



UTAH STATE TAX COMMISSION – RURAL HEALTH CARE FACILITIES DISTRIBUTION

BUSINESS, ECONOMIC DEVELOPMENT AND LABOR APPROPRIATIONS SUBCOMMITTEE
STAFF: ZACKERY KING

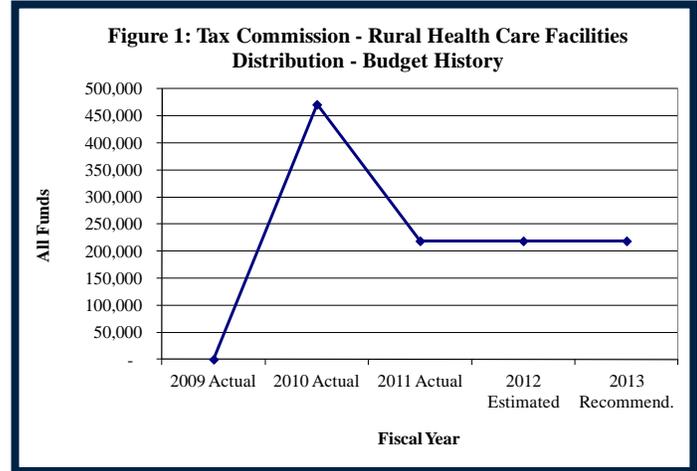
BUDGET BRIEF

SUMMARY

The Rural Health Care Facilities Distribution (RHCFD) line item has one program and it carries the same name. The RHCFD program administers the Rural Health Care Facilities Fund. Through this fund, the Tax Commission transfers revenue from a portion of sales tax to local governments; the funds are used by rural hospitals to cover operating expenses.

This process was established in the 2009 Session when sales tax on food was reduced, impacting entities that had imposed the Rural County Health Care Tax and the Rural City Hospital Tax.

Money is appropriated to the Rural Health Care Restricted account from the General Fund. The funds in the restricted account are then appropriated to the Tax Commission for this distribution.



Additional information for this line item can be found in the Compendium of Budget Information at: http://le.utah.gov/lfa/reports/cobi2012/LI_GCA.htm

ISSUES AND RECOMMENDATIONS

BUDGET ADOPTION

For the Rural Health Care Facilities Distribution line item, the Fiscal Analyst recommends and FY 2013 budget of \$218,800 as shown in the budget detail table.

BUDGET DETAIL TABLE

Utah County repealed this tax in FY 2010, since then, \$336,200 has lapsed to the General Fund annually.

Tax Commission - Rural Health Care Facilities Distribution						
	FY 2011 Actual	FY 2012 Appropriated	Changes	FY 2012 Revised	Changes	FY 2013* Recommended
Sources of Finance						
GFR - Rural Healthcare Facilities	555,000	555,000	0	555,000	0	555,000
Lapsing Balance	(336,200)	(336,100)	(100)	(336,200)	0	(336,200)
Total	\$218,800	\$218,900	(\$100)	\$218,800	\$0	\$218,800
Programs						
Rural Health Care Facilities Distrib	218,800	218,900	(100)	218,800	0	218,800
Total	\$218,800	\$218,900	(\$100)	\$218,800	\$0	\$218,800
Categories of Expenditure						
Other Charges/Pass Thru	218,800	218,900	(100)	218,800	0	218,800
Total	\$218,800	\$218,900	(\$100)	\$218,800	\$0	\$218,800

*Does not include amounts in excess of subcommittee's state fund allocation that may be recommended by the Fiscal Analyst.

SUMMARY OF RECOMMENDATIONS

The Fiscal Analyst recommends the Legislature:

1. Adopt the FY 2013 recommended budget amount of \$218,800 as shown in the budget detail table.