



## Fiscal Note

### H.B. 125

2021 General Session  
Intergenerational Poverty Solution  
by Thurston, N.



#### General, Education, and Uniform School Funds

JR4-4-101

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

#### State Government

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

Revenues	FY 2021	FY 2022	FY 2023
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 2022, 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 2022 from the Education Fund to the Education Fund Restricted -- Education Savings Incentive Restricted Account created in this bill.

Expenditures	FY 2021	FY 2022	FY 2023
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 2022 and \$870,800 ongoing beginning in Fiscal Year 2022 from the Education Fund to the Education Fund Restricted -- 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 2021	FY 2022	FY 2023
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)(c)

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)(d)

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.