



## Fiscal Note

### H.B. 193

2016 General Session  
Charter School Property Tax Amendments  
by Powell, K.



#### 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 bill requires the State to impose a charter school tax beginning on July 1, 2017 as outlined in the bill. Estimates indicate that this property tax will generate approximately \$20.2 million and will be deposited into the Charter School Tax Account created in the bill by the State Treasurer.

Revenues	FY 2016	FY 2017	FY 2018
Restricted Funds	\$0	\$0	\$20,200,000
Total Revenues	\$0	\$0	\$20,200,000

Enactment of this bill provides that revenue in the Charter School Tax Account estimated at \$20.2 million ongoing in FY 2018 be allocated to the Minimum School Program - Charter School Local Replacement Program upon appropriation by the Legislature. This funding will off-set school district payments toward the cost of the program.

Expenditures	FY 2016	FY 2017	FY 2018
Restricted Funds	\$0	\$0	\$20,200,000
Total Expenditures	\$0	\$0	\$20,200,000

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

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

School districts currently contribute approximately \$20.2 million towards the cost of the Charter School Local Replacement program. Enactment of this bill will replace this payment with a dedicated property tax levied by the state within each school district. As a result, school districts will retain \$20.2 million in local property tax revenue.

#### Individuals & Businesses

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

Taxpayers in each school district may see a property tax increase commensurate with the amount the local school district contributes to the cost of the Charter School Local Replacement Program. School district contributions range from \$0 to approximately \$2.8 million. The tax change on a home valued at \$250,000 is estimated to range between \$0 and \$29. The tax change on a business valued at \$1.0 million is estimated to range between \$0 and \$211. The actual tax rate will vary by school district and the number of resident students attending a charter school each year.

No performance note required for this bill
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**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.