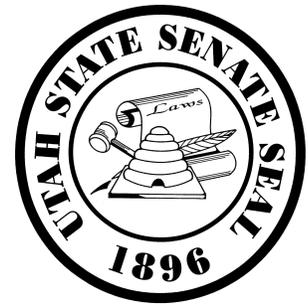




Fiscal Note
1st Sub. H.B. 42 (Buff)
 2026 General Session
 School Cybersecurity Amendments
 by Wilcox, Ryan D.



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(4,377,900)	\$0	\$(4,377,900)

State Government

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

Revenues	FY 2026	FY 2027	FY 2028
Dedicated Credits Revenue	\$0	\$426,400	\$426,400
Dedicated Credits Revenue, One-time	\$82,000	\$0	\$0
Total Revenues	\$82,000	\$426,400	\$426,400

Enactment of this legislation could increase the Dedicated Credits revenue to the Division of Technology Services by estimated \$82,000 one-time in FY 2026 and \$426,400 ongoing in FY 2027 from rates charged to local education agencies (LEAs).

Expenditures	FY 2026	FY 2027	FY 2028
Dedicated Credits Revenue	\$0	\$426,400	\$426,400
Dedicated Credits Revenue, One-time	\$82,000	\$0	\$0
Income Tax Fund	\$0	\$4,377,900	\$4,377,900
Total Expenditures	\$82,000	\$4,804,300	\$4,804,300

Enactment of this legislation could cost the Utah Education and Telehealth Network an estimated \$4.3 million ongoing in FY 2027 from the Income Tax Fund for additional staff, training, and enhanced cybersecurity support services. It could further cost the Division of Technology Services an estimated \$82,000 one-time in FY 2026 and \$426,400 ongoing in FY 2027 in Dedicated Credits for additional staff, operational support, and cybersecurity services. The bill could also cost the State Board of Education an estimated \$77,900 ongoing in FY 2027 from the Income Tax Fund for additional staff.

	FY 2026	FY 2027	FY 2028
Net All Funds	\$0	\$(4,377,900)	\$(4,377,900)

Local Government

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

Enactment of this legislation could increase the cumulative costs to all local education agencies (LEAs) for the needed cybersecurity services by an estimated \$82,000 one-time in FY 2026 and \$426,400 ongoing in FY 2027.

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 explanations 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 explanation is not an appropriation. The Legislature decides appropriations separately.