



Fiscal Note

H.B. 464

2018 General Session
Affordable Housing Bond
by Briscoe, J.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(11,200)	\$(600)	\$(11,800)

State Government

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

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

Revenues	FY 2018	FY 2019	FY 2020
Total Revenues	\$0	\$0	\$0

Enactment of this bill authorizes the State Bonding Commission, with recommendations from the Olene Walker Housing Loan Fund Board, to issue general obligation bonds of up to \$100 million (plus costs of issuance) for affordable housing projects with all of the proceeds going to the Economic Revitalization and Investment Fund. Assuming the bonds are issued over three years (including issuance costs) with \$15 million issued in the first year, \$35 million issued in the second year, and \$50 million issued in the third year; and twenty-year maturities on each issuance; and projected market interest rates; debt service in each fiscal year would require approximately: FY 2021: \$0.4 million FY 2022: \$1.3 million FY 2023: \$2.5 million FY 2024 - FY 2029: between \$2.0 million and \$2.5 million FY 2030 - FY 2036: between \$1.0 million and \$2.0 million FY 2036 - FY 2042: less than \$1.0 million

Enactment of this bill could cost the Division of Finance \$1,800 in FY 2019 and \$1,200 ongoing in subsequent years from the General Fund for administrative costs associated with the bond. Enactment of this bill could cost the State Treasurer \$10,000 ongoing beginning in FY 2019 from the General Fund for costs of coordinating and issuing the bonds. The agency has indicated it can absorb these costs.

Expenditures	FY 2018	FY 2019	FY 2020
General Fund	\$0	\$11,200	\$11,200
General Fund, One-Time	\$0	\$600	\$0
Total Expenditures	\$0	\$11,800	\$11,200

Net All Funds	\$0	\$(11,800)	\$(11,200)
---------------	-----	------------	------------

Local Government

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

Enactment of this legislation would distribute bond payments equal to \$100 million statewide over three years to qualified housing sponsors, which could be businesses or local governments, to pay all or part of the costs of affordable housing projects.

Individuals & Businesses

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

Enactment of this legislation would distribute bond payments equal to \$100 million statewide over three years to qualified housing sponsors, which could be businesses or local governments, to pay all or part of the costs of affordable housing projects.

Regulatory Impact

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

Enactment of this legislation likely will not change the regulatory burden for 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.