



Fiscal Note

S.B. 4

2019 General Session
Public Education Budget Adjustments
by Hillyard, L.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(194,742,400)	\$7,768,200	\$(186,974,200)

State Government

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

Revenues	FY 2019	FY 2020	FY 2021
Local Levy Growth Account	\$0	\$12,880,600	\$12,880,600
Teacher and Student Success Account	\$0	\$18,800,000	\$18,800,000
Total Revenues	\$0	\$31,680,600	\$31,680,600

Enactment of this legislation transfers \$31,680,600 ongoing from the Education Fund into restricted accounts, namely, \$18,800,000 into the Education Fund Restricted - Teacher and Student Success Account and \$12,880,000 into the Education Fund Restricted - Local Levy Growth Account.

Expenditures	FY 2019	FY 2020	FY 2021
General Fund	\$0	\$363,000	\$363,000
General Fund, One-Time	\$0	\$250,000	\$0
Uniform School Fund	\$0	\$5,000,000	\$5,000,000
Education Fund	\$0	\$189,379,400	\$189,379,400
Education Fund, One-Time	\$7,062,500	\$(15,080,700)	\$0
Federal Funds	\$0	\$(58,700)	\$(58,700)
Dedicated Credits	\$0	\$(18,700)	\$(18,700)
Restricted Revenue	\$0	\$43,500,100	\$43,500,100
Transfers	\$0	\$(3,800)	\$(3,800)
Other Financing Sources	\$0	\$171,723,200	\$171,723,200
Closing Nonlapsing Balance	\$400,000	\$0	\$0
Total Expenditures	\$7,462,500	\$395,053,800	\$409,884,500

Enactment of this legislation appropriates \$7,462,500 one-time, including \$7,062,500 from the Education Fund in FY 2019, plus \$363,373,200 ongoing, including \$148,231,100 from the General, Education, and Uniform School Funds for FY 2020 to the State Board of Education to support the operations of school districts, charter schools, and state education agencies and programs. Included in this total is also \$260,000 ongoing from the School and Institutional Trust Fund Management Account starting in FY 2020 to the School and Institutional Trust Fund Office for operations. Enactment of this legislation also transfers \$31,680,600 from the Education Fund to the Education Fund Restricted

- Local Levy Growth Account and the Education Fund Restricted - Teacher and Student Success Account.

	FY 2019	FY 2020	FY 2021
Net All Funds	<u>\$(7,462,500)</u>	<u>\$(363,373,200)</u>	<u>\$(378,203,900)</u>

Local Government

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

Enactment of this legislation likely will not result in direct, measurable costs for local governments.

Individuals & Businesses

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

Enactment of this legislation increases the WPU Value Rate portion of the Basic Levy based on the 4.0 percent increase in the WPU Value provided in the bill and as outlined in statute. The statutory formula indicates that the WPU Value Rate generate an amount based on the prior-year state and local funding mix supporting the Basic School Program, which is an 85/15 split in FY 2019. As a result, each percent increase in the WPU Value results in a property tax impact of \$4.7 million, or a total of \$18,800,000 for a 4.0 percent WPU Value increase. Estimates indicate that this may result in an additional \$9 for a home valued at \$250,000 and an additional \$64 for a business valued at \$1.0 million.

Regulatory Impact

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

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

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.