

1 **JOINT RESOLUTION URGING FISCAL RESPONSIBILITY**

2 2020 THIRD SPECIAL SESSION

3 STATE OF UTAH

4 **Chief Sponsor: Jefferson Moss**

5 Senate Sponsor: Don L. Ipson

7 **LONG TITLE**

8 **General Description:**

9 This resolution urges state and local government entities to exercise fiscal responsibility
10 with the remainder of their 2020 budgets and to plan to continue to limit spending in
11 the fiscal year beginning on July 1, 2020, and ending on June 30, 2021.

12 **Highlighted Provisions:**

13 This resolution:

14 ▶ recognizes that Utah's economy has changed since the Legislature finalized the 2021
15 state budget;

16 ▶ acknowledges the economic uncertainty created by the COVID-19 emergency; and

17 ▶ **urges** state and local government entities, including state agencies, state boards, and
18 state and **local educational institutions** to:

- 19 • **limit spending for the remainder of the fiscal year ending on June 30, 2020;** and
- 20 • **plan for smaller budgets for the fiscal year beginning July 1, 2020,** and ending
21 on June 30, 2021.

22 **Special Clauses:**

23 None

25 *Be it resolved by the Legislature of the state of Utah:*

26 WHEREAS, in its January 17, 2020 Economic Report to the Governor, the Kem C.
27 Gardner Policy Institute stated that the state's decade-long economic expansion became the
28 longest one on record and that the consensus predicted healthy growth for the Utah economy in
29 2020;

30 WHEREAS, legislative budgetary decisions for state and local government entities and
31 educational institutions were made based on the forecast of healthy economic growth for Utah;

32 WHEREAS, on January 31, 2020, the United States Department of Health and Human
33 Services Secretary Alex Azar declared a public health emergency due to the COVID-19
34 outbreak, beginning on January 27, 2020;

35 WHEREAS, the Centers for Disease Control and Prevention has advised that the
36 person-to-person spread of COVID-19 will continue to occur globally and within the United
37 States;

38 WHEREAS, on March 6, 2020, Governor Herbert issued an executive order declaring a
39 state of emergency due to the COVID-19 outbreak;

40 WHEREAS, to combat the spread of COVID-19, Utah counties have declared local
41 public health emergencies;

42 WHEREAS, on March 24, 2020, Governor Herbert released the "Utah Leads Together"
43 plan, that anticipates an 8 to 12-week period of job losses and a 14-week period of job
44 stabilization before the state can potentially return to stability and job growth;

45 WHEREAS, on March 27, 2020, Governor Herbert issued the Governor's Coronavirus
46 Directive for Utah to "Stay Safe, Stay Home" that limits the size of gatherings, asks people to
47 leave the house only for essential errands or for exercise, closes businesses such as gyms,
48 dine-in restaurants, and bars, restricts other nonessential businesses, encourages
49 telecommunication, and allows essential businesses to remain in operation;

50 WHEREAS, during the week ending on April 4, 2020, Utah residents filed 33,076
51 initial unemployment claims, and during the week ending on March 28, 2020, Utah residents
52 filed 28,532 initial unemployment claims;

53 WHEREAS, the volume of unemployment claims for the week ending April 4, 2020,
54 was more than six times higher than the volume of unemployment claims during the week
55 during the Great Recession that had the highest number of unemployment claims;

56 WHEREAS, during an epidemic of a novel virus, public health experts are unable to
57 predict when protective measures such as social distancing may be retracted;

58 WHEREAS, Utah has consistently ranked high nationally for fiscal responsibility;
59 WHEREAS, Utah has a history of acting quickly and decisively in the face of economic
60 uncertainty; and

61 WHEREAS, the Legislature is committed to take actions towards economic recovery:

62 NOW, THEREFORE, BE IT RESOLVED that the Legislature of the state of Utah
63 urges state agencies; state and local government entities; state boards, including the State
64 Board of Education and the Board of Regents; institutions of higher education, and technical
65 colleges; and local education agencies to:

66 ▶ limit expenditures to essential costs during the remainder of the fiscal year that
67 ends on June 30, 2020;

68 ▶ avoid unnecessary spending during the remainder of the fiscal year that ends on
69 June 30, 2020;

70 ▶ refrain from committing to new or expanded expenditures for the fiscal year
71 beginning on July 1, 2020, and ending on June 30, 2021, notwithstanding
72 current budgets;

73 ▶ begin planning for a budget for the fiscal year that begins on July 1, 2020, and
74 ends on June 30, 2021, that may be equal to or less than the previous year's
75 budget; and

76 ▶ assume fixed state funding levels included in the 2020 General Session base
77 budget bills, which provided funding for public education enrollment growth,
78 when making initial budget and spending allocations for the fiscal year
79 beginning on July 1, 2020, and ending on June 30, 2021.

80 BE IT FURTHER RESOLVED that the Legislature will make all possible effort to add
81 to the base budget amounts for the fiscal year beginning on July 1, 2020, and ending on June
82 30, 2021, in the future, particularly for public education inflation, as revenue allows.