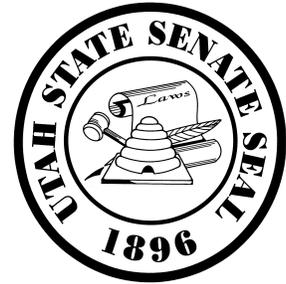




Fiscal Note
H.B. 454 2nd Sub. (Gray)
 2015 General Session
 Prison Development Amendments
 by Wilson, B. (Stevenson, Jerry.)



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$0	\$0	\$0

State Government

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

Enactment of this legislation likely will not materially impact state revenue.

Revenues	FY 2015	FY 2016	FY 2017
Total Revenues	\$0	\$0	\$0

Enactment of this legislation authorizes issuance of up to \$470 million in General Obligation bonds, which are backed by the full faith and credit of the state, for the prison project. Annual debt service will depend on interest rates at the time of issuance, the structure of the bonds, and the phasing of issuances. Assuming all the bonds are issued at the same time, with the authorized seven year maturity at today's interest rates, debt service would require approximately \$70 million per year with first year interest cost of \$10.3 million. If issuance is phased so that one fourth of the authorized amount is issued in the first year, first year interest cost would be approximately \$2.6 million.

Enactment of this bill could add costs to the Legislature should the Legislature be called to a special session to approve a prison site; however, if the Legislature met for this purpose on a regularly scheduled legislative day, there would be no additional direct cost.

Expenditures	FY 2015	FY 2016	FY 2017
Total Expenditures	\$0	\$0	\$0

Net All Funds	\$0	\$0	\$0
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Local Government

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

Enactment of this bill authorizes a local option sales and use tax of up to 0.5% for a city or town that has a new state correctional facility.

Individuals & Businesses

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

Enactment of this legislation likely will not result in direct, measurable expenditures by 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.