

# FISCAL NOTE

S.B. 211 1st Sub. (Green)

SHORT TITLE: Earned Income Tax Credit and Related Funding

SPONSOR: McAdams, B.

2012 GENERAL SESSION

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

Enactment of this bill will reduce income tax revenue to the Education Fund by \$19,746,700 in FY2013 and \$20,897,000 in FY2014. The bill requires a transfer from the General Fund to the Education Fund for the total amount of state earned income tax credits taken in any given year, which equates to a transfer from the General Fund to the Education Fund of \$19,746,700 in FY2013 and \$20,897,000 in FY2014.

### STATE BUDGET DETAIL TABLE

	FY 2012	FY 2013	FY 2014
Revenue:			
Education Fund	\$0	\$20,897,000	\$20,897,000
Education Fund	\$0	(\$20,897,000)	(\$20,897,000)
Education Fund, One-Time	\$0	(\$1,150,300)	\$0
Education Fund, One-Time	\$0	\$1,150,300	\$0
Total Revenue	\$0	\$0	\$0
Expenditure:			
General Fund	\$0	\$20,897,000	\$20,897,000
General Fund, One-Time	\$0	(\$1,150,300)	\$0
Total Expenditure	\$0	\$19,746,700	\$20,897,000
Net Impact, All Funds (Rev.-Exp.)	\$0	(\$19,746,700)	(\$20,897,000)
Net Impact, General/Education Funds	\$0	(\$19,746,700)	(\$20,897,000)

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

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

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

Enactment of this bill allows about 200,000 individuals to take a 5% state earned income tax credit, with an average value of about \$105 per person, or total value of \$20,897,000 in FY2014.