



**Fiscal Note**  
**H.B. 393 2nd Sub. (Gray)**  
 2024 General Session  
 Services for People with Disabilities  
 by Dailey-Provost, J. (Christofferson, Kay.)



**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
Medicaid Expansion Fund	\$0	\$0	\$(59,861,100)
Beginning Nonlapsing	\$0	\$0	\$20,000,000
New Account Created By Bill (FN Only)	\$0	\$20,000,000	\$62,861,100
Closing Nonlapsing	\$0	\$(20,000,000)	\$(23,000,000)
<b>Total Revenues</b>	<b>\$0</b>	<b>\$20,000,000</b>	<b>\$0</b>

Enactment of this legislation would transfer \$59,861,100 one-time in FY 2026 and \$59,861,100 one-time in FY 2027 from the Medicaid Expansion Fund via 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 Services for People with Disabilities Perpetual Trust 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 2026, the Trust Fund would accumulate investment earnings, all of which would remain in the fund until the balance reaches \$400,000,000. Assuming a 5% return on the roughly \$140 million trust fund balance at the end of FY 2027, the bill could generate \$7 million in investment earnings per year beginning in FY 2028.

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
<b>Total Expenditures</b>	<b>\$0</b>	<b>\$40,002,500</b>	<b>\$1,700</b>

Enactment of this legislation would reduce General Fund appropriations to the Medicaid Expansion Fund by \$59,861,100 one-time in FY 2026 and FY 2027 and deposit that \$119,722,200 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, and then transfer \$20,000,000 from the Income Tax Fund into the permanent trust fund created in this legislation.

Future expenditures from the new trust fund created by this account would depend on the account's investment earnings.

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>
<b>Net All Funds</b>	<u>\$0</u>	<u>\$(20,002,500)</u>	<u>\$(1,700)</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 creates a new program or significantly expands an existing program. For a list of questions lawmakers might ask to improve accountability for the proposed program, please see: <https://budget.utah.gov/newprogram>

**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.