



Fiscal Note
H.B. 2003 2nd Sub. (Gray)
 2018 Second Special Session
 Income Tax Code Amendments
 by Eliason, S. (Quinn, Tim.)



General, Education, and Uniform School Funds

JR4-5-101

| | Ongoing | One-time | Total |
|---------------------------|----------------|----------------|----------------|
| Net GF/EF/USF (rev.-exp.) | \$(26,000,000) | \$(23,000,000) | \$(49,000,000) |

State Government

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

| Revenues | FY 2019 | FY 2020 | FY 2021 |
|--------------------------|-----------------------|-----------------------|-----------------------|
| Education Fund | \$0 | \$(26,000,000) | \$(26,000,000) |
| Education Fund, One-Time | \$(24,000,000) | \$1,000,000 | \$0 |
| Total Revenues | \$(24,000,000) | \$(25,000,000) | \$(26,000,000) |

Enactment of this bill could reduce revenue to the Education Fund by \$24 million in FY 2019, \$25 million in FY 2020, and \$26 million in FY 2021.

| Expenditures | FY 2019 | FY 2020 | FY 2021 |
|---------------------------|------------|------------|------------|
| Total Expenditures | \$0 | \$0 | \$0 |

Enactment of this legislation likely will not materially impact state expenditures.

| | FY 2019 | FY 2020 | FY 2021 |
|----------------------|-----------------------|-----------------------|-----------------------|
| Net All Funds | \$(24,000,000) | \$(25,000,000) | \$(26,000,000) |

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)(d)

This bill affects businesses and individuals through two provisions. First, the bill may facilitate collection of increased tax liability of certain corporations with net operating losses, amounting to \$6 million annually beginning in FY 2019. Second, the bill implements a dependent exemption, which may reduce the tax liability of individual taxpayers by \$30 million in FY 2019, \$31 million in FY 2020, and \$32 million in FY 2021.

Regulatory Impact

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

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

No performance note required for this bill

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.