



State of Utah

GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

Department of Administrative Services

Tani Pack Downing
Executive Director

Division of Finance
John C. Reidhead, CPA
Director

November 27, 2019

To: Senator Jerry W. Stevenson, Chair,
Representative Bradley G. Last, Chair, and
Members of the Executive Appropriations Committee:

UCA 63A-3-109 requires the Division of Finance to prepare an annual report and present that report to the Executive Appropriations Committee for funds that meet the following criteria:

- A “contribution dependent account” is a state fund or account that receives at least 50% of its revenue from contributions and those revenues are not intended to be used to directly provide services exclusively to the person who made the contribution.
- The “contribution dependent account” did not receive at least \$30,000 in contributions during at least one of the three last fiscal years.
- A “contribution dependent account” does not include a trust or agency fund.

The Division of Finance identified seven funds that meet the statutory definition noted above. Finance recommends that four of the seven funds remain open, and three be closed. Finance recommends the following funds be closed:

1. Fund 2096, State Archives Fund (DAS)
2. Fund 2206, Respite Care Assistance Fund (DHS)
3. Fund 2260, Child Care Fund (DWS)

See the attached list of funds for detailed comments and recommendations. If you have questions about these or other funds, do not hesitate to contact me at 801-538-3095.

Sincerely,

A handwritten signature in cursive script that reads "John Reidhead".

John C. Reidhead, CPA
Director of Finance

Revenue Review for Contribution Dependent Funds and Accounts (UCA 63A-3-109)

| Finet Number | Department | Fund Name | Statutory Fund | Comments | Recommendation |
|---------------------|-------------------------------|--|-----------------------|---|---|
| 1145 | 560 - Natural Resources | Wildlife Resources Conservation Easement Account | Yes | <p>No contributions in the past 3 years. Fund balance is \$337,000 at FY 2019 yearend. FY 2019 activity: \$8,200 interest revenue, \$0 contributions, \$0 expenditures.</p> <p>Agency requests that the fund remain open because the fund is currently used for the purpose it was created.</p> | Keep open. |
| 2096 | 100 - Administrative Services | State Archives Fund | Yes | <p>No contributions in the past 3 years. Fund balance is \$2,600 at FY 2019 yearend. FY 2019 activity: no activity.</p> | Close the fund and transfer the remaining fund balance of \$2,600 to a nonlapsing balance in the Division of Archives, line FGAA. Donations to the Division of State Archives can be recorded as dedicated credits in their line item budget. |
| 2130 | 710 - Heritage & Arts | State Library Donation Fund | Yes | <p>Contributions are below \$30,000 in each of the past 3 years. Fund balance is \$1,186,000 at FY 2019 yearend. FY 2019 activity: \$29,000 interest revenue, \$500 contributions, \$0 expenditures.</p> <p>Agency requests that the fund remain active due to the significant fund balance and anticipated expenditures.</p> | Keep open. |
| 2145 | 710 - Heritage & Arts | Utah Arts Endowment Fund | Yes | <p>Contributions are below \$30,000 in each of the past 3 years. Fund balance is \$381,000 at FY 2019 yearend. FY 2019 activity: \$20,400 contributions, \$9,700 interest, \$13,700 expenditures.</p> <p>Agency requests that the fund remain active. Contributions have been \$27,000, \$19,200 and \$20,300 in 2017, 2018 and 2019.</p> | Keep open. |

Revenue Review for Contribution Dependent Funds and Accounts (UCA 63A-3-109)

| Finet Number | Department | Fund Name | Statutory Fund | Comments | Recommendation |
|---------------------|--------------------------|--|-----------------------|---|--|
| 2206 | 200 - Human Services | Respite Care Assistance Fund | Yes | <p>No contributions or any activity in the past 3 years. Fund balance is \$0 at FY 2019 yearend. FY 2019 activity: none.</p> <p>Agency is aware that the lack of contributions may result in closure of the fund.</p> | Close the fund. Donations for respite care assistance can be recorded as dedicated credits in the Department of Human Services line item budget. |
| 2215 | 560 - Natural Resources | Utah Geological Survey Sample Library Fund | Yes | <p>No contributions in the past 3 years. Fund balance is \$80,600 at FY 2019 yearend. FY 2019 activity: \$2,200 interest revenue, \$0 contributions, \$0 expenditure.</p> <p>Agency requests that the fund remain open because the fund is currently used for the purpose it was created.</p> | Keep open. |
| 2260 | 600 - Workforce Services | Child Care Fund | Yes | <p>No contributions in the past 3 years. Fund balance is \$3 at FY 2019 yearend. FY 2019 activity: \$72 interest revenue, \$0 contributions, \$4,000 expenditure.</p> <p>Agency has spent the last of the funds and agrees that the fund can now be closed.</p> | Close the fund. |