	\$17,694,800	\$0	\$240,000	\$0	\$166,700	\$18,101,500
K2	(300,000)	0	0	0	0	(300,000)
K3	35,900	0	0	0	0	35,900
K4	0	0	(50,000)	0	(111,600)	(161,600)
Total Beginning Base Budget - Legislature	17,430,700	0	190,000	0	55,100	17,675,800
Statewide Ongoing Adjustments						
K5	365,400	0	2,100	0	0	367,500
K6	261,000	0	1,500	0	0	262,500
K7	(1,400)	0	(100)	0	0	(1,500)
K8	43,400	0	300	0	0	43,700
K9	111,100	0	1,200	0	0	112,300
K10	10,900	0	100	0	0	11,000
	<i>Subtotal Statewide Ongoing Adjustments - Legislature</i>	<i>790,400</i>	<i>5,100</i>	<i>0</i>	<i>0</i>	<i>795,500</i>
Total FY 2008 Legislature Adjustments	790,400	0	5,100	0	0	795,500
Total FY 2008 Legislature Operating Budget	\$18,221,100	\$0	\$195,100	\$0	\$55,100	\$18,471,300
LEGISLATURE FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
K11	\$43,400	\$0	\$300	\$0	\$0	\$43,700
	<i>Subtotal Supplemental Adjustments - Legislature</i>	<i>43,400</i>	<i>300</i>	<i>0</i>	<i>0</i>	<i>43,700</i>
Total FY 2007 Legislature Budget Adjustments	\$43,400	\$0	\$300	\$0	\$0	\$43,700
LEGISLATURE TOTALS						
FY 2008 Operating Base Budget	\$17,430,700	\$0	\$190,000	\$0	\$55,100	\$17,675,800
FY 2008 Operating Ongoing and One-time Adjustments	790,400	0	5,100	0	0	795,500
FY 2008 Operating Recommendation	18,221,100	0	195,100	0	55,100	18,471,300
FY 2007 Operating Adjustments	43,400	0	300	0	0	43,700

NATIONAL GUARD

Carson Howell, Analyst



AGENCY BUDGET OVERVIEW

NATIONAL GUARD

Mission: *Maintain properly trained and equipped units available for prompt mobilization for war, national emergency, or state domestic emergency*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Armory Maintenance - \$70.7 million

- Maintains 21 armories throughout the State of Utah
- Funds the Air Guard base
- Funds the Camp Williams training facility

Administration - \$1.7 million

- Administers state-run programs and operations

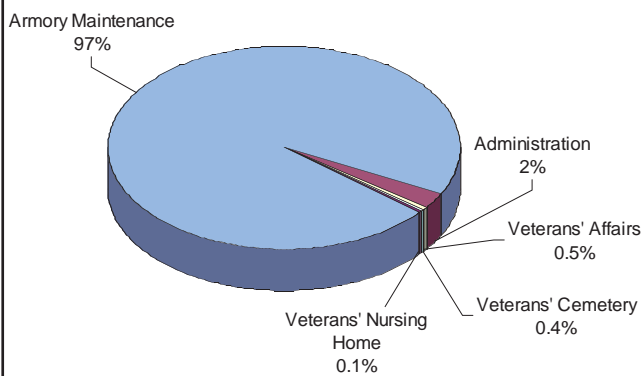
Veterans' Affairs - \$0.8 million

- Assists veterans in preparing claims for compensation, hospitalization, education, and vocational training
- Provides interment services to veterans and their spouses
- Administers a veterans' nursing home

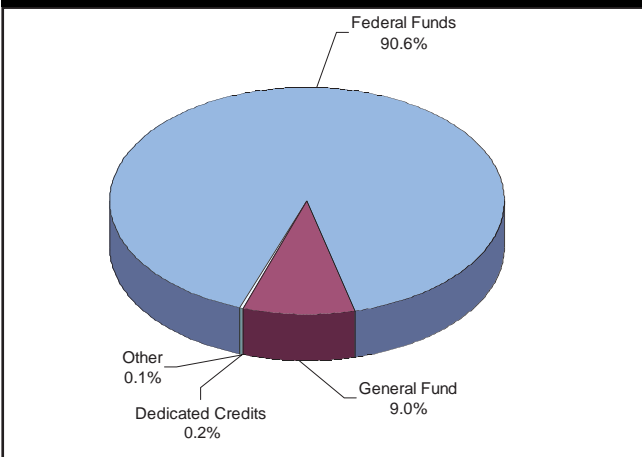
National Guard deployment

- 2,023 soldiers and airmen deployed to 80 countries around the world
- 1,336 deployed in Iraq and Afghanistan
- Participated in African Lion, a joint multi-national medical exercise where 7,819 patients were seen and 8,652 medical consultations were conducted over four days

Where Will My Taxes and Fees Go for the National Guard?
(Total FY 2008 Operational Funding is \$73,278,800)



Financing of the National Guard
(Based on FY 2008 Recommendations)



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Enable the National Guard to retain and recruit high-caliber soldiers and airmen

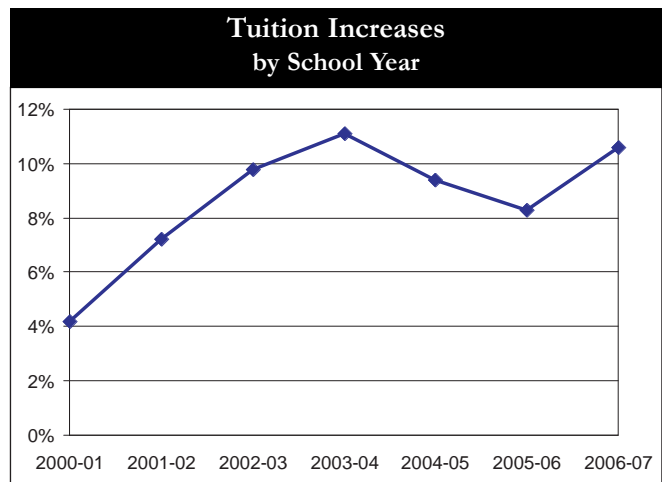
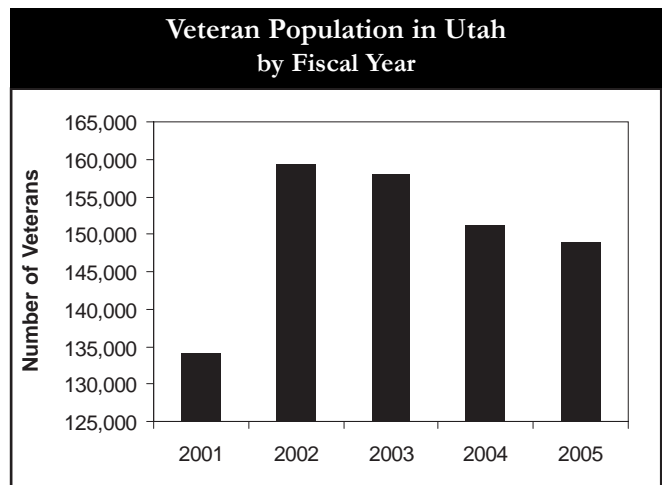
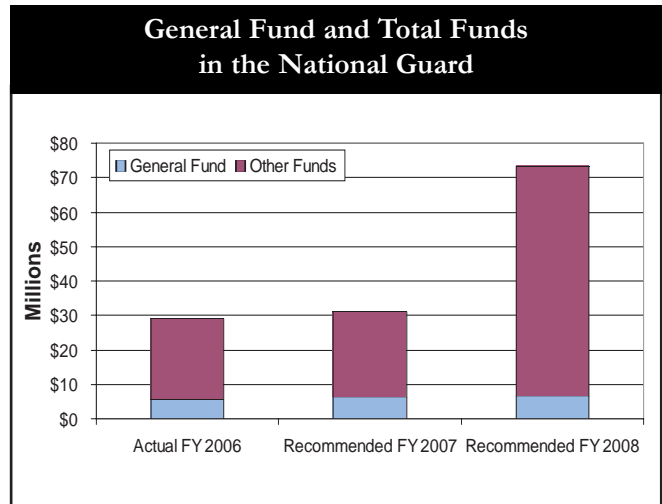
- Provide tuition assistance for approximately 667 National Guard members to attend college classes part-time or full-time with \$1,000,000 ongoing General Fund

Educate veterans of available benefits

- Increase awareness of benefits for all veterans in Utah through outreach efforts with \$25,000 one-time General Fund

Maintain state-of-the-art facilities for National Guard training

- Provide operations and maintenance costs for the new 144th Medical Readiness Center with \$35,600 ongoing General Fund



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2008 Proposed Legislative Intent

- Funds appropriated to the Veterans' Affairs program are nonlapsing.
- Funds appropriated to the Veterans' Cemetery are nonlapsing.
- Funds appropriated to the Veterans' Nursing Home are nonlapsing.
- Funds appropriated for the maintenance and utility costs of National Guard facilities are nonlapsing.

NATIONAL GUARD
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supplementals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$5,508,500	\$6,318,500	\$9,200	\$6,327,700	\$5,277,800	\$1,289,000	\$6,566,800
Federal Funds	23,441,900	24,535,300	3,500	24,538,800	65,796,000	629,800	66,425,800
Dedicated Credits	175,200	149,200	0	149,200	182,000	0	182,000
Transfers	147,100	84,400	0	84,400	104,200	0	104,200
Beginning Balances	76,100	119,400	0	119,400	0	0	0
Closing Balances	(119,400)	0	0	0	0	0	0
Total Financing	\$29,229,400	\$31,206,800	\$12,700	\$31,219,500	\$71,360,000	\$1,918,800	\$73,278,800
Programs							
National Guard							
Administration	\$1,146,300	\$1,392,500	\$10,000	\$1,402,500	\$662,500	\$1,045,400	\$1,707,900
Armory Maintenance	27,395,400	28,677,000	3,100	28,680,100	69,908,800	817,300	70,726,100
Veterans' Affairs	273,000	422,400	0	422,400	343,200	34,000	377,200
Veterans' Cemetery	292,800	329,800	0	329,800	310,800	14,800	325,600
Veterans' Nursing Home	121,900	385,100	(400)	384,700	134,700	7,300	142,000
Total Budget	\$29,229,400	\$31,206,800	\$12,700	\$31,219,500	\$71,360,000	\$1,918,800	\$73,278,800
% Change from Authorized FY 2007 to Total FY 2008							134.8%
FTE Positions	--	215.0	0.0	215.0	215.0	2.0	217.0

NATIONAL GUARD

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
NATIONAL GUARD FY 2008 OPERATING BUDGET						
Beginning Base Budget						
N1	\$6,318,500	\$19,684,600	\$149,200	\$0	\$84,400	\$26,236,700
N2	(1,050,000)	0	0	0	0	(1,050,000)
N3	9,300	0	0	0	0	9,300
N4	0	46,111,400	32,800	0	19,800	46,164,000
Total Beginning Base Budget - National Guard	5,277,800	65,796,000	182,000	0	104,200	71,360,000
Statewide Ongoing Adjustments						
N5	70,700	289,800	0	0	0	360,500
N6	50,500	207,000	0	0	0	257,500
N7	(6,700)	(46,600)	0	0	0	(53,300)
N8	(300)	3,500	0	0	0	3,200
N9	37,500	162,900	0	0	0	200,400
N10	1,700	6,900	0	0	0	8,600
<i>Subtotal Statewide Ongoing Adjustments - National Guard</i>	<i>153,400</i>	<i>623,500</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>776,900</i>
Ongoing Adjustments						
N11	1,000,000	0	0	0	0	1,000,000
N12	35,600	0	0	0	0	35,600
N13	17,800	53,500	0	0	0	71,300
N14	47,200	(47,200)	0	0	0	0
N15	10,000	0	0	0	0	10,000
<i>Subtotal Ongoing Adjustments - National Guard</i>	<i>1,110,600</i>	<i>6,300</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,116,900</i>
One-time Adjustments						
N16	25,000	0	0	0	0	25,000
<i>Subtotal One-time Adjustments - National Guard</i>	<i>25,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>25,000</i>
Total FY 2008 National Guard Adjustments	1,289,000	629,800	0	0	0	1,918,800
Total FY 2008 National Guard Operating Budget	\$6,566,800	\$66,425,800	\$182,000	\$0	\$104,200	\$73,278,800
NATIONAL GUARD FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
N17	\$10,000	\$0	\$0	\$0	\$0	\$10,000
N18	(800)	3,500	0	0	0	2,700
<i>Subtotal Supplemental Adjustments - National Guard</i>	<i>9,200</i>	<i>3,500</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>12,700</i>
Total FY 2007 National Guard Budget Adjustments	\$9,200	\$3,500	\$0	\$0	\$0	\$12,700
NATIONAL GUARD TOTALS						
FY 2008 Operating Base Budget	\$5,277,800	\$65,796,000	\$182,000	\$0	\$104,200	\$71,360,000
FY 2008 Operating Ongoing and One-time Adjustments	1,289,000	629,800	0	0	0	1,918,800
FY 2008 Operating Recommendation	6,566,800	66,425,800	182,000	0	104,200	73,278,800
FY 2007 Operating Adjustments	9,200	3,500	0	0	0	12,700

NATURAL RESOURCES

Kim Rodela, Analyst



AGENCY BUDGET OVERVIEW

NATURAL RESOURCES AGENCIES INCLUDE:

- Department of Natural Resources
- Department of Agriculture and Food
- State and Institutional Trust Lands Administration
- Utah State Fair Corporation
- Public Lands Policy Coordinating Office

Mission: *Conserve, protect, and develop Utah's natural resources and agriculture, and effectively manage school and institutional trust lands*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Wildlife Resources (DWR) - \$53 million

- Produced and stocked 8,775,438 fish totaling 822,300 pounds in state fish hatcheries
- Worked with Utah Partners for Conservation and Development to restore 122,405 acres of shrub-steppe habitat

Parks and Recreation (Parks) - \$31.9 million

- Taught 5,443 off-highway vehicle (OHV) rider courses on safe and ethical riding practices
- Performed 320 miles of trail maintenance and provided funding and support for over 1,000 miles of trail maintenance work done by federal partners

Forestry, Fire, and State Lands (FFSL) - \$18.5 million

- Granted more than \$46,000 to Utah communities for urban forestry projects, which participating communities matched with more than \$142,000
- Responded to 720 fires that burned more than 275,000 acres

Oil, Gas, and Mining (OGM) - \$8.9 million

- Approved 2,002 applications for permit to drill, an increase of more than 34 percent over the prior year
- Sealed 241 dangerous mine openings through the Abandoned Mine Reclamation Program

Agriculture and Food (Agriculture) - \$25 million

- Loaned \$3.7 million in 70 agricultural loans, affecting conservation on 8,673 acres
- Successfully controlled crickets and grasshoppers on more than 100,000 acres of Utah farmland

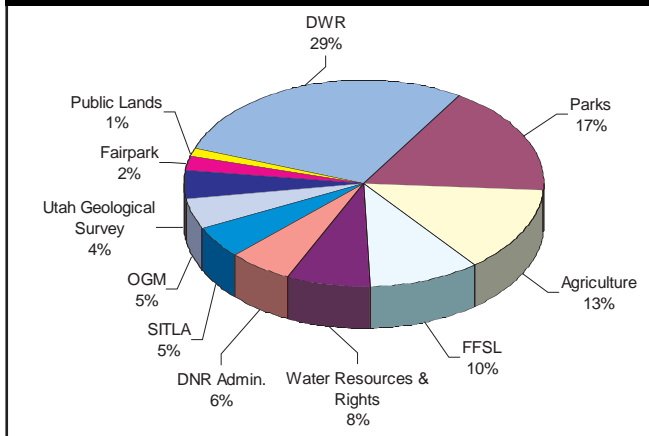
State Trust Lands Administration (SITLA) - \$9.3 million

- Increased gross revenues 49.2 percent over FY 2005 to \$162 million in FY 2006
- Increased the value of total assets by 16 percent for a total of \$807.7 million in FY 2006

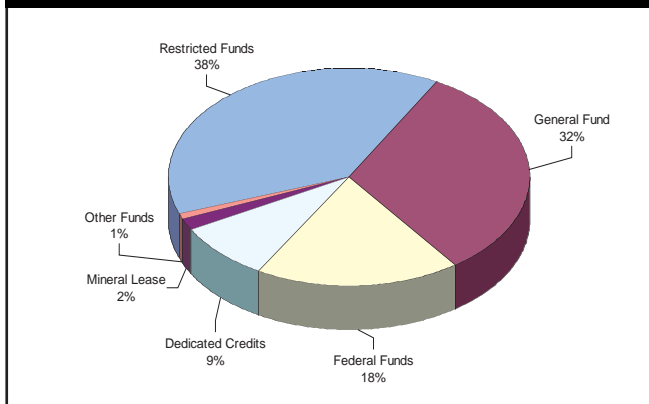
Utah State Fair Corporation (Fairpark) - \$3.9 million

- Increased attendance at the 2006 fair 3.0 percent over the prior year, for a total of 275,257 attendees
- Increased non-fair events 3.3 percent over the prior year

Where Will My Taxes and Fees Go for Natural Resources?
(Total FY 2008 Operational Funding is \$186,545,100)



Financing of Natural Resources Agencies
(Based on FY 2008 Recommendations)



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Increase visitation to Utah State Parks

- Address statewide park maintenance needs with \$300,000 ongoing General Fund and \$320,000 ongoing restricted funds
- Enable renovation and development of Utah State Parks with \$2,700,000 one-time General Fund
- Increase funding for the development of non-motorized trails in partnership with local communities with \$250,000 ongoing General Fund

Continue improving rangeland and watersheds

- Improve forage, hunting, water yield, water quality, forest health, and fisheries with \$1,000,000 ongoing and \$1,000,000 one-time General Fund
- Provide incentives to the grazing industry to improve grazing lands and management with \$1,000,000 ongoing and \$1,000,000 one-time General Fund

Expand monitoring of water resources

- Continue Division of Water Rights groundwater studies, concentrating on Utah and Nevada border water issues with \$355,000 supplemental General Fund
- Increase distribution automation of river systems with \$115,000 ongoing General Fund to Water Rights

Protect Utah's natural resources

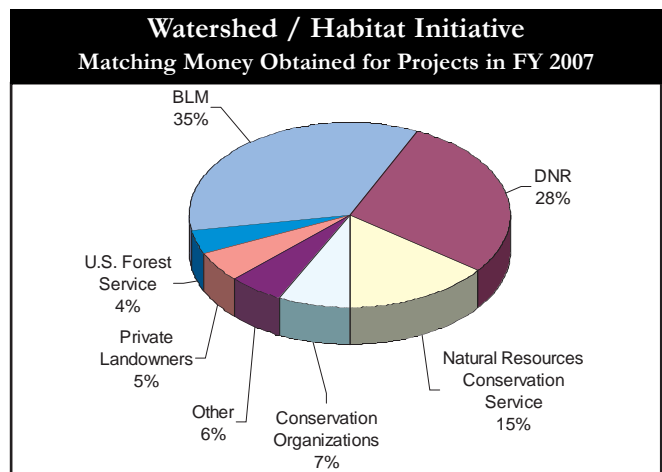
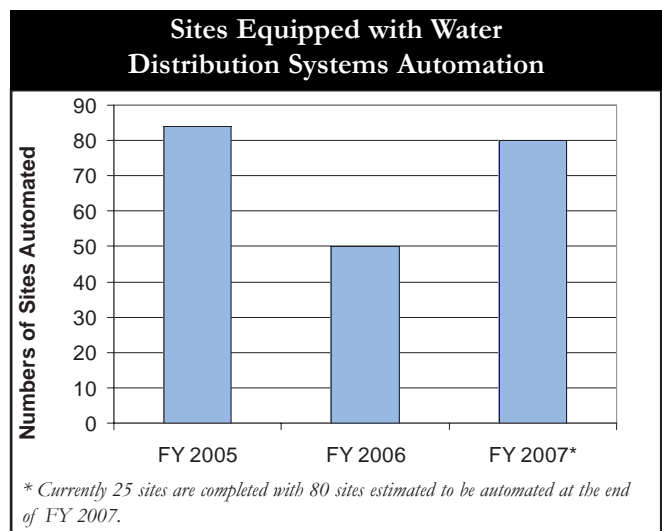
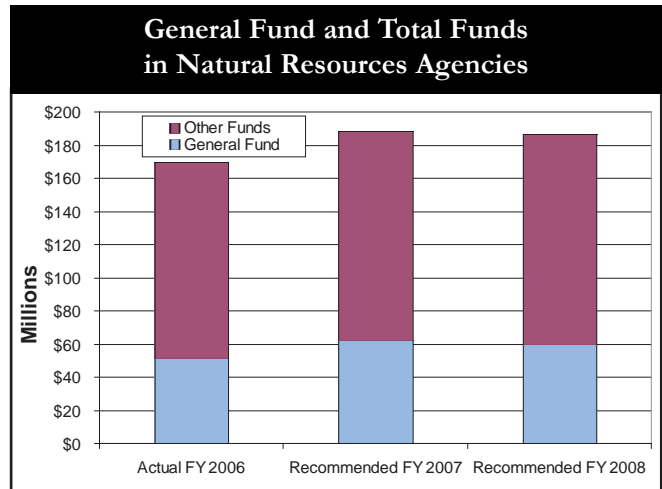
- Improve watershed health and contain fire suppression costs by mitigating the spread of cheatgrass through revegetation and reseeding with \$1,000,000 one-time General Fund
- Increase funding for the Urban & Community Forestry Program to provide technical assistance and promote the benefits of trees with \$125,000 ongoing restricted funds

Increase revenue generation of school trust lands

- Increase solid mineral revenue by funding one solid mineral coordinator with \$78,000 ongoing restricted funds
- Improve rangeland through reseeding, fencing, water development, and brush control with \$70,000 ongoing restricted funds

Continue to prevent and fight forest fires

- Pay for last year's fire costs that exceeded budgets with \$8,225,000 supplemental General Fund



DNR leveraged the FY 2007 appropriation of \$2.6 million to \$11.6 million through public and private partnerships.

PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2007 Proposed Legislative Intent

Natural Resources

- If funds are available, DNR Administration is authorized to not lapse up to \$200,000 at the end of FY 2007. These funds are to be used for computer equipment and software, employee training and incentives, equipment and supplies, and special projects and studies.
- If funds are available, OGM is authorized to not lapse up to \$100,000 at the end of FY 2007. These funds are to be used for computer equipment and software, employee training and incentives, and equipment and supplies.
- If funds are available, Parks is authorized to not lapse up to \$155,000 at the end of FY 2007. These funds are to be used for computer equipment and software, employee training and incentives, equipment and supplies, and special projects and studies.
- If funds are available, Water Resources is authorized to not lapse up to \$150,000 at the end of FY 2007. These funds are to be used for computer equipment and software, employee training and incentives, equipment and supplies, printing and binding, and special projects and studies.
- If funds are available, Water Rights is authorized to not lapse up to \$150,000 at the end of FY 2007. These funds are to be used for computer equipment and software, employee training and incentives, and special projects and studies.
- Funds appropriated to the Cooperative Water Conservation Program are nonlapsing.

Agriculture

- If funds are available, Agriculture is authorized to not lapse up to \$850,000 at the end of FY 2007. These funds are to be used for capital equipment and improvements, computer equipment and software, employee training and incentives, equipment and supplies, special projects and studies, and vehicles.
- Funds collected for registration under the Utah *Wholesome Food Act* and *Weights & Measures Act* are nonlapsing.
- Funds in the Utah's Own program are nonlapsing.

FY 2008 Proposed Legislative Intent

Natural Resources

- Up to \$100,000 of the DWR budget may be used on cougar and bear depredation. Half of these funds will be from the General Fund Restricted - Wildlife Resources Account and half from General Fund.
- The ongoing funding for the Bear Lake Commission is to be expended only as a one-to-one match with funds from the State of Idaho.
- Appropriations to the Minerals Regulatory program are nonlapsing.
- Up to \$500,000 of the DWR budget may be used for big-game depredation expense. Half of these funds will be from the General Fund Restricted - Wildlife Resources Account and half from General Fund. These funds are nonlapsing.
- Park's capital budget is nonlapsing.

- Cooperative Water Conservation program funds are nonlapsing.
- Funds appropriated to the Division of Water Rights are nonlapsing.
- Mineral Lease funds are nonlapsing.
- The General Fund Restricted - Wildlife Habitat Account funds are nonlapsing.
- Contributed Research funds are nonlapsing.
- Cooperative Environmental Studies funds are nonlapsing.
- DWR capital budget funds are nonlapsing.
- The General Fund Restricted - Sovereign Land Management Account funds in FFSL is nonlapsing.

Agriculture and Food

- Collections for the Ag Tag license plate are nonlapsing.
- Funds in the Resource Conservation Program are nonlapsing.
- The Soil Conservation Districts will submit annual reports documenting supervisory expenses to the Office of the Legislative Fiscal Analyst, the Governor's Office of Planning and Budget, and the Soil Conservation Commission. These documents will be reviewed and reported to the Governor and the Legislature.
- The Auction Market Veterinarian funds are nonlapsing.
- Funds collected for registration under the Utah *Wholesome Food Act* and *Weights & Measures Act* are nonlapsing.

- Funds in the Utah's Own program are nonlapsing
- Funds for the division of Predatory Animal Control are nonlapsing.
- Funds for grants to charitable organizations specified under Section 57-18-3, UCA or held by Agriculture, will be used for purchase of conservation easements for agricultural protection. These funds are nonlapsing.
- Funds for the Grain Inspection program are nonlapsing.
- Funds collected in the Organic Certification program are nonlapsing.
- Funds for the Agricultural Inspection program are nonlapsing.
- Funding approved for Soil Conservation District elections is nonlapsing and will be spent only during even-numbered years when elections take place.

Utah State Fair

- Funds for the Utah State Fair Corporation are nonlapsing.

Public Lands Policy Coordinating Office

- Funds provided to Public Lands are nonlapsing.

INTERNAL SERVICE FUNDS

DNR includes two internal service funds (ISF) that provide products and services to the department and other state agencies on a cost-reimbursement basis. They are set up to account for the cost of certain governmental services and to avoid duplication of effort among agencies, thus providing savings statewide.

For FY 2008 the Governor recommends consolidating the Motor Pool internal service fund agency into the Division of Fleet Operations, an internal fund within the Department of Administrative Services. The Governor also recommends the rate changes approved by the ISF rate committee as well as full-time equivalents (FTEs) and capital outlay authorizations for DNR ISF agencies as indicated on the accompanying table.

ISF Description	Estimated Revenue	FTE Recommended	Capital Outlay Recommended
Motor Pool <i>(a)</i>	\$0	0.0	\$0
Warehouse	810,000	2.0	0

(a) Will be consolidated into the Division of Fleet Operations, an internal fund within the Department of Administrative Services.

NATURAL RESOURCES

Operating Budget

	Governor Huntsman's Recommendations						
	Actual FY 2006	Authorized FY 2007	Supplementals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$51,161,200	\$53,470,500	\$8,771,200	\$62,241,700	\$51,328,200	\$8,374,600	\$59,702,800
Federal Funds	35,167,900	28,275,200	21,400	28,296,600	32,946,000	1,157,800	34,103,800
Dedicated Credits	15,889,700	14,744,400	4,300	14,748,700	15,633,600	655,500	16,289,100
Mineral Lease	2,849,300	2,757,400	0	2,757,400	2,856,800	0	2,856,800
Restricted and Trust Funds	67,179,600	68,469,700	1,472,500	69,942,200	66,224,100	5,752,500	71,976,600
Transfers	4,211,500	1,325,100	0	1,325,100	1,306,600	4,400	1,311,000
Other Funds	0	0	2,700	2,700	0	143,600	143,600
Pass-through Funds	38,100	0	0	0	0	0	0
Beginning Balances	10,258,200	11,614,300	0	11,614,300	1,008,700	0	1,008,700
Closing Balances	(11,614,300)	(1,008,700)	0	(1,008,700)	(847,300)	0	(847,300)
Lapsing Funds	(5,215,600)	0	0	0	0	0	0
Total Financing	\$169,925,600	\$179,647,900	\$10,272,100	\$189,920,000	\$170,456,700	\$16,088,400	\$186,545,100
Programs							
Natural Resources							
Administration	\$6,725,600	\$5,857,000	\$13,000	\$5,870,000	\$3,654,200	\$2,332,900	\$5,987,100
Endangered Species	2,640,300	3,018,800	414,200	3,433,000	3,018,800	17,300	3,036,100
Building Operations	1,660,300	1,660,700	0	1,660,700	1,660,700	0	1,660,700
Range Creek	199,800	160,700	0	160,700	160,700	0	160,700
Forestry, Fire, and State Lands	19,744,900	16,459,100	8,392,600	24,851,700	16,480,700	2,057,700	18,538,400
Oil, Gas, and Mining	7,445,100	8,975,300	7,500	8,982,800	8,488,800	418,300	8,907,100
Wildlife Resources	39,135,600	44,096,600	43,000	44,139,600	44,230,900	2,977,100	47,208,000
Contributed Research	822,700	355,600	0	355,600	355,600	0	355,600
Cooperative Studies	11,100,500	5,248,800	0	5,248,800	5,250,000	63,400	5,313,400
Parks and Recreation	26,624,100	29,598,500	517,500	30,116,000	29,446,400	2,465,900	31,912,300
Geological Survey	6,984,000	8,141,600	7,000	8,148,600	7,937,400	379,900	8,317,300
Water Resources	4,868,700	5,364,500	385,800	5,750,300	5,195,200	656,400	5,851,600
Water Rights	6,885,100	7,970,700	366,100	8,336,800	7,702,700	590,300	8,293,000
<i>Subtotal Natural Resources</i>	<i>134,836,700</i>	<i>136,907,900</i>	<i>10,146,700</i>	<i>147,054,600</i>	<i>133,582,100</i>	<i>11,959,200</i>	<i>145,541,300</i>
Agriculture and Food							
Utah State Fair Corporation	21,019,400	26,432,100	19,700	26,451,800	21,589,600	3,367,100	24,956,700
Trust Lands Administration	3,685,600	3,655,700	100,000	3,755,700	3,902,700	4,600	3,907,300
Public Lands Policy Coordinating Office	8,300,400	8,739,600	5,600	8,745,200	8,647,200	700,400	9,347,600
	2,083,500	3,912,600	100	3,912,700	2,735,100	57,100	2,792,200
Total Budget	\$169,925,600	\$179,647,900	\$10,272,100	\$189,920,000	\$170,456,700	\$16,088,400	\$186,545,100
% Change from Authorized FY 2007 to Total FY 2008							3.8%
FTE Positions	--	1,577.3	2.0	1,579.3	1,577.3	19.3	1,596.6

NATURAL RESOURCES

Capital Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$4,486,500	\$5,901,500	\$0	\$5,901,500	\$2,476,500	\$25,200,000	\$27,676,500
Federal Funds	3,094,900	12,720,300	0	12,720,300	12,720,300	0	12,720,300
Dedicated Credits	615,300	25,000	0	25,000	25,000	0	25,000
Restricted and Trust Funds	9,630,000	10,680,000	0	10,680,000	10,680,000	0	10,680,000
Transfers	(891,900)	(1,232,300)	0	(1,232,300)	(1,232,300)	0	(1,232,300)
Other Funds	0	0	0	0	0	20,000,000	20,000,000
Beginning Balances	5,966,200	6,646,400	0	6,646,400	0	0	0
Closing Balances	(6,646,400)	0	0	0	0	0	0
Lapsing Funds	(567,800)	0	0	0	0	0	0
Total Financing	\$15,686,800	\$34,740,900	\$0	\$34,740,900	\$24,669,500	\$45,200,000	\$69,869,500
Projects							
Natural Resources							
Wildlife Resources	\$2,555,600	\$14,868,400	\$0	\$14,868,400	\$13,525,300	\$0	\$13,525,300
Parks and Recreation	6,131,200	11,072,500	0	11,072,500	2,344,200	45,200,000	47,544,200
Revolving Construction Fund	539,100	539,100	0	539,100	539,100	0	539,100
Conservation/Development Fund	1,043,200	1,043,200	0	1,043,200	1,043,200	0	1,043,200
Transfer Appropriations to Loan Funds	(1,582,300)	(1,582,300)	0	(1,582,300)	(1,582,300)	0	(1,582,300)
<i>Subtotal Natural Resources</i>	<i>8,686,800</i>	<i>25,940,900</i>	<i>0</i>	<i>25,940,900</i>	<i>15,869,500</i>	<i>45,200,000</i>	<i>61,069,500</i>
Trust Lands Administration							
Development and Improvement	7,000,000	8,800,000	0	8,800,000	8,800,000	0	8,800,000
<i>Subtotal Trust Lands Administration</i>	<i>7,000,000</i>	<i>8,800,000</i>	<i>0</i>	<i>8,800,000</i>	<i>8,800,000</i>	<i>0</i>	<i>8,800,000</i>
Total Budget	\$15,686,800	\$34,740,900	\$0	\$34,740,900	\$24,669,500	\$45,200,000	\$69,869,500
% Change from Authorized FY 2007 to Total FY 2008							101.1%

NATURAL RESOURCES

	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds
NATURAL RESOURCES FY 2008 OPERATING BUDGET							
Beginning Base Budget							
M1	\$39,308,600	\$26,348,400	\$8,690,300	\$2,158,500	\$55,788,600	\$1,143,500	\$133,437,900
M2	(1,620,000)	0	0	0	(2,262,800)	0	(3,882,800)
M3	76,700	47,600	11,000	5,300	106,300	0	246,900
M4	0	1,575,400	1,696,200	693,000	0	(184,500)	3,780,100
	37,765,300	27,971,400	10,397,500	2,856,800	53,632,100	959,000	133,582,100
Statewide Ongoing Adjustments							
M5	768,600	439,300	105,700	0	960,700	49,700	2,324,000
M6	549,000	313,700	75,500	0	686,300	35,500	1,660,000
M7	(5,500)	1,700	(200)	0	22,200	(1,500)	16,700
M8	77,900	21,800	4,500	0	42,300	1,800	148,300
M9	317,600	194,300	41,000	0	426,000	17,400	996,300
M10	18,400	10,600	2,700	0	22,800	1,200	55,700
	<i>1,726,000</i>	<i>981,400</i>	<i>229,200</i>	<i>0</i>	<i>2,160,300</i>	<i>104,100</i>	<i>5,201,000</i>
Ongoing Adjustments							
Administration							
M11	1,000,000	0	0	0	0	0	1,000,000
M12	50,000	0	0	0	0	0	50,000
M13	46,600	55,000	0	0	88,900	21,200	211,700
Wildlife Resources							
M14	0	0	0	0	70,000	0	70,000
M15	0	0	0	0	200,000	0	200,000
M16	0	0	0	0	420,000	0	420,000
M17	0	0	0	0	450,000	0	450,000
Forestry, Fire, and State Lands							
M18	0	0	0	0	175,000	0	175,000
M19	0	0	0	0	125,000	0	125,000
M20	0	0	0	0	70,000	0	70,000
Parks and Recreation							
M21	300,000	0	0	0	320,000	0	620,000
M22	100,000	0	0	0	0	0	100,000
M23	250,000	0	0	0	0	0	250,000
Water Resources							
M24	0	0	0	0	231,500	0	231,500
M25	0	0	0	0	150,000	0	150,000
Water Rights							
M26	115,000	0	0	0	0	0	115,000
M27	0	0	65,000	0	0	0	65,000
	<i>1,861,600</i>	<i>55,000</i>	<i>65,000</i>	<i>0</i>	<i>2,300,400</i>	<i>21,200</i>	<i>4,303,200</i>

NATURAL RESOURCES - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds
One-time Adjustments							
Administration							
M28	1,000,000	0	0	0	0	0	1,000,000
Parks and Recreation							
M29	0	0	0	0	68,000	0	68,000
M30	0	0	0	0	150,000	0	150,000
Forestry, Fire, and State Lands							
M31	0	0	0	0	75,000	0	75,000
M32	0	0	0	0	100,000	0	100,000
M33	0	0	0	0	62,000	0	62,000
M34	1,000,000	0	0	0	0	0	1,000,000
	<i>Subtotal One-time Adjustments - Natural Resources</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>455,000</i>	<i>0</i>	<i>2,455,000</i>
Total FY 2008 Natural Resources Adjustments	5,587,600	1,036,400	294,200	0	4,915,700	125,300	11,959,200
Total FY 2008 Natural Resources Operating Budget	\$43,352,900	\$29,007,800	\$10,691,700	\$2,856,800	\$58,547,800	\$1,084,300	\$145,541,300
NATURAL RESOURCES FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
Administration							
M35	\$0	\$0	\$0	\$0	\$414,200	\$0	\$414,200
Forestry, Fire, and State Lands							
M36	8,225,000	0	0	0	0	0	8,225,000
M37	0	0	0	0	150,000	0	150,000
Parks and Recreation							
M38	0	0	0	0	282,000	0	282,000
M39	0	0	0	0	200,000	0	200,000
Water Resources							
M40	0	0	0	0	230,700	0	230,700
M41	0	0	0	0	150,000	0	150,000
Water Rights							
M42	355,000	0	0	0	0	0	355,000
Department							
M43	73,600	20,800	4,300	0	39,700	1,400	139,800
	<i>Subtotal Supplemental Adjustments - Natural Resources</i>	<i>20,800</i>	<i>4,300</i>	<i>0</i>	<i>1,466,600</i>	<i>1,400</i>	<i>10,146,700</i>
Total FY 2007 Natural Resources Budget Adjustments	\$8,653,600	\$20,800	\$4,300	\$0	\$1,466,600	\$1,400	\$10,146,700

NATURAL RESOURCES - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds
NATURAL RESOURCES FY 2008 CAPITAL BUDGET							
Base Budget							
M44	\$5,901,500	\$12,720,300	\$25,000	\$0	\$1,880,000	(\$982,300)	\$19,544,500
M45	(3,425,000)	0	0	0	0	0	(3,425,000)
M46	0	0	0	0	0	(250,000)	(250,000)
Total FY 2008 Natural Resources Capital Base Budget	2,476,500	12,720,300	25,000	0	1,880,000	(1,232,300)	15,869,500
One-time Adjustments							
Parks and Recreation							
M47	2,700,000	0	0	0	0	0	2,700,000
M48	2,500,000	0	0	0	0	0	2,500,000
M49	20,000,000	0	0	0	0	20,000,000	40,000,000
	<i>Subtotal One-time Capital Adjustments - Natural Resources</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>20,000,000</i>	<i>45,200,000</i>
Total FY 2008 Natural Resources Capital Adjustments	25,200,000	0	0	0	0	20,000,000	45,200,000
Total FY 2008 Natural Resources Capital Budget	\$27,676,500	\$12,720,300	\$25,000	\$0	\$1,880,000	\$18,767,700	\$61,069,500
AGRICULTURE AND FOOD FY 2008 OPERATING BUDGET							
Beginning Base Budget							
M50	\$12,665,800	\$5,040,800	\$1,868,900	\$0	\$1,911,000	\$771,500	\$22,258,000
M51	(625,000)	0	0	0	0	0	(625,000)
M52	24,900	4,600	3,700	0	2,600	0	35,800
M53	0	(70,800)	102,300	0	0	(110,700)	(79,200)
Total Beginning Base Budget - Agriculture and Food	12,065,700	4,974,600	1,974,900	0	1,913,600	660,800	21,589,600
Statewide Ongoing Adjustments							
M54	241,200	54,900	37,100	0	28,000	10,200	371,400
M55	172,200	39,300	26,500	0	20,000	7,200	265,200
M56	(6,200)	(300)	(100)	0	(100)	(400)	(7,100)
M57	18,100	600	100	0	300	1,300	20,400
M58	129,800	25,600	23,000	0	20,800	4,200	203,400
M59	5,700	1,300	900	0	700	200	8,800
	<i>Subtotal Statewide Ongoing Adjustments - Agriculture and Food</i>	<i>121,400</i>	<i>87,500</i>	<i>0</i>	<i>69,700</i>	<i>22,700</i>	<i>862,100</i>
Ongoing Adjustments	1,000,000	0	0	0	0	0	1,000,000
M60	0	0	270,000	0	0	0	270,000
M61	65,000	0	0	0	0	0	65,000
M62	0	0	0	0	0	0	0
M63	0	0	0	0	45,000	0	45,000
	<i>Subtotal Ongoing Adjustments - Agriculture and Food</i>	<i>1,065,000</i>	<i>270,000</i>	<i>0</i>	<i>45,000</i>	<i>0</i>	<i>1,380,000</i>

NATURAL RESOURCES - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds
One-time Adjustments							
M64	1,000,000	0	0	0	0	0	1,000,000
M65	125,000	0	0	0	0	0	125,000
	<i>1,125,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>1,125,000</i>
	<i>Subtotal One-time Adjustments - Agriculture and Food</i>						
Total FY 2008 Agriculture and Food Adjustments	2,750,800	121,400	357,500	0	114,700	22,700	3,367,100
Total FY 2008 Agriculture and Food Operating Budget	\$14,816,500	\$5,096,000	\$2,332,400	\$0	\$2,028,300	\$683,500	\$24,956,700
AGRICULTURE AND FOOD FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
M66	\$17,500	\$600	\$0	\$0	\$300	\$1,300	\$19,700
	<i>17,500</i>	<i>600</i>	<i>0</i>	<i>0</i>	<i>300</i>	<i>1,300</i>	<i>19,700</i>
	<i>Subtotal Supplemental Adjustments - Agriculture and Food</i>						
Total FY 2007 Agriculture and Food Budget Adjustments	\$17,500	\$600	\$0	\$0	\$300	\$1,300	\$19,700
UTAH STATE FAIR CORPORATION FY 2008 OPERATING BUDGET							
Beginning Base Budget							
M67	\$793,300	\$0	\$2,847,900	\$0	\$0	\$14,500	\$3,655,700
M68	0	0	413,300	0	0	(166,300)	247,000
Total Beginning Base Budget - Utah State Fair Corporation	793,300	0	3,261,200	0	0	(151,800)	3,902,700
Statewide Ongoing Adjustments							
M69	800	0	3,800	0	0	0	4,600
	<i>800</i>	<i>0</i>	<i>3,800</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>4,600</i>
	<i>Subtotal Statewide Ongoing Adjustments - Utah State Fair Corporation</i>						
Total FY 2008 Utah State Fair Corporation Adjustments	800	0	3,800	0	0	0	4,600
Total FY 2008 Utah State Fair Corporation Operating Budget	\$794,100	\$0	\$3,265,000	\$0	\$0	(\$151,800)	\$3,907,300
UTAH STATE FAIR CORPORATION FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
M70	\$100,000	\$0	\$0	\$0	\$0	\$0	\$100,000
	<i>100,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>100,000</i>
	<i>Subtotal Supplemental Adjustments - Utah State Fair Corporation</i>						
Total FY 2007 Utah State Fair Corporation Budget Adjustments	\$100,000	\$0	\$0	\$0	\$0	\$0	\$100,000
TRUST LANDS ADMINISTRATION FY 2008 OPERATING BUDGET							
Beginning Base Budget							
M71	\$0	\$0	\$0	\$0	\$8,739,600	\$0	\$8,739,600
M72	0	0	0	0	(111,000)	0	(111,000)
M73	0	0	0	0	18,600	0	18,600
Total Beginning Base Budget - Trust Lands Administration	0	0	0	0	8,647,200	0	8,647,200

NATURAL RESOURCES - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds
Statewide Ongoing Adjustments							
M74	0	0	0	0	178,900	0	178,900
	Cost-of-living adjustments of 3.5%						
M75	0	0	0	0	127,700	0	127,700
	Discretionary salary increase						
M76	0	0	0	0	(3,200)	0	(3,200)
	General services internal service fund adjustments						
M77	0	0	0	0	6,200	0	6,200
	Technology services internal service fund adjustments						
M78	0	0	0	0	64,300	0	64,300
	Health insurance rate adjustments						
M79	0	0	0	0	4,300	0	4,300
	Term, pool and unemployment insurance rate adjustments						
	0	0	0	0	378,200	0	378,200
	<i>Subtotal Statewide Ongoing Adjustments - Trust Lands Administration</i>						
Ongoing Adjustments							
M80	0	0	0	0	78,000	0	78,000
	Solid minerals coordinator						
M81	0	0	0	0	70,000	0	70,000
	Range improvement						
M82	0	0	0	0	50,300	0	50,300
	Auditor I						
M83	0	0	0	0	38,900	0	38,900
	Legal contract provider						
	0	0	0	0	237,200	0	237,200
	<i>Subtotal Ongoing Adjustments - Trust Lands Administration</i>						
One-time Adjustments							
M84	0	0	0	0	85,000	0	85,000
	Investigator						
	0	0	0	0	85,000	0	85,000
	<i>Subtotal One-time Adjustments - Trust Lands Administration</i>						
Total FY 2008 Trust Lands Administration Adjustments	0	0	0	0	700,400	0	700,400
Total FY 2008 Trust Lands Administration Operating Budget	\$0	\$0	\$0	\$0	\$9,347,600	\$0	\$9,347,600
TRUST LANDS ADMINISTRATION FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
M85	0	0	0	0	\$5,600	0	\$5,600
	Technology services internal service fund adjustments						
	0	0	0	0	5,600	0	5,600
	<i>Subtotal Supplemental Adjustments - Trust Lands Administration</i>						
Total FY 2007 Trust Lands Budget Adjustments	\$0	\$0	\$0	\$0	\$5,600	\$0	\$5,600
TRUST LANDS ADMINISTRATION FY 2008 CAPITAL BUDGET							
Base Budget							
M86	0	0	0	0	\$8,800,000	0	\$8,800,000
	FY 2007 appropriated budget						
Total FY 2008 Trust Lands Admin. Capital Base Budgets	0	0	0	0	8,800,000	0	8,800,000
Total FY 2008 Trust Lands Administration Capital Budget	\$0	\$0	\$0	\$0	\$8,800,000	\$0	\$8,800,000

NATURAL RESOURCES - CONTINUED

	General Fund	Federal Funds	Dedicated Credits	Mineral Lease	Restricted Funds	Other Funds	Total Funds
PUBLIC LANDS POLICY COORDINATING OFFICE FY 2008 OPERATING BUDGET ADJUSTMENTS							
Beginning Base Budget							
M87	\$702,800	\$0	\$0	\$0	\$2,030,500	\$0	\$2,733,300
M88	1,100	0	0	0	700	0	1,800
Total Beginning Base Budget - Public Lands	703,900	0	0	0	2,031,200	0	2,735,100
Statewide Ongoing Adjustments							
M89	15,800	0	0	0	9,800	0	25,600
M90	11,200	0	0	0	7,000	0	18,200
M91	200	0	0	0	100	0	300
M92	3,100	0	0	0	1,700	0	4,800
M93	4,700	0	0	0	2,900	0	7,600
M94	400	0	0	0	200	0	600
<i>Subtotal Statewide Ongoing Adjustments - Public Lands</i>	<i>35,400</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>21,700</i>	<i>0</i>	<i>57,100</i>
Total FY 2008 Public Lands Adjustments	35,400	0	0	0	21,700	0	57,100
Total FY 2008 Public Lands Operating Budget	\$739,300	\$0	\$0	\$0	\$2,052,900	\$0	\$2,792,200
PUBLIC LANDS POLICY COORDINATING OFFICE FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
M95	\$100	\$0	\$0	\$0	\$0	\$0	\$100
<i>Subtotal Supplemental Capital Adjustments - Public Lands</i>	<i>100</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>100</i>
Total FY 2007 Public Lands Operating Budget Adjustments	\$100	\$0	\$0	\$0	\$0	\$0	\$100
NATURAL RESOURCES TOTALS							
FY 2008 Operating Base Budget	\$51,328,200	\$32,946,000	\$15,633,600	\$2,856,800	\$66,224,100	\$1,468,000	\$170,456,700
FY 2008 Operating Ongoing and One-time Adjustments	8,374,600	1,157,800	655,500	0	5,752,500	148,000	16,088,400
FY 2008 Operating Recommendation	59,702,800	34,103,800	16,289,100	2,856,800	71,976,600	1,616,000	186,545,100
FY 2007 Operating Adjustments	8,771,200	21,400	4,300	0	1,472,500	2,700	10,272,100
FY 2008 Capital Base Budget	2,476,500	12,720,300	25,000	0	10,680,000	(1,232,300)	24,669,500
FY 2008 Capital Ongoing and One-time Adjustments	25,200,000	0	0	0	0	20,000,000	45,200,000
FY 2008 Capital Recommendation	27,676,500	12,720,300	25,000	0	10,680,000	18,767,700	69,869,500

PUBLIC EDUCATION

Mike Kjar, Analyst



AGENCY BUDGET OVERVIEW

PUBLIC EDUCATION AGENCIES INCLUDE:

- Utah State Office of Education
- Utah State Office of Rehabilitation
- Utah Schools for the Deaf and the Blind
- Minimum School Program

Mission: *Provide opportunities for each student to be literate and to possess the basic knowledge and life skills necessary to become a contributing citizen*

MAJOR ACCOMPLISHMENTS, SERVICES AND GOALS (Headings include funding in Governor's Recommendations)

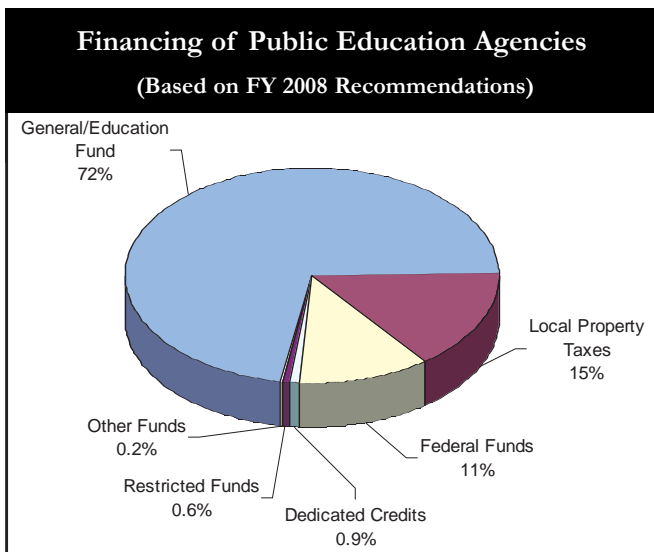
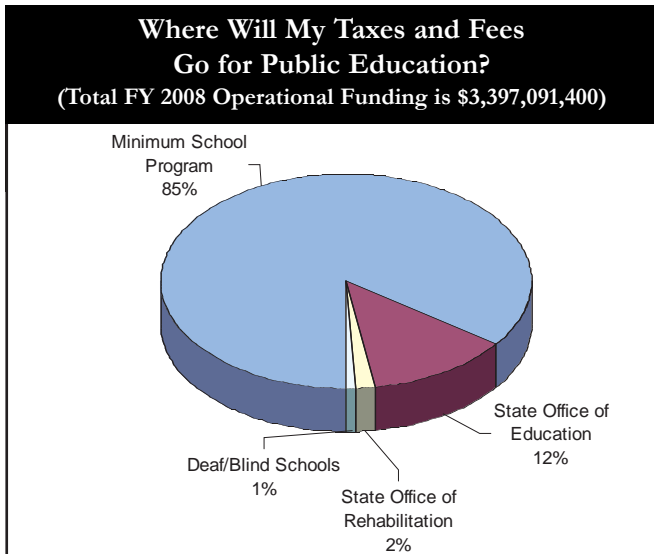
- Minimum School Program - \$2.9 billion
- Provide a significant contribution to the Public Education system that will enhance student achievement; institute full-day kindergarten; reduce student to teaching adult ratios; enhance professional excellence (ProExcel); assist quality teaching with technology; and encourage math and science excellence in selective Utah Science Technology and Research (USTAR) high schools

- State Office of Education - \$273.5 million
- Acts as the fiduciary agent in disbursing \$228 million federal funding to local school districts
 - Reviews and sets curriculum guidelines for all public education students
 - Produces individual student profile reports that show all state assessments of students

- Child Nutrition Programs - \$129.3 million
- Provides leadership, technical assistance, and practical advice for implementing and administering the school lunch and breakfast programs

- Utah State Office of Rehabilitation - \$57.8 million
- Placed 3,109 individuals with disabilities into employment with a 500 percent increase in the weekly earnings after vocational rehabilitation services
 - The Division of Disability Determination Services adjudicated 17,655 cases to determine eligibility for Social Security Disability Insurance or Supplemental Security Income for the Social Security Administration with a 95 percent accuracy rate

- Utah Schools for the Deaf and the Blind - \$28.7 million
- Provides educational and life services to 1,882 students in various settings across the State
 - Produces over 35,849 pages of Braille and 14,626 pages of large print documents and textbooks to assist students across the State



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Governor's Education Initiative to enhance student achievement

- Begin phase-in of voluntary full-day kindergarten for at-risk students with \$7,500,000 ongoing Uniform School Fund (USF)
- Launch STAR 20 (Student to Teaching Adult Ratio) to establish a twenty student classroom learning environment in K-3rd grade with \$28,738,800 ongoing USF
- Begin the ProExcel program providing for differentiated career paths to attract, train, evaluate, compensate, and retain quality educators with \$21,976,800 ongoing USF
- Provide a one-time teacher bonus with \$25,000,000 one-time USF
- Assist advanced math preparation in four USTAR high schools with \$2,500,000 ongoing USF
- Improve reading skills through the Reading Readiness programs with \$3,000,000 ongoing USF; and provide English Language Learners (ELL) remediation with \$6,686,900 ongoing USF
- Enhance school libraries and media centers with \$2,000,000 ongoing and \$2,000,000 one-time USF
- Facilitate foreign student educational opportunities with \$800,000 supplemental USF

Enhance the use of technology in schools

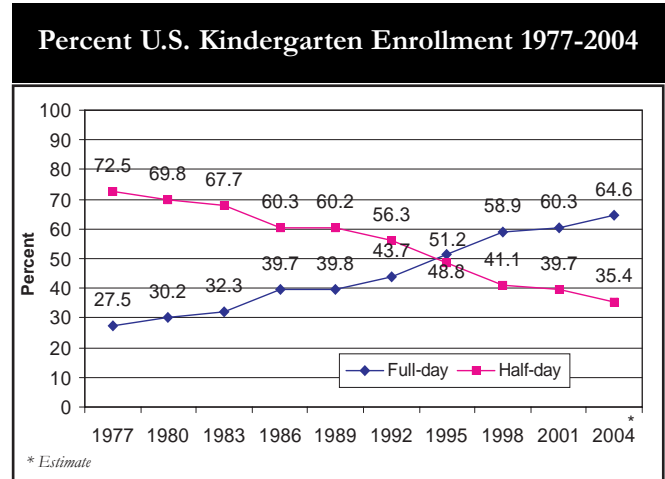
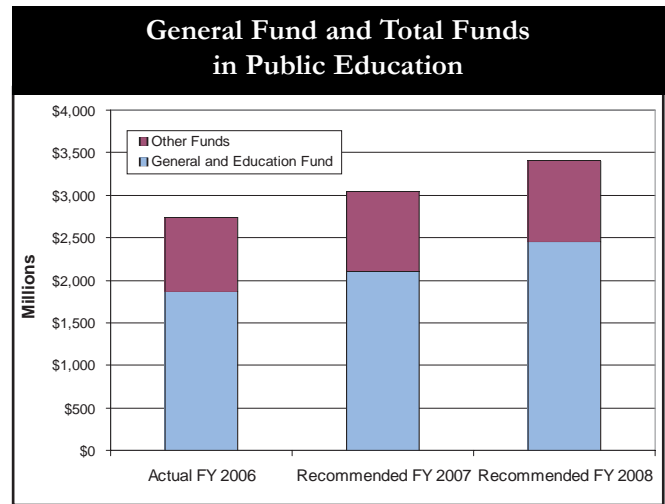
- Provide quality teaching technology support with \$10,000,000 ongoing and \$10,000,000 one-time USF
- Support the Utah Performance Assessment System (U-PASS) online testing program with \$10,000,000 one-time USF

Utah State Office of Education

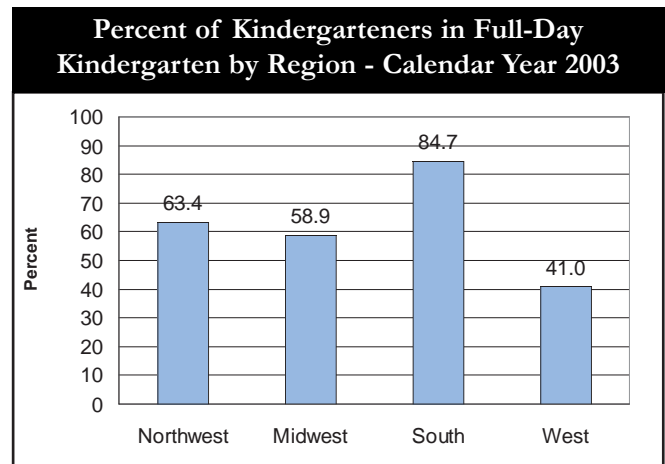
- Add 5.5 full-time equivalents (FTEs) to monitor education activities with \$747,400 ongoing USF
- Assist district use of U-PASS data to improve student achievement with \$3,456,900 ongoing USF

Maintain services for the physically challenged

- Provide six additional staff support for the Division of Rehabilitation with \$578,000 ongoing USF



Source: *The Condition of Education 2004* (NCES 2004-077). U. S. Department of Education, National Center for Education Statistics, Child Trends' analyses of data from the Current Population Survey October Supplement, 2003.

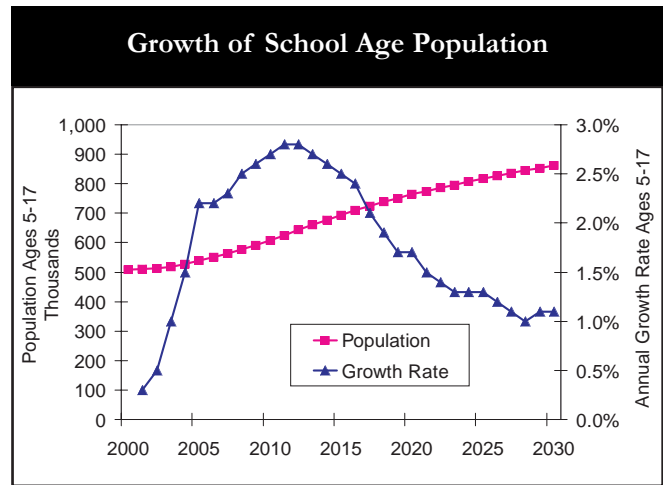


Source: Child Trends' original analysis of data from the Current Population Survey October Supplement, 2003.

RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

- Provide Schools for the Deaf and the Blind step and lane increases with \$191,600 supplemental and \$191,600 ongoing USF
- Fund a 2.9 percent increase in projected students for a total 540,940 K-12 enrollment with \$61,773,400 ongoing USF



Source: 2005 Baseline Projections, Governor's Office of Planning and Budget

INTERNAL SERVICE FUNDS

Public Education includes a general services internal service fund (ISF) that provides printing services to the divisions within the department on a cost-reimbursement basis. For FY 2008 the Governor recommends FTEs and capital outlay authorizations for the Public Education ISF as indicated on the following table.

ISF Description	Estimated Revenue	FTE Recommended	Capital Outlay Recommended
General Services	\$876,700	8.0	\$22,000

PUBLIC EDUCATION
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$2,840,800	\$7,754,900	\$0	\$7,754,900	\$254,900	\$2,000,000	\$2,254,900
Education Fund	1,870,055,100	2,103,074,900	995,000	2,104,069,900	2,068,655,000	374,027,800	2,442,682,800
Federal Funds	371,888,300	382,668,300	8,600	382,676,900	383,170,500	1,626,000	384,796,500
Dedicated Credits	28,537,500	29,953,000	(100)	29,952,900	29,958,600	165,500	30,124,100
Mineral Lease	2,896,200	2,822,900	0	2,822,900	2,899,300	28,100	2,927,400
Restricted and Trust Funds	14,642,700	15,670,600	3,770,600	19,441,200	15,678,300	6,276,000	21,954,300
Transfers	3,831,900	4,151,000	0	4,151,000	4,151,000	52,100	4,203,100
Other Funds	0	0	(300)	(300)	0	(300)	(300)
Beginning Balances	41,279,800	40,976,000	0	40,976,000	12,619,600	0	12,619,600
Closing Balances	(40,976,000)	(12,619,600)	0	(12,619,600)	(12,619,600)	0	(12,619,600)
Lapsing Funds	(57,000)	0	0	0	0	0	0
Local Property Tax	446,802,000	470,804,700	0	470,804,700	470,804,700	37,343,900	508,148,600
Total Financing	\$2,741,741,300	\$3,045,256,700	\$4,773,800	\$3,050,030,500	\$2,975,572,300	\$421,519,100	\$3,397,091,400
Programs							
Public Education							
State Office of Education	\$260,383,300	\$281,055,900	\$457,300	\$281,513,200	\$264,984,300	\$8,490,300	\$273,474,600
State Charter School Board	10,568,400	12,284,000	0	12,284,000	8,184,600	15,700	8,200,300
State Office of Rehabilitation	53,585,000	55,948,400	18,800	55,967,200	56,025,800	1,824,100	57,849,900
Schools for the Deaf and the Blind	24,781,400	27,480,700	(1,600)	27,479,100	26,753,800	1,318,800	28,072,600
USDB - Institutional Council	519,800	902,400	0	902,400	600,000	0	600,000
Science and the Arts	3,305,500	3,982,500	0	3,982,500	3,979,000	270,000	4,249,000
Education Contracts	3,854,800	3,854,800	0	3,854,800	3,854,800	0	3,854,800
Nutrition Programs	124,147,900	129,260,300	(700)	129,259,600	129,265,800	77,000	129,342,800
Minimum School Program	2,246,618,600	2,515,487,700	800,000	2,516,287,700	2,466,924,200	403,523,200	2,870,447,400
Trust Fund Interest to Schools	13,976,600	15,000,000	3,500,000	18,500,000	15,000,000	6,000,000	21,000,000
Total Budget	\$2,741,741,300	\$3,045,256,700	\$4,773,800	\$3,050,030,500	\$2,975,572,300	\$421,519,100	\$3,397,091,400
% Change from Authorized FY 2007 to Total FY 2008							11.6%
FTE Positions	--	1,144.4	0.0	1,144.4	1,144.4	10.5	1,154.9

PUBLIC EDUCATION
Capital Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
School Funds	\$32,288,900	\$37,288,900	\$0	\$37,288,900	\$27,288,900	\$20,000,000	\$47,288,900
Total Financing	\$32,288,900	\$37,288,900	\$0	\$37,288,900	\$27,288,900	\$20,000,000	\$47,288,900
Projects							
Capital Outlay Program	\$24,358,000	\$24,358,000	\$0	\$24,358,000	\$24,358,000	\$10,000,000	\$34,358,000
Enrollment Growth Program	7,930,900	12,930,900	0	12,930,900	2,930,900	10,000,000	12,930,900
Total Budget	\$32,288,900	\$37,288,900	\$0	\$37,288,900	\$27,288,900	\$20,000,000	\$47,288,900
% Change from Authorized FY 2007 to Total FY 2008							26.8%

MINIMUM SCHOOL PROGRAM FY 2008

Plan of Financing	Appropriation S.B. 3 and 5		Governor Huntsman's Recommendations		Difference	
	FY 2007	FY 2008	FY 2007	FY 2008	Dollar	Percent
State Revenue						
1. Uniform School Fund	\$1,996,119,545		\$2,307,006,845		\$310,887,300	15.57%
2. Uniform School Fund School Building Aid	27,288,900		27,288,900		0	0.00
3. Uniform School Fund One-time	31,100,000		75,292,000		44,192,000	142.10
4. Permanent Trust Fund Interest to Local Schools	15,000,000		21,000,000		6,000,000	40.00
Subtotal - State Revenue	2,069,508,445		2,430,587,745		361,079,300	17.45
Local Revenue						
1. Basic Levy (a)	232483090		245254741		12771651	5.49
2. Voted Levyway	175,340,351		195,491,527		20,151,176	11.49
3. Board Levyway	47,981,239		52,402,304		4,421,065	9.21
4. Board Levyway - Reading Program	15,000,000		15,000,000		0	0.00
Subtotal Local Revenue	470,804,680		508,148,572		37,343,892	7.93
Other Bills - Uniform School Fund One-time						
1. <i>Education Reform</i>	15,000,000 (b)		0		(15,000,000)	(100.00)
2. <i>Appropriation for Highly Qualified Teachers - HB 285</i>	500,000		0		(500,000)	(100.00)
3. <i>Appropriation Adjustments - HB 3</i>	200,000		0		(200,000)	(100.00)
Subtotal Other Bills	15,700,000		0		(15,700,000)	(100.00)
Total Financing	\$2,556,013,125		\$2,938,736,317		\$382,723,192	14.97%
Programs						
A. Regular Basic School Programs						
1. Kindergarten	23,680	24,633	\$63,700,938	\$6,466,378	\$6,466,378	11.30%
2. Grades 1-12	462,579	478,945	1,238,551,770	1,292,681	120,498,327	10.78
3. Necessarily Existent Small Schools	7,649	7,649	19,780,314	19,780,314	0	0.00
4. Professional Staff	43,909	44,804	115,863,144	115,863,144	0	0.00
5. Administrative Costs	1,629	1,620	4,189,320	4,189,320	0	0.00
Subtotal Regular Basic School Programs	539,446	557,651	1,442,085,486	1,442,085,486	138,244,504	10.60
B. Restricted Basic School Programs						
1. Special Education--Regular Program	56,413	56,547	146,230,542	146,230,542	0	0.00
a. Special Education Add-On WPU's	13,301	13,360	34,548,960	34,548,960	0	0.00
b. Self-Contained Regular WPU's	8,158	8,321	21,518,106	21,518,106	0	0.00
2. Special Education Pre-School	367	367	949,062	949,062	0	0.00
3. Extended Year Program for Severely Disabled	1,443	1,627	4,207,422	4,207,422	0	0.00
4. Special Education--State Programs	24,797	25,516	65,984,376	65,984,376	0	0.00
a. Applied Technology Education--District	1,060	1,091	2,821,326	2,821,326	0	0.00
b. Applied Technology--District Set Aside	30,773	32,749	84,688,914	84,688,914	0	0.00
6. Class Size Reduction	196,312	199,578	360,948,708	360,948,708	0	0.00
Subtotal Restricted Basic School Programs	675,788	697,229	1,803,034,194	1,803,034,194	169,727,108	10.39
C. Related to Basic Program						
1. Social Security and Retirement	310,891,038	343,213,644	343,213,644	343,213,644	32,322,606	10.40
2. Pupil Transportation to and from school	62,601,763	71,483,886	71,483,886	71,483,886	8,882,123	14.19
3. Transportation Levy Guarantee	500,000	500,000	500,000	500,000	0	0.00
4. Local Discretionary Block Grant	21,820,748	21,820,748	21,820,748	21,820,748	0	0.00
5. Interventions for Student Success Block Grant	16,792,888	17,968,390	17,968,390	17,968,390	1,175,502	7.00
6. Quality Teaching Block Grant	62,993,704	67,403,263	67,403,263	67,403,263	4,409,559	7.00
7. Math/Science Recruitment and Retention	2,500,000	2,500,000	2,500,000	2,500,000	0	0.00
Subtotal Related to Basic Program	478,100,141	524,889,931	524,889,931	524,889,931	46,789,790	9.79

	Appropriation S.B. 3 and 5 FY 2007	Governor Huntsman's Recommendations FY 2008	Difference Dollar	Percent
D. Special population programs				
1. Highly Impacted Schools	5,123,207	5,123,207	0	0.00
2. At-Risk Programs	27,992,056	29,951,500	1,959,444	7.00
3. Adult Education	9,148,653	9,789,059	640,406	7.00
4. Accelerated Learning Programs	12,010,853	13,066,613	1,055,760	8.79
Subtotal Special population programs	54,274,769	57,930,379	3,655,610	6.74
E. Categorical programs				
1. Full Day Optional Kindergarten	0	7,500,000	7,500,000	100.00
2. Reading Readiness	12,500,000	15,500,000	3,000,000	24.00
3. STAR 20 Initiative (School to Teaching Adult Ratio)	0	28,738,800	28,738,800	100.00
4. Professional Excellence (ProExec)	0	21,976,800	21,976,800	100.00
5. 21st Century Teaching and Learning	0	10,000,000	10,000,000	100.00
6. English Language Learner (ELL)	0	6,686,000	6,686,000	100.00
7. USTAR High Schools	0	2,500,000	2,500,000	100.00
8. Library and Media Materials	0	2,000,000	2,000,000	100.00
9. Electronic High School	1,300,000	2,000,000	700,000	53.85
10. Autism Support Services (ASPERT)	0	200,000	200,000	100.00
11. Permanent Trust Fund Interest to Local Schools	15,000,000	21,000,000	6,000,000	40.00
12. Charter Schools Local Replacement Funding	21,552,450	27,021,450	5,469,000	25.38
13. Charter School Administration	100,000	100,000	0	0.00
Subtotal categorical programs	50,452,450	145,223,050	94,770,600	187.84
F. Board and Voted Leeway Programs				
1. Voted Leeway Program	196,085,503	227,884,435	31,799,132	16.22
2. Board Leeway Program	54,704,476	62,193,428	7,488,952	13.69
3. Board Leeway Reading Program	15,000,000	15,000,000	0	0.00
Subtotal Board and Voted Leeway Programs	265,789,979	305,077,863	39,288,084	14.78
Total Ongoing Minimum School Program	2,481,924,225	2,836,155,417	354,231,192	14.27
G. School Building Aid Program				
1. Capital Outlay Equalization Program	24,358,000	24,358,000	0	0.00
2. Enrollment Growth Program	2,930,900	2,930,900	0	0.00
Total School Building Aid Program	27,288,900	27,288,900	0	0.00
Total Ongoing Minimum and School Building Aid Programs	2,509,213,125	2,863,444,317	354,231,192	14.12
H. One-time Appropriations				
1. Teacher Bonus	0	25,000,000	25,000,000	100.00
2. UPASS Technology - On line Testing	0	10,000,000	10,000,000	100.00
3. Education Technology	0	10,000,000	10,000,000	100.00
4. Teacher Supplies & Materials	7,000,000	7,500,000	500,000	7.14
5. Writing Improvement Software Pilot	0	542,000	542,000	100.00
6. School Nurses	0	250,000	250,000	100.00
7. Pupil Transportation	5,000,000	0	(5,000,000)	(100.00)
8. Library supplies and books	2,000,000	2,000,000	0	0.00
9. Charter School Local Replacement funding	7,100,000	0	(7,100,000)	(100.00)
10. Charter School Administration	200,000	0	(200,000)	(100.00)
11. Appropriation for Highly Qualified Teachers	0	500,000	500,000	(100.00)
12. Education Reform	15,000,000	0	(15,000,000)	(100.00)
13. Capital Outlay - Enrollment Growth Program	10,000,000	10,000,000	0	0.00
14. Capital Outlay	0	10,000,000	10,000,000	100.00
Total One-time Appropriations	46,800,000	75,292,000	28,492,000	60.88
Total ongoing and one-time Minimum and School Building Aid Programs	\$2,556,013,125	\$2,938,736,317	\$382,723,192	14.97%

(a) The Basis tax rate for FY 2007 is 0.001515 and for FY 2008 the estimated rate is 0.001474
 (b) \$7,500,000 in one-time Education Fund and \$7,500,000 one-time General Fund, House Bill 181, Education Reform (Urquhart)

PUBLIC EDUCATION

PUBLIC EDUCATION FY 2008 OPERATING BUDGET									
	General Fund	Education Fund	Federal Funds	Dedicated Credits	Other Funds	Property Tax Funds	Total Funds		
Beginning Base Budget									
N1	\$7,754,900	\$2,103,074,900	\$348,831,600	\$24,931,400	\$20,306,600	\$470,804,700	\$2,975,704,100		
N2	(7,500,000)	(34,534,000)	0	0	0	0	(42,034,000)		
N3	0	114,100	0	0	7,700	0	121,800		
N4	0	0	34,338,900	5,027,200	2,414,300	0	41,780,400		
	254,900	2,068,655,000	383,170,500	29,958,600	22,728,600	470,804,700	2,975,572,300		
Total Beginning Base Budget - Public Education									
Statewide Ongoing Adjustments									
N5	0	836,900	710,500	56,800	33,500	0	1,637,700		
N6	0	597,700	507,500	40,600	24,100	0	1,169,900		
N7	0	10,800	24,200	(200)	1,300	0	36,100		
N8	0	5,100	12,400	0	600	0	18,100		
N9	0	493,200	332,300	37,100	23,900	0	886,500		
N10	0	62,500	39,100	4,000	2,500	0	108,100		
	<i>0</i>	<i>2,006,200</i>	<i>1,626,000</i>	<i>138,300</i>	<i>85,900</i>	<i>0</i>	<i>3,856,400</i>		
<i>Subtotal Statewide Ongoing Adjustments - Public Education</i>									
Ongoing Adjustments									
Minimum School Program									
N11	0	7,500,000	0	0	0	0	7,500,000		
N12	0	28,738,800	0	0	0	0	28,738,800		
N13	0	61,773,400	0	0	0	0	61,773,400		
N14	0	153,684,200	0	0	0	0	153,684,200		
N15	0	21,976,800	0	0	0	0	21,976,800		
N16	0	3,000,000	0	0	0	0	3,000,000		
N17	0	4,500,000	0	0	0	0	4,500,000		
N18	0	5,469,000	0	0	0	0	5,469,000		
N19	0	215,000	0	0	0	0	215,000		
N20	0	700,000	0	0	0	0	700,000		
N21	0	6,686,000	0	0	0	0	6,686,000		
N22	0	10,000,000	0	0	0	0	10,000,000		
N23	0	2,500,000	0	0	0	0	2,500,000		
N24	0	2,000,000	0	0	0	0	2,000,000		
N25	0	200,000	0	0	0	0	200,000		
N26	0	0	0	0	6,000,000	0	6,000,000		
N27	0	(12,771,700)	0	0	0	12,771,700	0		
N28	0	15,176,000	0	0	0	24,112,000	39,288,000		
N29	0	(460,200)	0	0	0	460,200	0		

PUBLIC EDUCATION - CONTINUED

	General Fund	Education Fund	Federal Funds	Dedicated Credits	Other Funds	Property Tax Funds	Total Funds
Utah State Office of Education							
N30	0	3,456,900	0	0	0	0	3,456,900
N31	0	150,000	0	0	0	0	150,000
N32	0	70,000	0	0	0	0	70,000
N33	0	136,300	0	0	0	0	136,300
N34	0	267,000	0	0	0	0	267,000
N35	0	82,000	0	0	0	0	82,000
N36	0	42,100	0	0	0	0	42,100
N37	0	0	0	0	270,000	0	270,000
Utah State Office of Rehabilitation							
N38	0	362,000	0	0	0	0	362,000
N39	0	75,000	0	0	0	0	75,000
N40	0	70,000	0	0	0	0	70,000
N41	0	28,300	0	0	0	0	28,300
N42	0	37,500	0	0	0	0	37,500
N43	0	71,000	0	0	0	0	71,000
N44	0	424,200	0	27,200	0	0	451,400
Fine Arts and Science							
N45	0	120,000	0	0	0	0	120,000
N46	0	150,000	0	0	0	0	150,000
	0	316,429,600	0	27,200	6,270,000	37,343,900	360,070,700
Subtotal Ongoing Adjustments - Public Education							
One-time Adjustments							
Minimum School Program							
N47	0	10,000,000	0	0	0	0	10,000,000
N48	0	25,000,000	0	0	0	0	25,000,000
N49	0	7,500,000	0	0	0	0	7,500,000
N50	0	10,000,000	0	0	0	0	10,000,000
N51	0	2,000,000	0	0	0	0	2,000,000
N52	0	250,000	0	0	0	0	250,000
N53	0	542,000	0	0	0	0	542,000
Utah State Office of Education							
N54	0	300,000	0	0	0	0	300,000
N55	2,000,000	0	0	0	0	0	2,000,000
	2,000,000	55,592,000	0	0	0	0	57,592,000
Subtotal One-time Adjustments - Public Education							
Total FY 2008 Public Education Adjustments	2,000,000	374,027,800	1,626,000	165,500	6,355,900	37,343,900	421,519,100
Total FY 2008 Public Education Operating Budget	\$2,254,900	\$2,442,682,800	\$384,796,500	\$30,124,100	\$29,084,500	\$508,148,600	\$3,397,091,400

PUBLIC EDUCATION - CONTINUED

PUBLIC EDUCATION FY 2007 OPERATING BUDGET ADJUSTMENTS									
	General Fund	Education Fund	Federal Funds	Dedicated Credits	Other Funds	Property Tax Funds	Total Funds		
Supplemental Adjustments									
N56	\$0	\$3,400	\$8,600	(\$100)	\$300	\$0	\$12,200		
Technology services internal service fund adjustments									
Minimum School Program									
N57	0	800,000	0	0	0	0	800,000		
N58	0	0	0	0	3,500,000	0	3,500,000		
Foreign exchange students									
Permanent trust fund interest to local schools									
Utah State Office of Education									
N59	0	0	0	0	270,000	0	270,000		
Educator licensing									
Utah Schools for the Deaf and Blind									
N60	0	191,600	0	0	0	0	191,600		
Base, step, and lane increases for teachers									
<i>Subtotal Supplemental Adjustments - Public Education</i>									
	0	995,000	8,600	(100)	3,770,300	0	4,773,800		
Total FY 2007 Public Education Budget Adjustments	\$0	\$995,000	\$8,600	(\$100)	\$3,770,300	\$0	\$4,773,800		
PUBLIC EDUCATION FY 2008 CAPITAL BUDGET									
Base Budget									
N61	\$0	\$57,288,900	\$0	\$0	\$0	\$0	\$57,288,900		
FY 2007 appropriated budget									
N62	0	(10,000,000)	0	0	0	0	(10,000,000)		
Adjustments for one-time FY 2007 appropriations									
Total FY 2008 Public Education Capital Base Budget	0	27,288,900	0	0	0	0	27,288,900		
One-time Adjustments									
Minimum School Program									
N63	0	10,000,000	0	0	0	0	10,000,000		
Enrollment Growth Program									
N64	0	10,000,000	0	0	0	0	10,000,000		
Capital Foundation Program									
<i>Subtotal One-time Capital Adjustments - Public Education</i>									
	0	20,000,000	0	0	0	0	20,000,000		
Total FY 2008 Public Education Capital Adjustments	0	20,000,000	0	0	0	0	20,000,000		
Total FY 2008 Public Education Capital Budget	\$0	\$47,288,900	\$0	\$0	\$0	\$0	\$47,288,900		
PUBLIC EDUCATION TOTALS									
FY 2008 Operating Base Budget	\$254,900	\$2,068,655,000	\$383,170,500	\$29,958,600	\$22,728,600	\$470,804,700	\$2,975,572,300		
FY 2008 Operating Ongoing and One-time Adjustments	2,000,000	374,027,800	1,626,000	165,500	6,355,900	37,343,900	421,519,100		
FY 2008 Operating Recommendation	2,254,900	2,442,682,800	384,796,500	30,124,100	29,084,500	508,148,600	3,397,091,400		
FY 2007 Operating Adjustments	0	995,000	8,600	(100)	3,770,300	0	4,773,800		
FY 2008 Capital Base Budget	0	27,288,900	0	0	0	0	27,288,900		
FY 2008 Capital Ongoing and One-time Adjustments	0	20,000,000	0	0	0	0	20,000,000		
FY 2008 Capital Recommendation	0	47,288,900	0	0	0	0	47,288,900		

PUBLIC SAFETY

Carson Howell, Analyst



AGENCY BUDGET OVERVIEW

PUBLIC SAFETY

Mission: *Provide a safe and secure environment for all people in Utah*

MAJOR ACCOMPLISHMENTS AND SERVICES

(Headings include funding in Governor's Recommendations)

Programs and Operations - \$87.6 million

- Bureau of Forensic Services halted 43 percent lab staff turnover, trained 75 new marijuana leaf technicians, and developed and implemented a new Crime Scene Specialist Certification training
- The laboratory system received approximately 6,000 case submissions for controlled substances, serologicals, DNA, latent prints, and firearms/toolmarks
- Fire Marshal inspected 1,500 state-owned buildings, schools, hospitals, and other facilities for compliance with fire code (497 were either public or private schools)

Emergency Management - \$41.2 million

- Trained over 21,000 citizens in emergency preparedness

Driver License - \$25.4 million

- Issued approximately 318,000 licenses, 19,100 Driver Privilege Cards (DPCs), and 56,500 ID cards
- Produced and implemented a new Driver License and ID Card for Utah citizens

Highway Safety - \$7.0 million

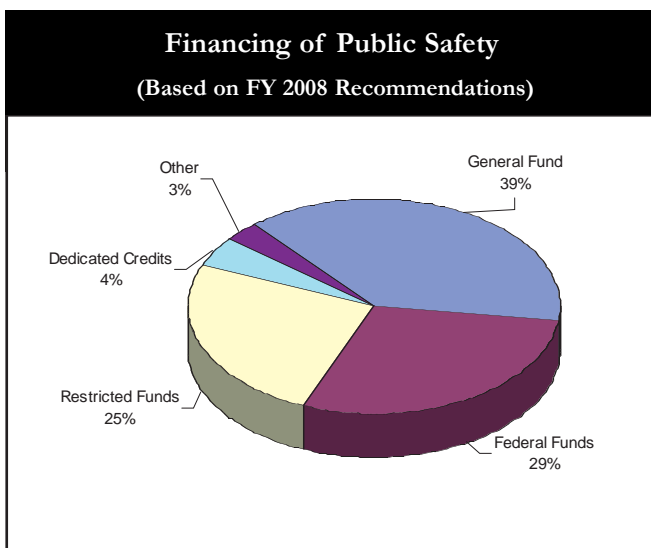
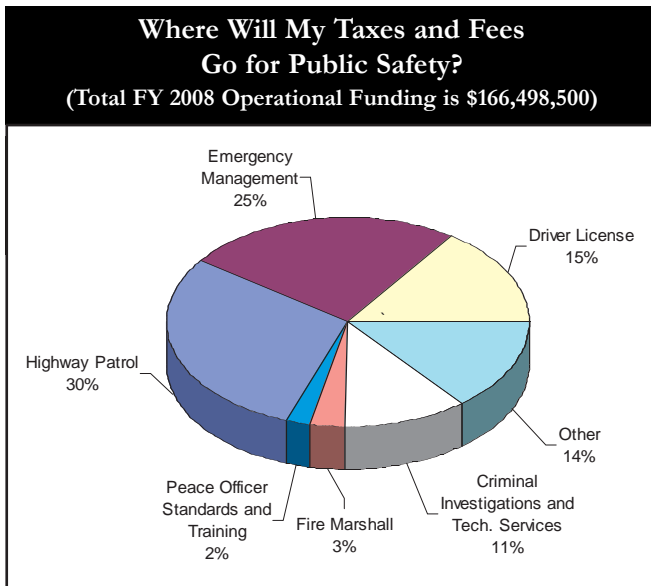
- Increased the seatbelt usage in Utah to 88.6 percent in 2006, an 8.5 percent increase over the past five years
- Reduced the percentage of alcohol-related crash fatalities to less than 14 percent in calendar year 2005, the lowest in the nation

Peace Officer Standards and Training (POST) - \$3.6 million

- Graduated a record number 213 officers to work in local, state, and county agencies
- Larry H. Miller donated a new 75,000 sq. ft. law enforcement training facility to be used for classes for POST, Corrections, Highway Patrol, and Salt Lake Community College

Liquor Law Enforcement - \$1.6 million

- Promoted compliance with the provisions of the *Alcoholic Beverage Control Act*



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

Provide technological support to enable quick response to emergencies

- Pay for licensing fees, in order to have a computer system backup, with \$61,200 ongoing General Fund
- Enable UHP troopers to access real-time information and pay for subscription and network access fees with \$462,000 ongoing General Fund
- Replace computers purchased with Olympic funds with \$421,100 ongoing General Fund

Increase response time of background checks for concealed weapons permits

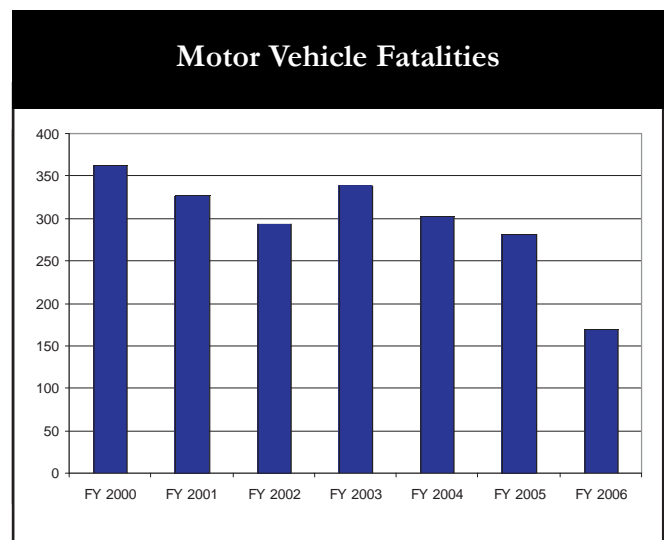
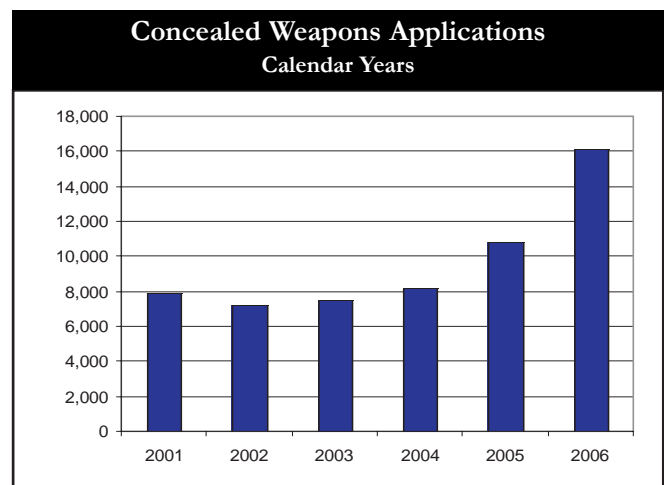
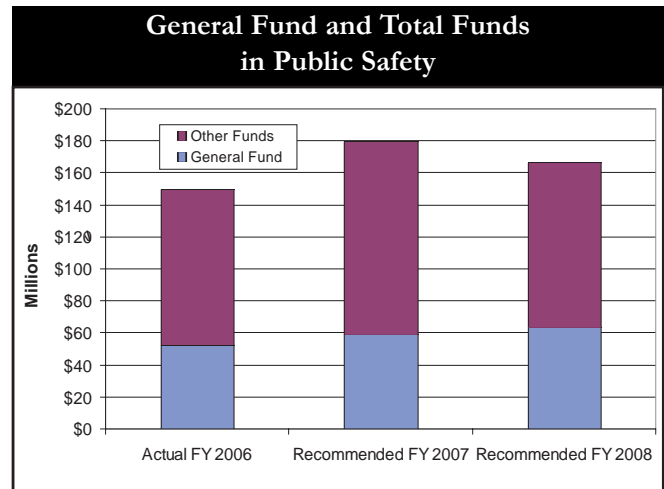
- Increase resources for the Bureau of Criminal Identification (BCI) due to increased applications for concealed weapons permits with \$560,700 ongoing dedicated credits and \$560,700 supplemental General Fund

Enhance training within the Department of Public Safety

- Provide additional training funds for POST with \$275,000 one-time restricted funds
- Provide cost-of-living adjustments for Fire Academy employees to prevent decreasing the training budget with \$35,000 ongoing restricted funds

Increase Driver License Division response time

- Hire 10 new full-time equivalents (FTEs) to enable more rapid service at the Driver License Division with \$187,500 ongoing restricted funds
- Hire 20 new FTEs at the new South Valley Driver License Division building with \$379,100 ongoing restricted funds; provide for six months lease payments with \$157,500 ongoing restricted funds; and supply building furnishings with \$248,600 one-time restricted funds



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2008 Proposed Legislative Intent

- DPS may increase its fleet if funding is provided through federal aid or other sources for special programs or projects. Vehicles purchased under this intent language will not be eligible for replacement using General Fund borrowing capacity held by the State Division of Fleet Operations. Any expansion vehicle purchased during the interim under this intent language shall be reported to the legislative fiscal analyst.
- Funding sources within DPS are nonlapsing. These include Programs and Operations, Emergency Services and Homeland Security, Peace Officer Standards and Training, Liquor Law Enforcement, Driver License, and Highway Safety.
- Receipts above the appropriated dedicated credit amounts for DPS are nonlapsing.
- Funds appropriated for equipping fleet vehicles are nonlapsing.

PUBLIC SAFETY
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$52,553,000	\$59,039,200	\$640,200	\$59,679,400	\$59,211,200	\$4,599,100	\$63,810,300
Transportation Fund	5,495,500	5,495,500	0	5,495,500	5,495,500	0	5,495,500
Federal Funds	41,557,700	45,685,600	12,100	45,697,700	47,660,400	338,600	47,999,000
Dedicated Credits	8,211,400	6,414,700	(7,000)	6,407,700	6,520,100	808,400	7,328,500
Restricted and Trust Funds	37,128,400	39,373,900	26,100	39,400,000	39,426,200	2,674,200	42,100,400
Transfers	1,999,800	2,135,900	0	2,135,900	212,000	6,200	218,200
Other Funds	0	0	0	0	0	10,100	10,100
Pass-through Funds	1,016,000	40,000	0	40,000	40,200	0	40,200
Beginning Balances	29,061,600	25,236,400	0	25,236,400	2,096,200	0	2,096,200
Closing Balances	(25,236,400)	(2,096,200)	0	(2,096,200)	(710,300)	0	(710,300)
Lapsing Funds	(1,962,600)	(2,131,500)	0	(2,131,500)	(1,889,600)	0	(1,889,600)
Total Financing	\$149,824,400	\$179,193,500	\$671,400	\$179,864,900	\$158,061,900	\$8,436,600	\$166,498,500
Programs							
Public Safety							
Commissioner's Office	\$8,364,400	\$21,640,600	(\$1,900)	\$21,638,700	\$10,515,300	\$2,313,300	\$12,828,600
Emergency Management	50,581,500	46,448,900	13,600	46,462,500	41,022,200	223,000	41,245,200
Peace Officer Standards and Training	3,387,400	3,407,200	(2,500)	3,404,700	3,240,600	371,000	3,611,600
Criminal Investigations and Tech. Svcs.	16,368,500	18,485,700	518,700	19,004,400	17,299,800	1,195,400	18,495,200
Liquor Law Enforcement	1,150,500	1,875,300	(200)	1,875,100	1,553,100	55,700	1,608,800
Driver License	19,541,700	24,844,900	3,900	24,848,800	23,649,400	1,742,800	25,392,200
Highway Patrol	39,886,900	48,190,000	13,700	48,203,700	46,900,800	2,246,200	49,147,000
Highway Safety Office	3,392,400	7,328,800	400	7,329,200	6,981,500	44,300	7,025,800
Management Information Systems	1,735,200	1,930,400	126,000	2,056,400	1,925,300	126,400	2,051,700
Fire Marshal	5,415,900	5,041,700	(300)	5,041,400	4,973,900	118,500	5,092,400
Total Budget	\$149,824,400	\$179,193,500	\$671,400	\$179,864,900	\$158,061,900	\$8,436,600	\$166,498,500
% Change from Authorized FY 2007 to Total FY 2008							(7.1%)
FTE Positions	--	1,150.0	6.0	1,156.0	1,149.0	36.0	1,185.0

PUBLIC SAFETY

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
PUBLIC SAFETY FY 2008 OPERATING BUDGET							
Beginning Base Budget							
01	\$59,039,200	\$5,495,500	\$58,578,800	\$6,414,600	\$39,373,900	\$2,943,200	\$171,845,200
02	172,000	0	0	0	52,300	0	224,300
03	0	0	(10,918,400)	105,500	0	(3,194,700)	(14,007,600)
Total Beginning Base Budget - Public Safety	59,211,200	5,495,500	47,660,400	6,520,100	39,426,200	(251,500)	158,061,900
Statewide Ongoing Adjustments							
04	1,505,000	0	143,500	106,100	556,500	5,900	2,317,000
05	1,075,000	0	102,500	75,800	397,500	4,200	1,655,000
06	82,000	0	(100)	1,900	17,400	0	101,200
07	82,700	0	13,000	(6,800)	22,000	0	110,900
08	717,700	0	60,400	56,900	323,300	5,500	1,163,800
09	192,400	0	19,300	13,800	74,800	700	301,000
<i>Subtotal Statewide Ongoing Adjustments - Public Safety</i>	<i>3,654,800</i>	<i>0</i>	<i>338,600</i>	<i>247,700</i>	<i>1,391,500</i>	<i>16,300</i>	<i>5,648,900</i>
Ongoing Adjustments							
010	0	0	0	560,700	0	0	560,700
011	61,200	0	0	0	0	0	61,200
012	0	0	0	0	187,500	0	187,500
013	0	0	0	0	157,500	0	157,500
014	0	0	0	0	379,100	0	379,100
015	0	0	0	0	35,000	0	35,000
016	462,000	0	0	0	0	0	462,000
017	421,100	0	0	0	0	0	421,100
<i>Subtotal Ongoing Adjustments - Public Safety</i>	<i>944,300</i>	<i>0</i>	<i>0</i>	<i>560,700</i>	<i>759,100</i>	<i>0</i>	<i>2,264,100</i>
One-time Adjustments							
018	0	0	0	0	275,000	0	275,000
019	0	0	0	0	248,600	0	248,600
<i>Subtotal One-time Adjustments - Public Safety</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>523,600</i>	<i>0</i>	<i>523,600</i>
Total FY 2008 Public Safety Adjustments	4,599,100	0	338,600	808,400	2,674,200	16,300	8,436,600
Total FY 2008 Public Safety Operating Budget	\$63,810,300	\$5,495,500	\$47,999,000	\$7,328,500	\$42,100,400	(\$235,200)	\$166,498,500

PUBLIC SAFETY - CONTINUED

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
PUBLIC SAFETY FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
020 Concealed firearm permits	\$560,700	\$0	\$0	\$0	\$0	\$0	\$560,700
021 State Law Enforcement Forfeiture grant	0	0	0	0	7,500	0	7,500
022 Technology services internal service fund adjustments	79,500	0	12,100	(7,000)	18,600	0	103,200
<i>Subtotal Supplemental Adjustments - Public Safety</i>	<i>640,200</i>	<i>0</i>	<i>12,100</i>	<i>(7,000)</i>	<i>26,100</i>	<i>0</i>	<i>671,400</i>
Total FY 2007 Public Safety Budget Adjustments	\$640,200	\$0	\$12,100	(\$7,000)	\$26,100	\$0	\$671,400
PUBLIC SAFETY TOTALS							
FY 2008 Operating Base Budget	\$59,211,200	\$5,495,500	\$47,660,400	\$6,520,100	\$39,426,200	(\$251,500)	\$158,061,900
FY 2008 Operating Ongoing and One-time Adjustments	4,599,100	0	338,600	808,400	2,674,200	16,300	8,436,600
FY 2008 Operating Recommendation	63,810,300	5,495,500	47,999,000	7,328,500	42,100,400	(235,200)	166,498,500
FY 2007 Operating Adjustments	640,200	0	12,100	(7,000)	26,100	0	671,400

TECHNOLOGY SERVICES

Tenielle Young, Analyst



AGENCY BUDGET OVERVIEW

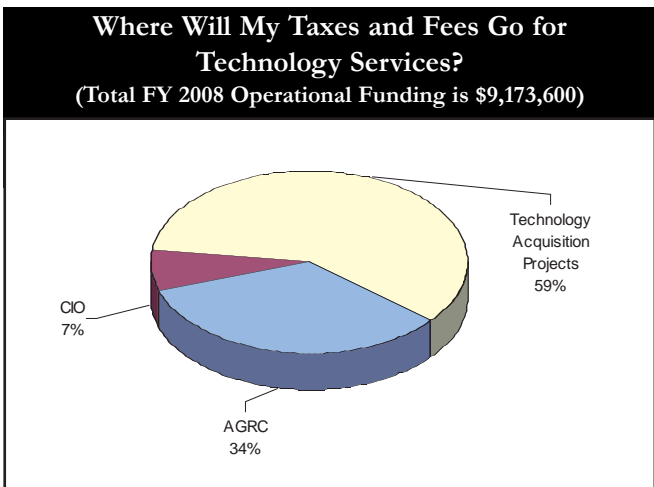
TECHNOLOGY SERVICES INCLUDES:

- Chief Information Officer
- Automated Geographic Reference Center
- Technology Acquisition Projects
- All executive branch Information Technology employees

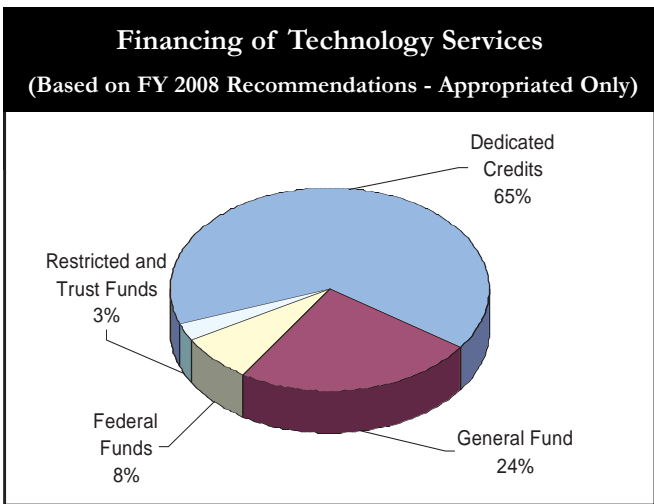
Mission: *Bring value and innovation to Utah through service and technology*

MAJOR ACCOMPLISHMENTS AND SERVICES

- Transitioned all executive branch Information Technology (IT) employees to Department of Technology Services (DTS) on July 01, 2006 comprised of a technical staff of 857 full-time equivalents (FTEs)
- Established as the centralized IT service provider for the executive branch as a result of the Governor's directive and the passage of House Bill 109, *Information Technology Governance Amendments* (Clark, D.) from the 2005 General Session
- Developed rates that more closely match revenues with expenditures for each of the services provided by the department
- Established service-level agreements with every executive branch agency and set up associated budgets of approximately \$147 million
- Saved government agencies over \$2.0 million in total funds with the rate structure change
- Completed phase I of the new tax system, the income tax module, with \$7.0 million one-time General Fund



Graphs above and below reflect appropriated amounts only and do not include ISF revenue.



RECOMMENDATIONS: GOVERNOR’S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

New tax system

- Complete phase II of the tax system, the sales tax module, with \$10,000,000 supplemental Uniform School Fund

Electronic Resource Eligibility Project (eREP)

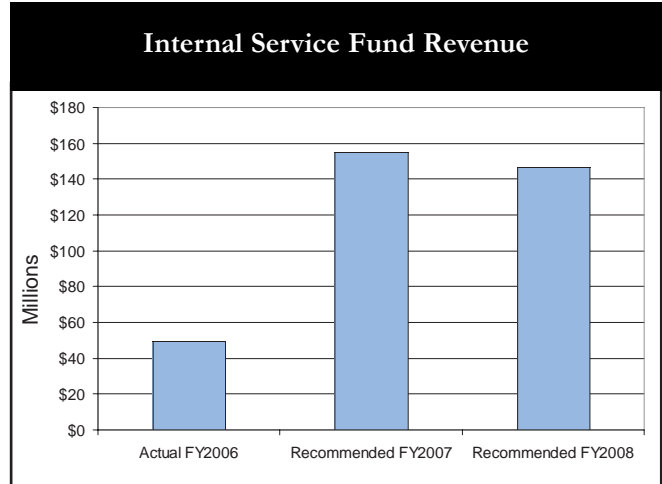
- Complete eREP, a comprehensive integrated solution for eligibility activities for the departments of Workforce Services, Health, and Human Services, with \$3,244,000 supplemental General Fund and \$3,244,000 supplemental Medicaid transfer funds

Digitization projects

- Improve constituent access to services and employee efficiency through document digitization in the following departments:
 - Community and Culture with \$1,300,000 one-time and \$500,000 ongoing General Fund
 - Administrative Services with \$100,000 one-time and \$55,400 ongoing General Fund
 - Commerce with \$120,200 one-time restricted funds

Public Safety

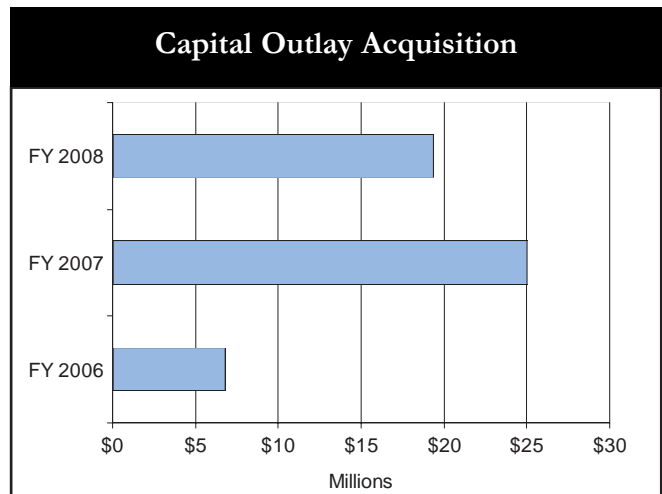
- Pay for licensing fees, in order to have a computer system backup, with \$61,200 ongoing General Fund
- Enable UHP troopers to access real-time information and pay for subscription and network access fees with \$462,000 ongoing General Fund
- Replace computers that were purchased with Olympic funds with \$421,100 ongoing General Fund



ISF Revenue in FY 2007 and in FY 2008 is a shift in funds from other state agencies and will not increase the overall state budget.

GOALS

- Provide service that our customers expect and value
- Provide appropriate innovation to meet customer expectations
- Maintain operational excellence
- Streamline organizational processes
- Achieve financial targets



Capital Outlay Acquisition in FY 2007 and in FY 2008 includes IT assets at state agencies and is not an increase to the overall state budget.

PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2007 Intent Language

- Funds for the DTS, Chief Information Officer, are nonlapsing.
- Funds for the DTS, Automated Geographic Reference Center, are nonlapsing.
- Funds for the DTS, Technology Acquisition Projects, are nonlapsing.
- Funds under the terms and conditions of Section 63-38-8.2, UCA, in the amount of \$996,000 in capital outlay authority granted to DTS for FY 2007 are nonlapsing. This authority will be used for the following projects: Network Convergence (\$425,000), Data Archiving (\$345,000), and Information Lifecycle Management (\$226,000).

INTERNAL SERVICE FUNDS

Technology Services includes Internal Service Funds (ISFs) that provide products and services to state and other governmental agencies on a cost-reimbursement basis. For FY 2008 the Governor recommends FTEs and capital outlay authorizations for Technology Services as indicated on the following table.

ISF Description	Estimated Revenue	FTE Recommended	Capital Outlay Recommended
Technology Services	\$146,947,200 <i>(a)</i>	938.0	\$19,307,550

(a) The revenue estimate is decreased by \$1,717,300 due to DTS rate decreases.

TECHNOLOGY SERVICES
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$1,699,000	\$9,320,900	(\$9,000)	\$9,311,900	\$1,426,600	\$812,900	\$2,239,500
Federal Funds	440,400	1,656,800	0	1,656,800	700,000	0	700,000
Dedicated Credits	841,400	9,727,200	18,111,200	27,838,400	530,700	5,453,400	5,984,100
Restricted and Trust Funds	250,000	250,000	0	250,000	250,000	0	250,000
Beginning Balances	724,000	671,300	0	671,300	0	0	0
Closing Balances	(671,300)	0	0	0	0	0	0
Total Financing	\$3,283,500	\$21,626,200	\$18,102,200	\$39,728,400	\$2,907,300	\$6,266,300	\$9,173,600
Programs							
Chief Information Officer	\$895,200	\$870,800	\$0	\$870,800	\$610,500	\$59,000	\$669,500
Integrated Services (AGRC)	2,388,300	4,555,400	1,500,000	6,055,400	2,296,800	809,000	3,105,800
Technology Acquisition Projects	0	16,200,000	16,602,200	32,802,200	0	5,398,300	5,398,300
Total Budget	\$3,283,500	\$21,626,200	\$18,102,200	\$39,728,400	\$2,907,300	\$6,266,300	\$9,173,600
% Change from Authorized FY 2007 to Total FY 2008							(57.6%)
FTE Positions	--	20.5	0.0	20.5	20.5	0.0	20.5

TECHNOLOGY SERVICES

	General Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
TECHNOLOGY SERVICES FY 2008 OPERATING BUDGET						
Beginning Base Budget						
P1	\$9,320,900	\$350,000	\$9,730,700	\$250,000	\$148,300	\$19,799,900
P2	(7,900,000)	0	0	0	0	(7,900,000)
P3	5,700	0	0	0	0	5,700
P4	0	350,000	(9,200,000)	0	(148,300)	(8,998,300)
Total Beginning Base Budget - Technology Services	1,426,600	700,000	530,700	250,000	0	2,907,300
Statewide Ongoing Adjustments						
P5	31,200	0	23,400	0	0	54,600
P6	22,200	0	16,800	0	0	39,000
P7	(8,900)	0	(3,700)	0	0	(12,600)
P8	7,600	0	5,500	0	0	13,100
P9	800	0	500	0	0	1,300
<i>Subtotal Statewide Ongoing Adjustments - Technology Services</i>	<i>52,900</i>	<i>0</i>	<i>42,500</i>	<i>0</i>	<i>0</i>	<i>95,400</i>
Ongoing Adjustments						
P10	60,000	0	0	0	0	60,000
P11	0	0	1,499,700	0	0	1,499,700
<i>Subtotal Ongoing Adjustments - Technology Services</i>	<i>60,000</i>	<i>0</i>	<i>1,499,700</i>	<i>0</i>	<i>0</i>	<i>1,559,700</i>
One-time Adjustments						
P12	700,000	0	0	0	0	700,000
P13	0	0	3,911,200	0	0	3,911,200
<i>Subtotal One-time Adjustments - Technology Services</i>	<i>700,000</i>	<i>0</i>	<i>3,911,200</i>	<i>0</i>	<i>0</i>	<i>4,611,200</i>
Total FY 2008 Technology Services Adjustments	812,900	0	5,453,400	0	0	6,266,300
Total FY 2008 Technology Services Operating Budget	\$2,239,500	\$700,000	\$5,984,100	\$250,000	\$0	\$9,173,600
TECHNOLOGY SERVICES FY 2007 OPERATING BUDGET ADJUSTMENTS						
Supplemental Adjustments						
P14	\$0	\$0	\$1,500,000	\$0	\$0	\$1,500,000
P15	0	0	16,615,000	0	0	16,615,000
P16	(9,000)	0	(3,800)	0	0	(12,800)
<i>Subtotal Supplemental Adjustments - Technology Services</i>	<i>(9,000)</i>	<i>0</i>	<i>18,111,200</i>	<i>0</i>	<i>0</i>	<i>18,102,200</i>
Total FY 2007 Technology Services Budget Adjustments	(\$9,000)	\$0	\$18,111,200	\$0	\$0	\$18,102,200
TECHNOLOGY SERVICES TOTALS						
FY 2008 Operating Base Budget	\$1,426,600	\$700,000	\$530,700	\$250,000	\$0	\$2,907,300
FY 2008 Operating Ongoing and One-time Adjustments	812,900	0	5,453,400	0	0	6,266,300
FY 2008 Operating Recommendation	2,239,500	700,000	5,984,100	250,000	0	9,173,600
FY 2007 Operating Adjustments	(9,000)	0	18,111,200	0	0	18,102,200

TRANSPORTATION

Carson Howell, Analyst

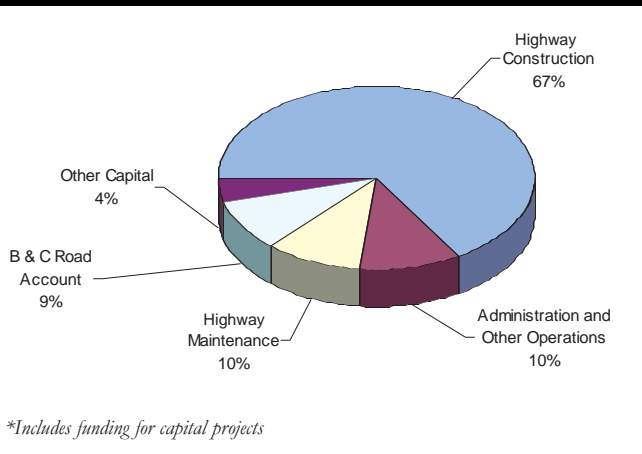


AGENCY BUDGET OVERVIEW

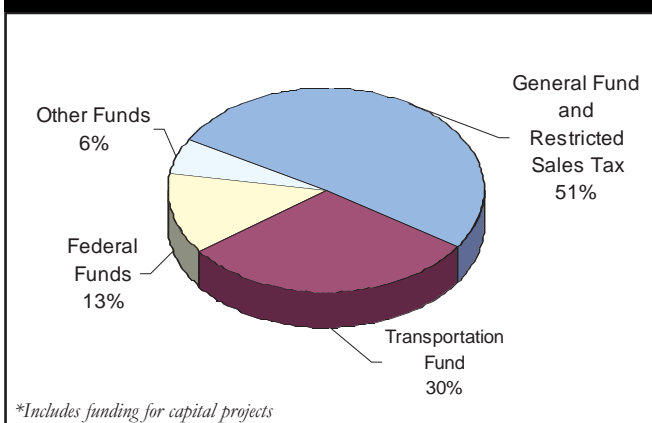
TRANSPORTATION

Mission: *Build and maintain the State's transportation system, plan and implement new highway projects, improve pavement conditions on existing roads, and assure highway safety through appropriate design and maintenance*

Where Will My Taxes and Fees Go for Transportation? (Total FY 2008 Funding is \$1,275,068,900)



Financing of Transportation (Based on FY 2008 Recommendations)



MAJOR ACCOMPLISHMENTS AND SERVICES

Maintain the current road system

- Maintains, repairs, and operates the state highway system consisting of over 6,000 miles of highways
- Manages the state highway system that serves over 70 percent of all vehicle miles traveled in Utah
- Preserves the highway system by applying treatments and other technologies to pavement extending its lifetime
- Preserves bridges through routine inspections, sealing treatments and deck pavement projects
- Maintains highways through plowing snow, maintaining drainage, improving roadway markings (striping/signs), pothole patching, and guardrail repair

Improve the highway system

- Maximizes traffic efficiency through intelligent transportation systems that include the Traffic Operations Center, cameras along the roadways, congestion detectors in the highways, weather sensors, and ramp meters at freeway interchanges
- Provides traveler information through the 511 system, a free travel information phone number that offers statewide updates on traffic, winter road conditions, and public transit
- Operates incident management teams that patrol Utah's roadways offering help to motorists in distress and aiding the highway patrol by managing traffic when accidents occur
- Removes snow and deploys over 130 snowplows along the Wasatch Front during a major snowstorm. Uses anti-icing methods to prevent black ice and snow-packed conditions

Increase highway safety

- Improves roadway safety through public awareness campaigns, improved design, high-visibility signs, rumble strips, new paint striping technologies, intersection improvements, and maintenance safety activities

Expand highway capacity

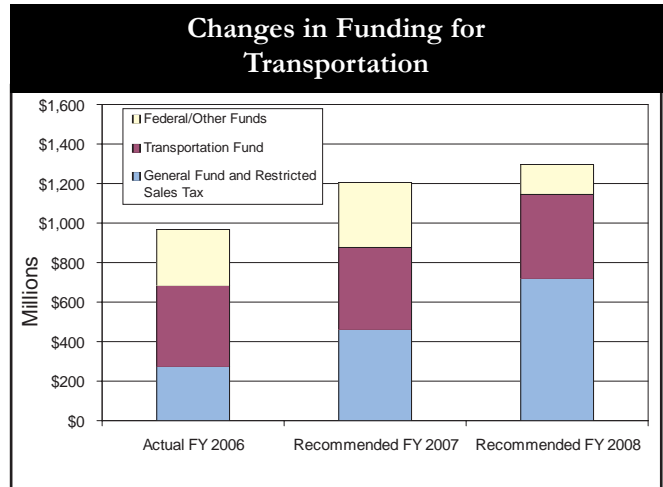
- Build the Legacy Parkway project to manage traffic between Davis and Salt Lake counties

RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See itemized table for full list of recommendations)

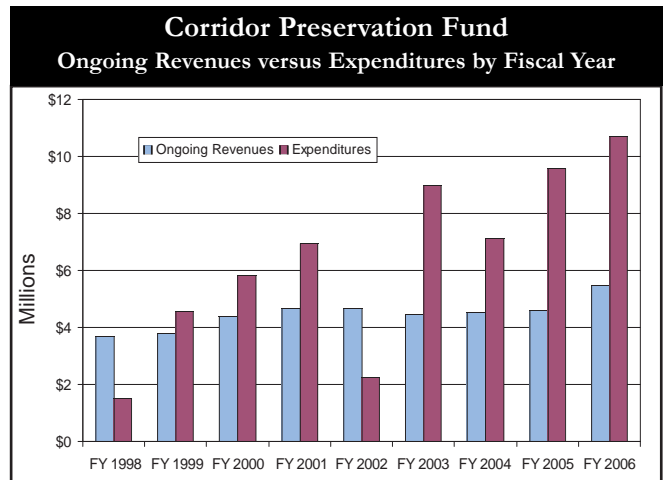
Maintain roadway conditions at suitable quality levels

- Increase maintenance funding to offset rising material costs with \$3,806,500 ongoing Transportation Fund
- Perform routine maintenance activities and snow removal on 406 additional lane miles that will be added to the state system during FY 2007 with \$1,545,200 ongoing Transportation Fund
- Start a new bridge replacement program that will ensure the safety and quality of bridges using \$20,000,000 one-time and \$20,000,000 ongoing General Fund



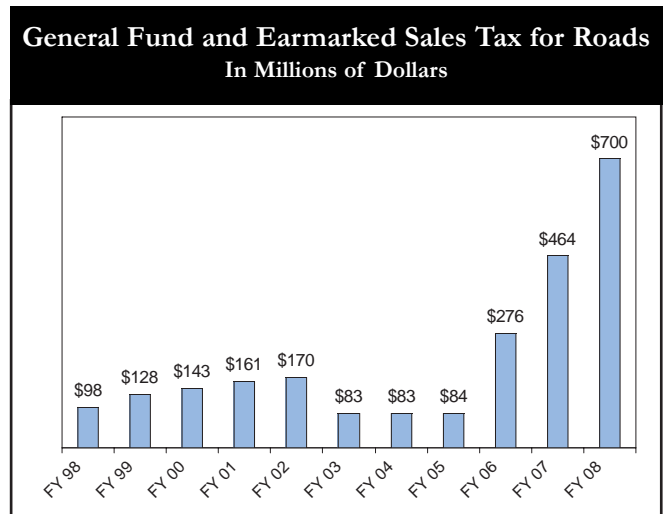
Preserve highway corridors before development occurs

- Increase funding in the Corridor Preservation Fund with \$20,000,000 one-time and \$20,000,000 ongoing General Fund; this will enhance the department's ability to preserve corridors before homes and businesses are built, saving the State hundreds of millions of dollars



Address capacity and safety conditions

- Construct a number of congestion-relief and/or safety projects throughout the State with \$70,000,000 one-time and \$30,000,000 ongoing General Fund
- Continue building Centennial Highway projects with \$250,000,000 one-time General Fund



PROPOSED LEGISLATIVE INTENT LANGUAGE

FY 2007 Proposed Legislative Intent

- If funds are available, Support Services is authorized to not lapse up to \$200,000 for software development.
- If funds are available, Engineering Services is authorized to not lapse up to \$200,000 for engineering services.
- If funds are available, Region Management is authorized to not lapse up to \$200,000 for region management.
- Funds appropriated for equipment purchases are nonlapsing.
- Funds appropriated to Maintenance Management are nonlapsing.
- Funds appropriated for one-time data processing are nonlapsing.
- A portion of the funds appropriated in the 2006 3rd Special Session House Bill 3001, *Technical Reallocation of Transportation Funding* (Bigelow) is used for corridor preservation to be placed in the Transportation Corridor Preservation Revolving Loan Fund. A portion of those monies shall be used for a match program with local governments and private entities and be placed in the Local Transportation Corridor Fund.
- The number of full-time equivalents (FTEs) for field crews may be adjusted to accommodate the increase or decrease in the federal construction program. No portion of the money appropriated by this item shall be used either directly or indirectly to enhance or increase appropriations made to the department for other purposes.
- All collections or cash income from the sale or salvage of land and buildings are to be lapsed to the Transportation Fund.
- Funds appropriated for sidewalk construction are nonlapsing.
- Funds appropriated from the Transportation Fund for pedestrian safety projects shall be used specifically to correct pedestrian hazards on state highways. Local authorities shall be encouraged to participate in the construction of pedestrian safety devices.
- Local participation in the Sidewalk Construction Program shall be 75 percent state and 25 percent local match. If local governments cannot use their allocation of Sidewalk Safety Funds in two years, those funds will be available for other governmental entities which are prepared to use the resources.
- Funds appropriated from the Federal Mineral Lease Account shall be used for improvement or reconstruction of highways that have been heavily impacted by energy development and are nonlapsing.

FY 2008 Proposed Legislative Intent

- Any surplus 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 industries engaged in developing the State's natural resources shall be encouraged to participate in the construction of highways leading to their facilities.
- If funds are available, Aeronautics is authorized to not lapse up to \$200,000 for airport construction.

TRANSPORTATION
Operating Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$88,100	\$1,728,100	\$0	\$1,728,100	\$88,100	\$140,000	\$228,100
Transportation Fund	166,714,200	179,325,000	166,700	179,491,700	176,681,700	16,439,500	193,121,200
Federal Funds	60,042,600	42,689,200	0	42,689,200	42,689,200	0	42,689,200
Dedicated Credits	28,928,600	16,592,000	73,400	16,665,400	16,592,000	1,073,400	17,665,400
Restricted and Trust Funds	7,350,700	6,810,100	0	6,810,100	6,812,900	62,200	6,875,100
Beginning Balances	500,000	1,207,500	0	1,207,500	0	0	0
Closing Balances	(1,207,500)	0	0	0	0	0	0
Lapsing Funds	(4,332,300)	0	0	0	0	0	0
Total Financing	\$258,084,400	\$248,351,900	\$240,100	\$248,592,000	\$242,863,900	\$17,715,100	\$260,579,000
Programs							
Transportation							
Support Services	\$25,754,400	\$29,434,200	\$134,700	\$29,568,900	\$27,028,000	\$3,207,100	\$30,235,100
Engineering Services	34,679,600	29,897,100	(13,000)	29,884,100	28,769,400	937,700	29,707,100
Maintenance Management	103,696,800	119,335,700	(2,100)	119,333,600	118,201,800	11,265,900	129,467,700
Region District Management	23,563,200	25,298,000	(12,100)	25,285,900	24,558,100	1,081,600	25,639,700
Equipment Management	27,791,200	17,193,200	132,600	17,325,800	17,110,100	1,180,800	18,290,900
Aeronautics	42,599,200	27,193,700	0	27,193,700	27,196,500	42,000	27,238,500
Total Budget	\$258,084,400	\$248,351,900	\$240,100	\$248,592,000	\$242,863,900	\$17,715,100	\$260,579,000
% Change from Authorized FY 2007 to Total FY 2008							4.9%
FTE Positions	--	1,658.5	0.0	1,658.5	1,658.5	0.0	1,658.5

TRANSPORTATION
Capital Budget

Governor Huntsman's Recommendations							
	Actual FY 2006	Authorized FY 2007	Supple- mentals	Recommended FY 2007	Base FY 2008	Ongoing and One-time Adj.	Total FY 2008
Plan of Financing							
General Fund	\$120,000,000	\$291,000,000	\$0	\$291,000,000	\$90,000,000	\$430,000,000	\$520,000,000
Transportation Fund	242,720,300	233,223,300	0	233,223,300	234,173,800	2,000,000	236,173,800
Federal Funds	262,142,900	176,831,400	0	176,831,400	137,844,500	0	137,844,500
Dedicated Credits	17,851,600	1,550,000	0	1,550,000	1,550,000	0	1,550,000
Mineral Lease	53,361,200	51,659,800	0	51,659,800	53,428,000	0	53,428,000
Restricted and Trust Funds	105,424,700	211,650,700	0	211,650,700	220,411,700	0	220,411,700
Transfers	(120,393,400)	(122,322,400)	0	(122,322,400)	(127,675,200)	0	(127,675,200)
Beginning Balances	174,005,200	145,364,900	0	145,364,900	32,855,100	0	32,855,100
Closing Balances	(145,364,900)	(32,855,100)	0	(32,855,100)	(60,098,000)	0	(60,098,000)
Total Financing	\$709,747,600	\$956,102,600	\$0	\$956,102,600	\$582,489,900	\$432,000,000	\$1,014,489,900
Projects							
Construction	\$376,486,200	\$372,951,900	\$0	\$372,951,900	\$272,951,900	\$180,000,000	\$452,951,900
Sidewalk Construction	387,500	2,375,100	0	2,375,100	500,000	0	500,000
B&C Road Account	114,762,900	120,013,800	0	120,013,800	120,013,800	0	120,013,800
Maintenance Sheds	0	1,200,000	0	1,200,000	0	2,000,000	2,000,000
Centennial Highway Fund	164,749,800	407,902,000	0	407,902,000	135,596,200	250,000,000	385,596,200
Mineral Lease Programs	53,361,200	51,659,800	0	51,659,800	53,428,000	0	53,428,000
Transportation Investment Fund	0	0	0	0	0	0	0
Total Budget	\$709,747,600	\$956,102,600	\$0	\$956,102,600	\$582,489,900	\$432,000,000	\$1,014,489,900
% Change from Authorized FY 2007 to Total FY 2008							6.1%

CENTENNIAL HIGHWAY FUND
(In Millions of Dollars)

	Through	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009	Total
Annual Funding Available											
1 Beginning Balance	\$0.0	\$64.0	\$305.4	\$320.3	\$216.9	\$172.1	\$143.3	\$32.8	\$60.0		
2 General Fund	557.0	146.0	59.6	59.6	59.6	90.0	201.0	250.0	0.0		\$1,422.7
3 General Fund I-15 Savings Transfer	0.0	(21.2)	(10.8)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(32.0)
4 General Fund Sales Tax (1/64 cent)	8.2	4.9	4.8	4.6	5.5	6.3	6.4	6.4	6.4	6.6	53.7
5 General Fund Sales Tax (2005 Legislature)	0.0	0.0	0.0	0.0	0.0	59.6	0.0	0.0	0.0	0.0	59.6
6 General Fund Sales Tax - 8.3% (2006 Legislature)	0.0	0.0	0.0	0.0	0.0	0.0	164.7	173.0	178.2	178.2	515.9
7 Transit Tax Revenue	0.0	0.9	6.2	2.4	1.2	1.2	0.0	0.0	0.0	0.0	12.0
8 Transportation Funds - Gas Tax 5.5 Cents	230.6	61.8	63.7	65.6	67.6	69.6	1.7	73.8	76.0	76.0	710.4
9 Department Contribution	31.4	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	79.4
10 Registration Fee Increase	65.5	18.1	18.7	19.6	20.4	21.5	20.6	22.2	22.9	22.9	229.5
11 Investment Income	52.3	2.9	5.4	2.8	3.1	2.8	1.2	0.0	0.0	0.0	70.5
12 General Obligation Bonds Issued	908.0	277.8	95.3	0.0	47.0	0.0	0.0	0.0	0.0	0.0	1,328.1
13 Premiums on Bonds Issued	18.9	11.2	14.0	31.9	4.7	0.0	0.0	0.0	0.0	0.0	80.7
14 Less: Issuance Costs	(3.5)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(3.5)
15 Less: Debt Service - Interest/Fees	(151.2)	(51.5)	(51.3)	(52.9)	(53.2)	(48.8)	(46.8)	(42.3)	(37.5)	(37.5)	(535.5)
16 Less: Debt Service - Principal	0.0	(33.8)	(35.6)	(79.7)	(74.3)	(77.6)	(81.5)	(91.4)	(99.1)	(99.1)	(572.9)
17 Federal Sources	231.0	46.9	34.8	42.3	20.5	5.4	24.0	15.0	0.0	0.0	420.0
18 Local Governments	15.3	(8.4)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	6.9
19 Olympic Maintenance	15.3	(15.3)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total Annual Funding Available	\$1,978.6	\$510.4	\$516.2	\$422.5	\$325.2	\$308.1	\$440.6	\$445.6	\$213.1	\$3,845.5	
Project Expenditures											
21 I-15 Project Costs	\$1,523.1	\$22.0	\$3.1	\$4.6	\$1.2	(\$3.9)	\$7.9	\$0.0	\$0.0	\$0.0	\$1,558.0
22 Other Projects	391.5	183.0	192.8	201.0	151.8	168.7	400.0	385.6	188.4	188.4	2,262.8
Total Project Expenditures	\$1,914.6	\$205.0	\$196.0	\$205.5	\$153.0	\$164.8	\$407.9	\$385.6	\$188.4	\$3,820.8	
Ending Balance	\$64.0	\$305.4	\$320.3	\$216.9	\$172.1	\$143.3	\$32.8	\$60.0	\$24.7		
Bond Debt Outstanding	\$908.0	\$1,152.0	\$1,105.9	\$1,132.1	\$1,104.8	\$1,027.2	\$945.7	\$854.3	\$755.2		

Notes to Row Numbers

- (3) Savings from the I-15 project transferred to General Fund
- (4) Sales tax generated by the 1/64 cent tax rate that previously went to the Sports Authority Special Revenue Fund - estimated growth rate is 5.0 percent per year
- (5) Sales tax dedicated to the Centennial Highway Fund Restricted Account through passage of House Bill 1008, Transportation Investment Act (Lockhart), in the 2005 First Special Session
- (6) Sales tax dedicated to the Centennial Highway Fund Restricted Account through passage of House Bill 112, Transportation Investment Act (Lockhart), in the 2006 General Session
- (7) Portion of the 1/4 cent transit tax increase passed by Salt Lake County voters in the 2000 General Election
- (8) Transportation revenues from fuel tax increase passed in the 1997 General Session - estimated growth rate is 3.0 percent per year
The Legislature passed House Bill 3001, Technical Reallocation of Transportation Funding (Bigelow), in the 2006 3rd Special Session. For FY 2007, this bill reallocated \$70 million Transportation Fund and \$30 million federal funds to Construction Management and replaced this reallocation with \$100 million General Fund.
- (10) Transportation revenues from auto and truck registration fee increase passed in the 1997 General Session

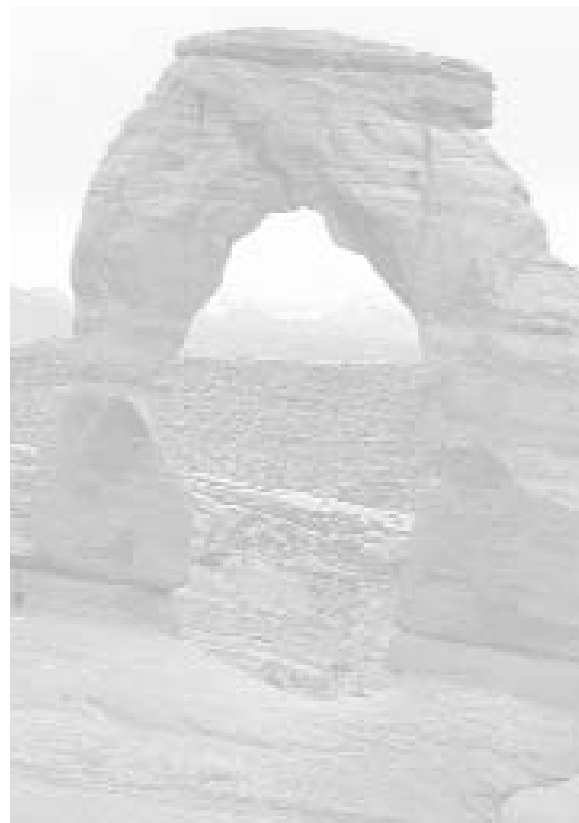
Note: Minor differences on table are due to rounding numbers to the nearest million

TRANSPORTATION

	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds
TRANSPORTATION FY 2008 OPERATING BUDGET							
Beginning Base Budget							
Q1	\$1,728,100	\$179,325,000	\$42,689,200	\$16,592,000	\$6,810,100	\$0	\$247,144,400
Q2	(1,640,000)	(3,000,000)	0	0	0	0	(4,640,000)
Q3	0	356,700	0	0	2,800	0	359,500
Total Beginning Base Budget - Transportation	88,100	176,681,700	42,689,200	16,592,000	6,812,900	0	242,863,900
Statewide Ongoing Adjustments							
Q4	0	3,381,000	0	0	28,400	0	3,409,400
Q5	0	2,415,000	0	0	20,200	0	2,435,200
Q6	0	(66,500)	0	0	500	0	(66,000)
Q7	0	178,200	0	73,400	300	0	251,900
Q8	0	1,670,900	0	0	12,100	0	1,683,000
Q9	0	85,200	0	0	700	0	85,900
<i>Subtotal Statewide Ongoing Adjustments - Transportation</i>	<i>0</i>	<i>7,663,800</i>	<i>0</i>	<i>73,400</i>	<i>62,200</i>	<i>0</i>	<i>7,799,400</i>
Ongoing Adjustments							
Maintenance Management							
Q10	0	3,349,000	0	0	0	0	3,349,000
Q11	0	1,545,200	0	0	0	0	1,545,200
Q12	0	75,000	0	0	0	0	75,000
Q13	0	3,806,500	0	0	0	0	3,806,500
Q14	0	0	0	1,000,000	0	0	1,000,000
<i>Subtotal Ongoing Adjustments - Transportation</i>	<i>0</i>	<i>8,775,700</i>	<i>0</i>	<i>1,000,000</i>	<i>0</i>	<i>0</i>	<i>9,775,700</i>
One-time Adjustments							
Support Services							
Q15	140,000	0	0	0	0	0	140,000
<i>Subtotal One-time Adjustments - Transportation</i>	<i>140,000</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>140,000</i>
Total FY 2008 Transportation Adjustments	140,000	16,439,500	0	1,073,400	62,200	0	17,715,100
Total FY 2008 Transportation Operating Budget	\$228,100	\$193,121,200	\$42,689,200	\$17,665,400	\$6,875,100	\$0	\$260,579,000
TRANSPORTATION FY 2007 OPERATING BUDGET ADJUSTMENTS							
Supplemental Adjustments							
Department							
Q16	\$0	\$166,700	\$0	\$73,400	\$0	\$0	\$240,100
<i>Subtotal Supplemental Adjustments - Transportation</i>	<i>0</i>	<i>166,700</i>	<i>0</i>	<i>73,400</i>	<i>0</i>	<i>0</i>	<i>240,100</i>
Total FY 2007 Transportation Budget Adjustments	\$0	\$166,700	\$0	\$73,400	\$0	\$0	\$240,100

TRANSPORTATION - CONTINUED

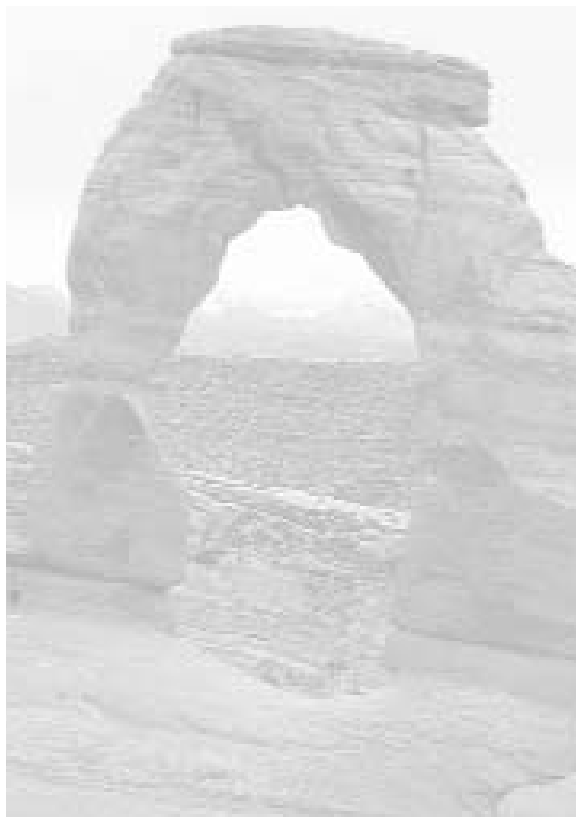
TRANSPORTATION FY 2008 CAPITAL BUDGET									
	General Fund	Transportation Fund	Federal Funds	Dedicated Credits	Restricted Funds	Other Funds	Total Funds		
Base Budget									
Q17	\$291,000,000	\$233,223,300	\$153,210,400	\$2,888,000	\$196,182,700	(\$32,908,600)	\$843,595,800		
Q18	(201,000,000)	0	0	0	0	0	(201,000,000)		
Q19	0	950,500	(15,365,900)	(1,338,000)	24,229,000	(68,581,500)	(60,105,900)		
Total FY 2008 Transportation Capital Base Budget	90,000,000	234,173,800	137,844,500	1,550,000	220,411,700	(101,490,100)	582,489,900		
Ongoing Adjustments									
Construction Management									
Q20	20,000,000	0	0	0	0	0	20,000,000		
Q21	20,000,000	0	0	0	0	0	20,000,000		
Q22	30,000,000	0	0	0	0	0	30,000,000		
	70,000,000	0	0	0	0	0	70,000,000		
<i>Subtotal Ongoing Capital Adjustments - Transportation</i>									
One-time Adjustments									
Centennial Highway Program									
Q23	250,000,000	0	0	0	0	0	250,000,000		
Construction Management									
Q24	20,000,000	0	0	0	0	0	20,000,000		
Q25	70,000,000	0	0	0	0	0	70,000,000		
Q26	20,000,000	0	0	0	0	0	20,000,000		
Maintenance Sheds									
Q27	0	2,000,000	0	0	0	0	2,000,000		
	360,000,000	2,000,000	0	0	0	0	362,000,000		
<i>Subtotal One-time Capital Adjustments - Transportation</i>									
Total FY 2008 Transportation Capital Adjustments	430,000,000	2,000,000	0	0	0	0	432,000,000		
Total FY 2008 Transportation Capital Budget	\$520,000,000	\$236,173,800	\$137,844,500	\$1,550,000	\$220,411,700	(\$101,490,100)	\$1,014,489,900		
TRANSPORTATION TOTALS									
FY 2008 Operating Base Budget	\$88,100	\$176,681,700	\$42,689,200	\$16,592,000	\$6,812,900	\$0	\$242,863,900		
FY 2008 Operating Ongoing and One-time Adjustments	140,000	16,439,500	0	1,073,400	62,200	0	17,715,100		
FY 2008 Operating Recommendation	228,100	193,121,200	42,689,200	17,665,400	6,875,100	0	260,579,000		
FY 2007 Operating Adjustments	0	166,700	0	73,400	0	0	240,100		
FY 2008 Capital Base Budget	90,000,000	234,173,800	137,844,500	1,550,000	220,411,700	(101,490,100)	582,489,900		
FY 2008 Capital Ongoing and One-time Adjustments	430,000,000	2,000,000	0	0	0	0	432,000,000		
FY 2008 Capital Recommendation	520,000,000	236,173,800	137,844,500	1,550,000	220,411,700	(101,490,100)	1,014,489,900		



State of Utah

Capital Budget and Debt Service Summary

- Capital budget overview
- Capital table showing three-year comparisons
- Capital facility projects recommended for FY 2008 and supplemental projects for FY 2007
- Debt service table showing three-year comparisons
- Bonds outstanding



CAPITAL BUDGET AND DEBT SERVICE

Richard Amon, Analyst



RECOMMENDATIONS: GOVERNOR'S GOALS AND INITIATIVES

(See following tables for full list of recommendations)

CAPITAL BUDGET AND DEBT SERVICE OVERVIEW

- The capital budget includes appropriations for the acquisition, development, construction, and improvement of fixed public assets.
- The debt service budget includes appropriations for debt services payments on all capital facility general obligation bonds, highway general obligation bonds, and State Building Ownership Authority (SBOA) revenue bonds.

Address highway capacity and safety conditions

- Construct a number of congestion-relief and/or safety projects throughout the State to reduce congestion and improve safety for the driving public with \$30,000,000 ongoing and \$70,000,000 one-time General Fund
- Repair and replace bridges throughout the State with \$20,000,000 ongoing and \$20,000,000 one-time General Fund
- Continue building Centennial Highway projects with \$250,000,000 one-time General Fund

Preserve highway corridors before development occurs

- Increase funding for the Corridor Preservation Fund with \$20,000,000 ongoing and \$20,000,000 one-time General Fund

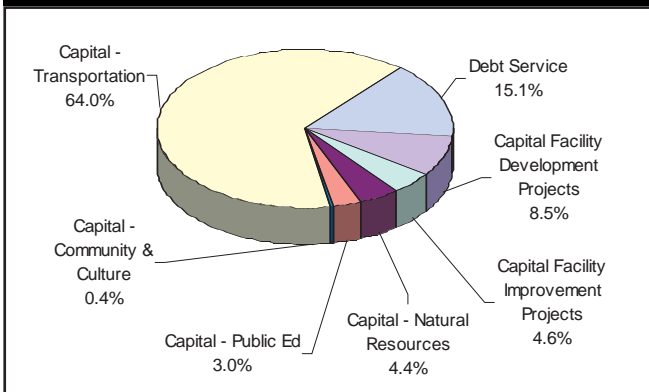
Maintain state facilities to increase building life and reduce costly future repairs

- State law requires annual capital improvement funding to be at least 1.1 percent of the estimated replacement cost of all state facilities; this requires an increase of \$10,138,600 ongoing General Fund

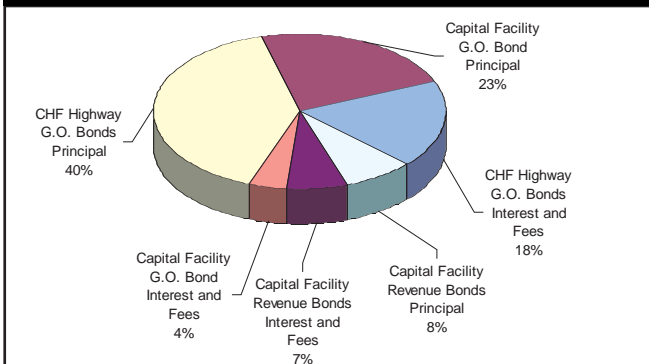
Equalize capital funding for growing school districts

- Increase Public Education's Enrollment Growth Program with \$10,000,000 one-time Education Fund

Where Will My Taxes and Fees Go for Capital Budget and Debt Service?
(Total FY 2008 Operational Funding is \$1,585,770,100)



Debt Service Expenditures
(Based on FY 2008 Recommendations)

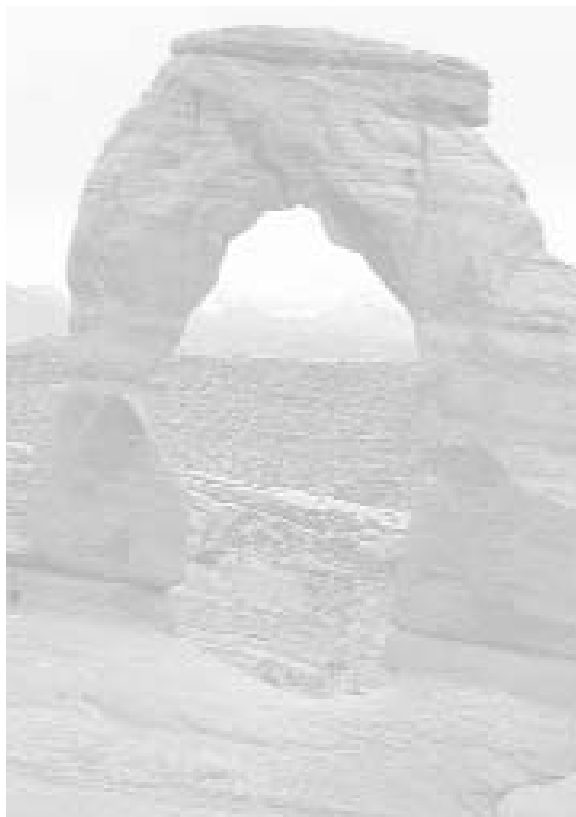


The State has a triple A rating on general obligation bonds from Moody's Investors Service, Standard and Poor's Corporation, and Fitch Ratings; and a double A rating on revenue bonds from Moody's Investors Service and Standard and Poor's Corporation.

New Capital Facility Development Project Recommendations (in millions)

Capitol restoration project	\$51.0
Health lab	30.9
St. George Courthouse	29.0
Weber State University classroom building and chiller	23.0
Snow College library classroom building	17.7
Deaf/Blind Schools Connor Street replacement	15.8
Davis ATC technology and manufacturing building	14.2
University of Utah College of Nursing renovation	13.8
Joint Driver License and DMV	5.3
Total	\$200.7

Capital facility development projects address economic development initiatives, inadequate space needs, and building safety conditions.



CAPITAL BUDGET

All Sources of Funding

Governor Huntsman's Recommendations								
	Actual FY 2006	Authorized FY 2007	Supplementals	Recommended FY 2007	Base FY 2008	Ongoing/ One-time Adj.	Total FY 2008	FY 2007 Bond
Plan of Financing								
General Fund	\$175,979,300	\$460,633,100	\$34,342,000	\$494,975,100	\$138,379,300	\$538,074,400	\$676,453,700	\$0
Education Fund	84,081,900	133,140,600	38,778,000	171,918,600	74,307,400	48,455,200	122,762,600	0
Trans. Fund	242,720,300	233,223,300	0	233,223,300	234,173,800	2,000,000	236,173,800	0
Federal Funds	266,621,600	189,551,700	0	189,551,700	150,564,800	0	150,564,800	0
Dedicated Credits	18,466,900	1,575,000	0	1,575,000	1,575,000	0	1,575,000	0
Mineral Lease	59,686,900	57,778,600	0	57,778,600	59,767,100	0	59,767,100	0
Rest./Trust Funds	118,473,700	222,330,700	0	222,330,700	231,091,700	4,000,000	235,091,700	0
FY 2007 Rev. Bond	0	0	0	0	0	0	0	1,476,000
Transfers	(121,285,300)	(123,554,700)	0	(123,554,700)	(128,907,500)	0	(128,907,500)	0
Other Funds	0	0	0	0	0	20,000,000	20,000,000	0
Beginning Balances	179,971,400	152,011,300	0	152,011,300	32,855,100	0	32,855,100	0
Closing Balances	(152,011,300)	(32,855,100)	0	(32,855,100)	(60,098,000)	0	(60,098,000)	0
Lapsing Funds	(567,800)	0	0	0	0	0	0	0
Total Financing	\$872,137,600	\$1,293,834,500	\$73,120,000	\$1,366,954,500	\$733,708,700	\$612,529,600	\$1,346,238,300	\$1,476,000
Departments								
Admin. Services	\$77,345,600	\$141,541,300	\$50,170,000	\$191,711,300	\$92,921,300	\$67,665,600	\$160,586,900	\$1,476,000
Comm. and Culture	6,325,700	56,118,800	0	56,118,800	6,339,100	0	6,339,100	0
Higher Education	30,743,000	68,042,000	22,950,000	90,992,000	0	47,664,000	47,664,000	0
Natural Resources	15,686,800	34,740,900	0	34,740,900	24,669,500	45,200,000	69,869,500	0
Public Education	32,288,900	37,288,900	0	37,288,900	27,288,900	20,000,000	47,288,900	0
Transportation	709,747,600	956,102,600	0	956,102,600	582,489,900	432,000,000	1,014,489,900	0
Total Budget	\$872,137,600	\$1,293,834,500	\$73,120,000	\$1,366,954,500	\$733,708,700	\$612,529,600	\$1,346,238,300	\$1,476,000
% Change from Authorized FY 2007 to Total FY 2008								4.1%

This table shows a summary of capital project costs for all departments and includes roads, General Fund appropriations to loan programs, state parks improvements, the Public Education Capital Outlay Program, and Community and Culture. The table on the following page shows only facility-related projects including the cost of each facility development or acquisition. For more detail on other projects, refer to the capital tables in the individual department sections.

CAPITAL FACILITIES BUDGET - FY 2008 Governor Huntsman's Recommendations

All Sources of Funding

	General Fund	Education Fund	Transportation	Restricted/Trust	Total Appropriated	Donations / Private / Institutional	SBOA Revenue Bonds	Total Project
CAPITAL FACILITY PROJECTS								
Administrative Services								
1 Statewide capital improvements	\$45,250,200	\$27,809,700	\$0	\$0	\$73,059,900	\$0	\$0	\$73,059,900 1
2 Capitol restoration	51,000,000	0	0	0	51,000,000	0	0	51,000,000 2
3 Health lab	30,852,000	0	0	0	30,852,000	0	0	30,852,000 3
4 ABC North Temple store expansion	0	0	0	1,000,000	1,000,000	0	0	1,000,000 4
5 ABC Bountiful store reconstruction	0	0	0	1,500,000	1,500,000	0	0	1,500,000 5
6 ABC Taylorsville store expansion	0	0	0	1,500,000	1,500,000	0	0	1,500,000 6
7 Replacement of state parking lot (YWCA)	1,675,000	0	0	0	1,675,000	0	0	1,675,000 7
8 UCI production warehouse phase I	0	0	0	0	0	0	1,476,000	1,476,000 8
Total Administrative Services	128,777,200	27,809,700	0	4,000,000	160,586,900	0	1,476,000	162,062,900
Higher Education								
9 U of U School of Nursing renovation/central plant	0	13,775,000	0	0	13,775,000	9,000,000 (a)	0	22,775,000 9
10 Snow library and classroom building	0	17,651,000	0	0	17,651,000	3,300,000 (a)	0	20,951,000 10
11 DATC technology and manufacturing building	0	14,238,000	0	0	14,238,000	762,000 (a)	0	15,000,000 11
12 SUU land for Shakespearean Festival	0	2,000,000	0	0	2,000,000	0	0	2,000,000 12
13 WSU Hurst Center for Lifelong Learning	0	0	0	0	0	7,200,000 (a)	0	7,200,000 13
14 SLCC facilities and parking building	0	0	0	0	0	2,500,000 (b)	0	2,500,000 14
15 U of U Student Life Center	0	0	0	0	0	42,500,000 (b)	0	42,500,000 15
Total Higher Education	0	47,664,000	0	0	47,664,000	65,262,000	0	112,926,000
Transportation								
16 Panguitch maintenance station addition	0	0	2,000,000	0	2,000,000	0	0	2,000,000 16
Total Transportation	0	0	2,000,000	0	2,000,000	0	0	2,000,000
TOTAL CAP. FACILITY PROJECTS	\$128,777,200	\$75,473,700	\$2,000,000	\$4,000,000	\$210,250,900	\$65,262,000	\$1,476,000	\$276,988,900

(a) Private donations

(b) Student fees and private donations

CAPITAL FACILITIES BUDGET - FY 2007 Governor Huntsman's Supplemental Recommendations

All Sources of Funding

	General Fund	Education Fund	Trans- portation	Restricted/ Trust	Total Appropriated	Donations / Private / Institutional	SBOA Revenue Bonds	Total Project
CAPITAL FACILITY PROJECTS								
Administrative Services								
17 St. George Courthouse	\$29,000,000	\$0	\$0	\$0	\$29,000,000	\$0	\$0	\$29,000,000 17
18 Tax joint Driver License/DMV building	5,342,000	0	0	0	5,342,000	0	0	5,342,000 18
19 Schools for the Deaf and the Blind	0	15,828,000	0	0	15,828,000	0	0	15,828,000 19
Total Administrative Services	34,342,000	15,828,000	0	0	50,170,000	0	0	50,170,000
Higher Education								
20 WSU classroom building/chiller plant	0	22,950,000	0	0	22,950,000	6,000,000 (c)	0	28,950,000 20
Total Higher Education	0	22,950,000	0	0	22,950,000	6,000,000	0	28,950,000
TOTAL CAP. FACILITY PROJECTS	\$34,342,000	\$38,778,000	\$0	\$0	\$73,120,000	\$6,000,000	\$0	\$79,120,000

(c) Private donations.

DEBT SERVICE
All Sources of Funding

Governor Huntsman's Recommendations							
Plan of Financing	Actual FY 2006	Authorized FY 2007	Supplementals	Recommended FY 2007	Base FY 2008	Ongoing & Onetime Adj.	Total FY 2008
General Fund	\$59,879,700	\$51,679,700	\$0	\$51,679,700	\$51,679,700	\$0	\$51,679,700
Education Fund	17,164,300	17,164,300	0	17,164,300	17,164,300	0	17,164,300
Dedicated Credits	25,252,700	34,368,900	0	34,368,900	34,578,800	0	34,578,800
Restricted and Trust Funds	133,597,800	135,181,200	0	135,181,200	135,181,200	0	135,181,200
Transfers	7,628,300	0	0	0	0	0	0
Beginning Balances	12,635,900	20,722,200	0	20,722,200	23,358,700	0	23,358,700
Closing Balances	(20,722,200)	(23,358,700)	0	(23,358,700)	(22,430,900)	0	(22,430,900)
Total Financing	\$235,436,500	\$235,757,600	\$0	\$235,757,600	\$239,531,800	\$0	\$239,531,800
Programs							
Debt Service							
G.O. Bond Principal	\$137,120,000	\$140,470,000	\$0	\$140,470,000	\$150,885,000	\$0	\$150,885,000
G.O. Bond Interest	67,570,600	60,597,000	0	60,597,000	53,746,300	0	53,746,300
G.O. Bond Fees	93,600	98,700	0	98,700	98,700	0	98,700
Revenue Bond Principal	15,626,000	17,729,200	0	17,729,200	18,806,100	0	18,806,100
Revenue Bond Interest	14,873,600	16,706,100	0	16,706,100	15,862,800	0	15,862,800
Revenue Bond Fees	152,700	156,600	0	156,600	132,900	0	132,900
Total Budget	\$235,436,500	\$235,757,600	\$0	\$235,757,600	\$239,531,800	\$0	\$239,531,800
% Change from Authorized FY 2007 to Total FY 2008							1.6%

GENERAL OBLIGATION BONDS OUTSTANDING

As of December 1, 2006

Bond Series or Bond Authorization	Original Amount	Final Maturity Date	Outstanding Principal as of 1-Dec-06	Amount Exempt From Statutory Debt Limit	Unissued Bond Authorizations ^(a)
Capital Facility Projects					
2002A Series	\$129,640,000	July 1, 2007	\$45,400,000	\$0	
2003A Series	138,020,000	July 1, 2010	133,925,000	0	
2004B Series	93,585,000	July 1, 2011	71,445,000	0	
2002 Authorization HB 252 (Adair) - USU engineering building					\$6,206,300
2004 Authorization HB 2 (Pace) - various projects					9,142,400
2005 Authorization HB 1007 (Buxton) - Veterans' Nursing Home					4,600,000
2006 Authorization SB 75 (Mansell) - USTAR Initiative					111,100,000
Capital Facility Projects Subtotal			\$250,770,000	\$0	
Highway Projects					
1997E Series	\$135,000,000	July 1, 2007	\$10,500,000	\$10,500,000	
1997F Series	205,000,000	July 1, 2007	17,375,000	17,375,000	
1998A Series	210,000,000	July 1, 2008	36,475,000	36,475,000	
2001B Series (Refunding - \$208.000M)	334,250,000	July 1, 2009	108,425,000	108,425,000	
2002A Series	151,560,000	July 1, 2011	28,775,000	0	
2002B Series (Refunding)	253,100,000	July 1, 2012	250,700,000	250,700,000	
2003A Series (Refunding \$128.700M)	269,385,000	July 1, 2013	172,325,000	169,325,000	
2004A Series (Refunding)	314,775,000	July 1, 2016	314,775,000	125,315,000	
2004B Series	47,050,000	July 1, 2019	47,050,000	47,050,000	
2000 Authorization SB 273 (Steele) - Interstate 80 interchange at 5600 West					\$6,000,000 ^(b)
2003 Authorization HB 260 (Harper) - Salt Lake County 1/4 of 0.25 percent					26,398,200 ^(b)
Highway Projects Subtotal			\$986,400,000	\$765,165,000	
Total General Obligation Bonds Outstanding			\$1,237,170,000	\$765,165,000	
Plus Unamortized Premiums			72,566,000	42,256,500	
Less Deferred Amount on Refunding			(18,361,700)	(13,324,100)	
Total General Obligation Bonds Payable			\$1,291,374,300	\$794,097,400	
Debt Per Capita ^(c)			\$494		

(a) Bonds authorized but not yet issued. (b) These bond authorizations are exempt from statutory debt limit calculations.
(c) Based on 2006 population estimate of 2,615,129.

Constitutional Debt Limit, Utah Constitution Article XIV, Section 1

Total Fair Market Value (FMV) of Taxable Property	\$198,982,832,600
Constitutional Debt Limit (1.5 percent)	\$2,984,742,500
Less: Outstanding General Obligation Debt	(1,291,374,300)
Additional Constitutional Debt Incurring Capacity of the State	\$1,693,368,200

Limits general obligation debt to 1.5 percent of the total FMV of taxable property. The FMV of taxable property is based on the Utah Property Tax 2005 Annual Statistical Report.

State Appropriations and Tax Limitation Statutory Debt Limit, Title 63, Chapter 38c, Section 402

Fiscal Year Ending June 30, 2007 Appropriation Limit	\$2,278,912,100
Statutory General Obligation Debt Limit (45 percent)	\$1,025,510,400
Less: Outstanding General Obligation Debt	(1,291,374,300)
Plus: Statutorily Exempt General Obligation Highway Bonds	794,097,400
Remaining Statutory G.O. Debt Incurring Capacity	\$528,233,500

Limits outstanding general obligation debt to no more than 45 percent of the maximum allowable limit on appropriations from the General Fund and from non-Uniform School Fund income tax revenues.

STATE BUILDING OWNERSHIP AUTHORITY REVENUE BONDS OUTSTANDING

As of December 1, 2006

Bond Series or Bond Authorization	Original Amount	Final Maturity Date	Principal as of 1-Dec-06	Exempt From Statutory Debt Limit	Unissued Bond Authorizations ^(a)
1992AB Series	\$27,580,000	August 15, 2011	\$10,290,000	\$0	
1993A Series	6,230,000	January 1, 2013	2,975,000	0	
1995A Series	93,000,000	May 15, 2007	4,155,000	0	
1996AB Series	61,600,000	May 15, 2007	3,160,000	0	
1997A Series	4,150,000	May 15, 2008	385,000	0	
1998A Series	25,710,000	May 15, 2008	1,510,000	0	
1998C Series (Refunding)	105,100,000	May 15, 2019	103,685,000	0	
1999A Series	9,455,000	May 15, 2009	1,150,000	0	
2001A Series	69,850,000	May 15, 2021	64,675,000	0	
2001B Series	25,780,000	May 15, 2024	23,595,000	0	
2001C Series	30,300,000	May 15, 2022	30,300,000	0	
2003 Series (Refunding \$4.455M)	22,725,000	May 15, 2025	21,485,000	0	
2004A Series (Refunding \$19.095M)	45,805,000	May 15, 2027	44,975,000	0	
2004B Series (Refunding)	8,920,000	May 15, 2013	8,615,000	0	
2006A Series	8,355,000	May 15, 2027	8,355,000	0	
1999 Authorization SB 2 (Evans B.) - Human Services Brigham City office					\$2,510,000
2000 Authorization SB 235 (Suazo) - State Fair Park multipurpose building					10,500,000
2006 Authorization SB 236 (Hickman) - three Department of Alcoholic Beverage Control stores					7,371,000
Total State Building Ownership Authority Revenue Bonds Outstanding			\$329,310,000	\$0	
Plus Unamortized Premiums			4,693,100	0	
Less Deferred Amount on Refunding			(1,989,200)	0	
Total State Building Ownership Authority Revenue Bonds Payable			\$332,013,900	\$0	
Debt Per Capita ^(b)			\$127		

(a) Bonds authorized but not yet issued.

(b) Based on 2006 population estimate of 2,615,129.

State Building Ownership Authority (SBOA) Statutory Debt Limit, Title 63B, Chapter 1, Section 306

Total Fair Market Value (FMV) of Taxable Property	<u>\$198,982,832,600</u>
Statutory Debt Limit (1.5 percent)	\$2,984,742,500
Less: General Obligation Debt	(1,291,374,300)
Less: SBOA Lease Revenue Bonds	(332,013,900)
Plus: Statutorily Exempt General Obligation Highway Bonds	794,097,400
Plus: Statutorily Exempt SBOA Lease Revenue Bonds	-
SBOA's Additional Debt Incurring Capacity	<u>\$2,155,451,700</u>

Limits general obligation and SBOA debt to 1.5 percent of the total FMV of taxable property. The FMV of taxable property is based on the Utah Property Tax 2005 Annual Statistical Report.