

FISCAL NOTE

S.B. 118

SHORT TITLE: School Funding Through Income Tax Revisions

SPONSOR: Jones, P.

2014 GENERAL SESSION

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

Enactment of this bill increases revenue to the Education Fund by \$159,466,000 in FY 2015 and \$229,103,000 in FY 2016. The bill appropriates \$159,466,000 in FY 2015 to the School-level Funding Program. Also, the Tax Commission anticipates sending out about 85,000 notices to businesses regarding changed withholding requirements at a cost of \$38,200 one-time.

STATE BUDGET DETAIL TABLE

	FY 2014	FY 2015	FY 2016
Revenue:			
Education Fund	\$0	\$229,103,000	\$229,103,000
Education Fund, One-Time	\$0	(\$69,637,000)	\$0
Total Revenue	\$0	\$159,466,000	\$229,103,000
Expenditure:			
Education Fund	\$0	\$229,103,000	\$229,103,000
Education Fund, One-Time	\$0	\$38,200	\$0
Education Fund, One-Time	\$0	(\$69,637,000)	\$0
Total Expenditure	\$0	\$159,504,200	\$229,103,000
Net Impact, All Funds (Rev.-Exp.)	\$0	(\$38,200)	\$0
Net Impact, General/Education Funds	\$0	(\$38,200)	\$0

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

Enactment of this bill increases revenue allocated to school districts and charter schools by \$159,466,000 in FY 2015 and \$229,103,000 in FY 2016; the average allocation to a school is about \$173,000 in FY 2015 and \$248,000 in FY 2016.

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

Individuals and businesses taxed as individuals can expect an average income tax liability increase of \$150 in FY 2015 and \$197 in FY 2016.

PERFORMANCE NOTE (JR 4-2-404): Required from State Board of Education by 1/21/2014