



Fiscal Note
H.B. 147
 2017 General Session
 Living Wage Amendments
 by Hemingway, L.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$ (15,146,000)	\$ 6,768,200	\$ (8,377,800)

State Government

UCA 36-12-13(2)(b)

Enactment of this bill could increase revenue to the Education Fund to the extent that the living wage results in higher reported income, but the impact depends on each individual taxpayer's filing and the interaction and magnitude of several economic variables.

Revenues	FY 2017	FY 2018	FY 2019
Total Revenues	\$0	\$0	\$0

Enactment of this legislation could increase the state cost of wages and benefits paid to state, higher education, and public education employees by approximately \$11.3 million in FY 2018 and \$21.4 million in FY 2019. State expenditures could grow by similar annual increments through FY 2023.

Expenditures	FY 2017	FY 2018	FY 2019
General Fund	\$0	\$837,900	\$837,900
Education Fund	\$0	\$14,308,100	\$14,308,100
Transportation Fund	\$0	\$132,400	\$132,400
General Fund, One-Time	\$0	\$(328,900)	\$0
Education Fund, One-Time	\$0	\$(6,439,300)	\$0
Transportation Fund, One-Time	\$0	\$(46,800)	\$0
Federal Funds	\$0	\$254,700	\$254,700
Federal Funds, One-Time	\$0	\$(90,000)	\$0
Dedicated Credits	\$0	\$2,516,200	\$5,625,900
Restricted Accounts and Funds	\$0	\$66,800	\$103,700
Other Financing Sources	\$0	\$77,000	\$119,100
Total Expenditures	\$0	\$11,288,100	\$21,381,800
Net All Funds	\$0	\$(11,288,100)	\$(21,381,800)

Local Government

UCA 36-12-13(2)(c)

Enactment of this legislation could cause local governments to see an increase in labor costs. The impact would depend on the number of local government employees earning less than the proposed minimum wage. Local governments may also increase the wages of other individuals to maintain the same pay structure. Enactment of this legislation could cost county governments between \$6 million and \$10 million per year and local school districts approximately \$1.82 million in FY 2018 in local funds.

Individuals & Businesses

UCA 36-12-13(2)(d)

Enactment of this legislation would increase wages for an estimated 250,000 Utah individuals earning less than \$10.25 per hour. A full-time employee currently earning minimum wage would see an annual income increase of \$6,240. This same group would see additional annual income increases of \$1,976 from FY 2019 through FY 2025. Businesses employing individuals earning less than the minimum wage each year would see an increase in labor costs.

Performance Note

JR4-2-404

No performance note required for this bill

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.