



Fiscal Note
H.B. 52 1st Sub. (Buff)
 2020 General Session
 Intergenerational Poverty Solution
 by Thurston, N. (Thurston, Norman.)



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(910,300)	\$(6,900)	\$(917,200)

State Government

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

Revenues	FY 2020	FY 2021	FY 2022
Education Fund	\$0	\$(39,500)	\$(39,500)
New Account Created By Bill (FN Only)	\$0	\$877,700	\$870,800
Total Revenues	\$0	\$838,200	\$831,300

Enactment of this legislation could reduce state tax revenue to the Education Fund by \$39,500 ongoing, beginning in Fiscal Year 2021, due to increased eligibility for the state Utah Educational Savings Plan tax credit. The bill transfers \$870,800 ongoing and \$6,900 one-time beginning in FY 2021 from the Education Fund to the Education Fund Restricted -- Earned Income and Education Savings Incentive Restricted Account created in this bill.

Expenditures	FY 2020	FY 2021	FY 2022
Education Fund	\$0	\$870,800	\$870,800
Education Fund, One-time	\$0	\$6,900	\$0
New Account Created By Bill (FN Only)	\$0	\$877,700	\$870,800
Total Expenditures	\$0	\$1,755,400	\$1,741,600

This bill appropriates \$6,900 one-time in Fiscal Year 2021 and \$870,800 ongoing beginning in Fiscal Year 2021 from the Education Fund to the Education Fund Restricted -- Earned Income and Education Savings Incentive Restricted Account. It appropriates like amounts from the new restricted account to the Department of Workforce Services for education savings incentives, associated program administration costs, and one-time system development expenses.

	FY 2020	FY 2021	FY 2022
Net All Funds	\$0	\$(917,200)	\$(910,300)

Local Government

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

Enactment of this legislation likely will not result in direct, measurable costs for local governments.

Individuals & Businesses

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

Qualifying individuals who contribute to a 529 savings program may be eligible for a state match, up to a maximum of \$300 per family. Individuals who qualify for a state match may be eligible for an additional tax credit amount for the state match portion of the contribution. The additional credit amount could be up to \$15 (.05 x \$300) per family. Since the credit is non-refundable, the fiscal impact of the credit depends on the taxpayer's tax liability.

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.