

FY 2014 BUDGET OVERVIEW

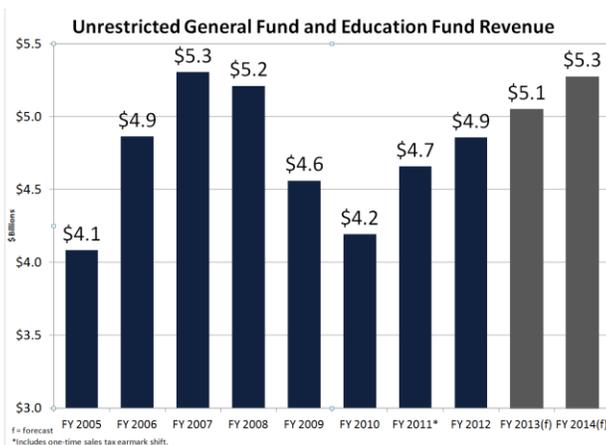
BUDGET RECOMMENDATIONS
FISCAL YEAR 2014

GOVERNOR GARY R. HERBERT
LT. GOVERNOR GREG BELL

ECONOMIC OUTLOOK & REVENUE

Utah's economy has steadily improved since 2009. While Utah is well-positioned for economic expansion, mounting uncertainty related to federal fiscal policy presents downside risk to the outlook. The consensus revenue forecast anticipates growth in revenue in both FY 2013 and FY 2014.

\$121 million New One-time Funds
\$300 million New Ongoing Funds



BUDGETARY GUIDING PRINCIPLES

- Optimize the budget for a healthy and growing economy
- Live within our means – don't spend more than we take in
- Provide maximum return on taxpayer dollars by finding efficiencies
- Avoid unnecessary debt and save for a rainy day
- Think long term

GOVERNANCE: EFFICIENCY

While Utah leads the nation in many notable economic areas, we must continue to ensure that limited state financial resources generate maximum value to all Utahns. A new emphasis on operational excellence within state government will elevate Utah's standing. It will redefine what it means to be the best managed state, demonstrating we can do more with less and optimize organizational efficiency across the enterprise of state government.

TOP PRIORITY: EDUCATION

\$297.6 million in New Funds

All investments in education will advance Utah toward our key goal: 66% of adult Utahns will have a post-secondary degree or professional certification by 2020.

- Public Ed enrollment growth, 13,254 new students, \$95.7 m (\$25m FY2013, \$70m FY2014)
- Increase Weighted Pupil Unit, \$26.2 m
- Educational needs of at-risk children, \$3.9 m
- Early intervention programs, technology-based intervention and assessment tools, \$10 m
- Computer adaptive testing tools, \$13.2 m
- STEM focus, grades 4-8, \$5 m
- Classroom supplies, \$5 m
- Elementary arts programs, \$4 m
- Higher Ed/UCAT STEM degrees/certificates, \$29.8 m
- Higher Ed growth, retention and completion, \$11 m
- 20 new slots, U of U Medical School, \$6.5 m

HIGHLIGHTS: RESPONSIBLE MANAGEMENT

- Serving people with disabilities, \$5.5 m
- Baby Watch Early Intervention and Children with Special Healthcare Needs, \$3.6 m
- Homeless programs, \$1 m
- Business marketing initiatives and small business outreach, \$1 m
- Infrastructure bond authorization, State Developmental Ctr, UVU, Dixie State, \$52.4 m
- Keeping state parks open, \$2 m
- Plan for WSU science building, \$4 m
- Protect data in state IT systems, \$12.3 m
- Marketing Utah for tourism and sport, \$12 m
- Fire suppression/public land reseeding, \$22 m
- Industrial Assistance Fund, including rural economic development, \$1.9 m
- Credit monitoring, data breach, \$900 k
- 1% compensation increase, state employees
- Maintain State's Rainy Day Fund at \$288.4 m

"Utah's reliance on fiscal prudence — with a strong commitment to education funding — will once again stand out as the national model for economic prosperity and good governance."

~Governor Gary R. Herbert, 2012

