



Fiscal Note
H.B. 1 1st Sub. (Buff)
 2024 General Session
 Public Education Base Budget
 Amendments
 by Pulsipher, S. (Pulsipher, Susan.)



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(5,674,868,200)	\$(9,122,900)	\$(5,683,991,100)

State Government

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

Revenues	FY 2024	FY 2025	FY 2026
Restricted Revenue	\$0	\$881,484,300	\$881,484,300
Total Revenues	\$0	\$881,484,300	\$881,484,300

This bill transfers \$881,484,300 in FY 2025 from the General Fund, Income Tax Fund, or Uniform School Fund into other funds and accounts. This amount includes \$481.5 million to the Public Education Economic Stabilization Restricted Account, \$108.5 million to the Local Levy Growth Account, and \$195.7 million to the Teacher and Student Success Account, and additional amounts to other accounts as listed in the bill.

Expenditures	FY 2024	FY 2025	FY 2026
General Fund	\$0	\$9,157,400	\$9,157,400
Income Tax Fund	\$0	\$621,162,200	\$621,162,200
Uniform School Fund	\$0	\$5,044,548,600	\$5,044,548,600
Uniform School Fund, One-time	\$9,122,900	\$0	\$0
Federal Funds	\$0	\$597,261,800	\$597,261,800
Dedicated Credits Revenue	\$0	\$66,239,800	\$66,239,800
Restricted Revenue	\$0	\$551,793,900	\$551,793,900
Transfers	\$0	\$6,990,500	\$6,990,500
Other Financing Sources	\$0	\$1,709,721,700	\$1,709,721,700
Beginning Nonlapsing	\$9,970,900	\$20,641,400	\$20,641,400
Total Expenditures	\$19,093,800	\$8,627,517,300	\$8,627,517,300

This bill appropriates \$19,093,800, including \$9,122,900 from the General Fund, Income Tax Fund, or Uniform School Fund for FY 2024, plus \$7,746,033,000, including \$4,793,383,900 from the General Fund, Income Tax Fund, or Uniform School Fund for FY 2025 to the State Board of Education to support the operations of school districts, charter schools, and state education agencies and programs. It adjusts categorical programs in the Minimum School Program for anticipated student enrollment changes. This bill provides a 3.8 percent inflationary adjustment to the WPU Value and sets the initial value for FY 2025 at \$4,443. The bill transfers another \$881,484,300 in FY 2025 from the General Fund, Income Tax Fund, or Uniform School Fund into other funds and accounts.

	<i>FY 2024</i>	<i>FY 2025</i>	<i>FY 2026</i>
Net All Funds	<u>\$(19,093,800)</u>	<u>\$(7,746,033,000)</u>	<u>\$(7,746,033,000)</u>

Local Government

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

Enactment of this legislation increases the WPU Value Rate portion of the Basic Tax Rate as outlined in statute for the WPU Value increase provided in the bill. The statutory formula indicated that the WPU Value Rate generate an amount based on the prior-year state and local funding mix supporting the Basic School Program, which is approximately an 82/18 percent split in FY 2024. As a result, each percent increase in the WPU Value results in a property tax impact of \$7.4 million, or a total of \$27.9 million statewide for the 3.8 percent increase in the WPU Value included in the bill.

Individuals & Businesses

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

Enactment of the legislation may result in additional amounts paid by residential and business property owners due to the statutory WPU Value Rate changes provided in the bill. Local property tax revenue could increase by \$27.9 million statewide. For a primary residence valued at \$400,000 and a business valued at \$1.0 million, the impacts are estimated at \$11 and \$51 respectively.

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.