

FISCAL NOTE

S.B. 152

SHORT TITLE: Charter School Financing

SPONSOR: Valentine, J.

2012 GENERAL SESSION

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

Enactment of this bill appropriates \$3,000,000 one-time from the Education Fund to the Charter School Reserve Account in Fiscal Year 2013. Enactment of this bill could increase the state's indirect credit obligation up to \$253 million.

STATE BUDGET DETAIL TABLE

| | FY 2012 | FY 2013 | FY 2014 |
|-------------------------------------|---------|---------------|---------|
| Revenue | \$0 | \$0 | \$0 |
| Expenditure: | | | |
| Education Fund, One-Time | \$0 | \$3,000,000 | \$0 |
| Total Expenditure | \$0 | \$3,000,000 | \$0 |
| Net Impact, All Funds (Rev.-Exp.) | \$0 | (\$3,000,000) | \$0 |
| Net Impact, General/Education Funds | \$0 | (\$3,000,000) | \$0 |

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

Charter schools may see a decrease in debt service costs; for every 1% reduction in interest rates, a charter school would save about \$49,000 per \$1,000,000 in debt on a 30 year bond.

DIRECT EXPENDITURES BY UTAH RESIDENTS AND BUSINESSES (UCA 36-12-13(2)(d))

Enactment of this bill likely will not result in direct, measurable expenditures by Utah residents or businesses.