



Fiscal Note
S.B. 97 3rd Sub. (Ivory)
 2015 General Session
 Property Tax Equalization Amendments
 by Osmond, A. (Osmond, Aaron.)



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 could increase budgeted local revenue to the Minimum School Program by \$75,000,000 annually. Growth in local revenue decreases Education Fund amounts used to equalize the Basic School Program. This bill transfers the Education Fund savings into a newly created Minimum Basic Growth Account.

Revenues	FY 2015	FY 2016	FY 2017
Education Fund	\$0	\$(75,000,000)	\$(75,000,000)
Restricted Funds	\$0	\$75,000,000	\$75,000,000
Local Revenue	\$0	\$75,000,000	\$75,000,000
Total Revenues	\$0	\$75,000,000	\$75,000,000

Enactment of this legislation could increase the local property tax component of the Basic School Program by \$75,000,000 annually. The result is a decrease in Education Fund expenditures used to equalize the Basic School Program equal to \$75,000,000 annually. The Education Fund expenditure decrease is transferred to a newly created Minimum Basic Growth Account, which is then expended using the Voted and Board Levy, Capital Foundation and Enrollment Growth formulas.

Expenditures	FY 2015	FY 2016	FY 2017
Education Fund	\$0	\$(75,000,000)	\$(75,000,000)
Restricted Funds	\$0	\$75,000,000	\$75,000,000
Local Revenue	\$0	\$75,000,000	\$75,000,000
Total Expenditures	\$0	\$75,000,000	\$75,000,000

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

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

Enactment of this bill could increase local revenue by \$75,000,000 annually. Of the 41 school districts, 27 could see additional revenue in FY 2016, ranging from \$26,000 to \$17,897,000.

Enactment of this legislation could increase property tax liability for owners of a \$250,000 residential property by \$48 in FY 2016 and \$47 in FY 2017. Business owners with a \$1 million property could see an increase in property tax liability of \$348 in FY 2016 and \$340 in FY 2017. The total property tax increase is \$75,000,000.

Performance Note

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.