



Fiscal Note
H.B. 393 1st Sub. (Buff)
 2024 General Session
 Services for People with Disabilities
 by Dailey-Provost, J. (Dailey-Provost,
 Jennifer.)



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$ (1,700)	\$ (800)	\$ (2,500)

State Government

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

Revenues	FY 2024	FY 2025	FY 2026
Income Tax Fund, One-time	\$0	\$20,000,000	\$0
New Account Created By Bill (FN Only)	\$0	\$400,000,000	\$20,000,000
Closing Nonlapsing	\$0	\$(400,000,000)	\$(20,000,000)
Total Revenues	\$0	\$20,000,000	\$0

Enactment of this legislation would transfer \$400,000,000 one-time in FY 2025 from the General Fund to the Services for People with Disabilities Perpetual Trust Fund created by this bill. Additionally, the bill transfers \$20,000,000 one-time in FY 2025 from interest earned on American Rescue Plan Act grants to the Income Tax Fund.

Enactment of this bill would also allocate 5% of General Fund revenue surplus to the Services for People with Disabilities Perpetual Trust Fund in Fiscal Years 2024 and 2025 after making deposits to the rainy day funds, disaster recovery funds, and fire suppression fund, however the amount of any future surplus is unknown.

Beginning in FY 2025, the Trust Fund would accumulate investment earnings, half of which would remain in the fund. Assuming a 5% return on the \$400,000,000 balance, this could generate \$20,000,000 in investment earnings per year beginning in FY 2026.

Expenditures	FY 2024	FY 2025	FY 2026
General Fund	\$0	\$1,700	\$1,700
General Fund, One-time	\$0	\$800	\$0
Income Tax Fund, One-time	\$0	\$20,000,000	\$0
ARPA Administrative Fund	\$0	\$20,000,000	\$0
Beginning Nonlapsing	\$0	\$0	\$10,000,000
Closing Nonlapsing	\$0	\$(10,000,000)	\$0
Total Expenditures	\$0	\$30,002,500	\$10,001,700

Enactment of this legislation would reduce General Fund appropriations to Transportation Investment Fund of 2005 by \$400,000,000 one-time in FY 2025 and deposit that \$400,000,000 one-time

General Fund into the permanent trust fund created in this legislation. The bill would further transfer \$20,000,000 from the ARPA Administrative Account to the Income Tax Fund one-time in FY 2025.

The bill could cost the Department of Health and Human Services \$20,000,000 one-time from the Income Tax Fund spread evenly over FY 2025 and FY 2026 to provide Community Supports Waiver services. Future expenditures from the new trust fund created by this account would depend on the account's investment earnings. Assuming a 5 percent annual return on \$400,000,000 balance at the end of FY 2025, the bill could cost the Department of Health and Human Services \$10,000,000 annually from the new trust fund beginning in FY 2027 for support services.

Enactment of the legislation could cost the Department of Government Operations \$800 one-time in FY 2025, and \$1,700 ongoing beginning in FY 2025 for personnel costs to manage the trust fund.

	<i>FY 2024</i>	<i>FY 2025</i>	<i>FY 2026</i>
Net All Funds	<u>\$0</u>	<u>\$(10,002,500)</u>	<u>\$(10,001,700)</u>

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)

Enactment of this legislation likely will not result in direct expenditures from tax or fee changes for Utah residents and businesses.

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 Evaluation JR1-4-601

This bill does not create a new program or significantly expand an existing program.

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.