



Fiscal Note
H.B. 38 1st Sub. (Buff)
 2020 General Session
 Substance Use and Health Care
 Amendments - As Amended
 by Daw, B. (Daw, Brad.)



General, Education, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(1,780,400)	\$1,229,000	\$(551,400)

State Government

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

Revenues	FY 2020	FY 2021	FY 2022
Education Fund	\$0	\$(2,000,000)	\$(2,000,000)
Education Fund, One-time	\$0	\$2,000,000	\$0
Federal Funds	\$0	\$16,018,500	\$16,018,500
Federal Funds, One-time	\$0	\$(8,296,000)	\$(400,000)
Dedicated Credits Revenue	\$0	\$1,400,000	\$2,990,000
Total Revenues	\$0	\$9,122,500	\$16,608,500

Enactment of this legislation could decrease revenue to the Education Fund by \$2.0 million annually beginning in FY 2022 from the refundable tax credits authorized in the bill. Additionally, enactment of this legislation may increase federal fund revenues by \$7.7 million in FY 2021, \$15.6 million in FY 2022, and \$16.0 million ongoing beginning in FY 2023 and increase dedicated credits by \$1.4 million in FY 2021 and \$3.0 million ongoing beginning in FY 2022.

Expenditures	FY 2020	FY 2021	FY 2022
General Fund	\$0	\$(219,600)	\$(219,600)
General Fund, One-time	\$0	\$771,000	\$(100,000)
Federal Funds	\$0	\$16,018,500	\$16,018,500
Federal Funds, One-time	\$0	\$(8,296,000)	\$(400,000)
Dedicated Credits Revenue	\$0	\$1,400,000	\$2,990,000
Transfers	\$0	\$3,100	\$3,100
Total Expenditures	\$0	\$9,677,000	\$18,292,000

Enactment of this legislation may cost the State \$0.6 million General Fund, \$1.4 million dedicated credits, \$7.7 million federal funds, and \$3,100 transfers in FY 2021, (\$0.3) million General Fund, \$3.0 million dedicated credits, \$15.6 million federal funds, and \$3,100 transfers in FY 2022, and ongoing (\$0.2) million General Fund, \$3.0 million dedicated credits, \$16.0 million federal funds, and \$3,100 transfers beginning in FY 2023 for providing Medicaid coverage to around 3,100 incarcerated individuals with medical conditions during the last 30 days of their stay in jail or prison and a substance use and mental health telehealth pilot program.

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	<i>FY 2020</i>	<i>FY 2021</i>	<i>FY 2022</i>
Net All Funds	<u>\$0</u>	<u>\$(554,500)</u>	<u>\$(1,683,500)</u>

Local Government

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

County governments may see savings of \$5 million in FY 2021 and \$11 million ongoing beginning in FY 2022 for newly eligible inmates for Medicaid to cover more medical costs. Additionally, county governments may pay the State about \$1.4 million in FY 2021 and \$3.0 million ongoing beginning in FY 2022 for match funds for Medicaid coverage.

Individuals & Businesses

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

Approximately 3,100 recipients would pay Medicaid co-pays and other related costs beginning in FY 2021 in exchange for expanded services. Approximately 200 taxpayers could be eligible for a \$10,000 refundable credit for aggregate savings of \$2.0 million.

Regulatory Impact

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

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

Required of the Human Services and due by February 11, 2020

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.