



Fiscal Note
1st Sub. S.B. 219 (Green)
2025 General Session
Financial Institution Tax Amendments
by McKell, Michael K.



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(16,000,000)	\$13,000,000	\$(3,000,000)

State Government

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

Revenues	FY 2025	FY 2026	FY 2027
Income Tax Fund	\$0	\$(16,000,000)	\$(16,000,000)
Income Tax Fund, One-time	\$0	\$13,000,000	\$0
Total Revenues	\$0	\$(3,000,000)	\$(16,000,000)

Enactment of this legislation could reduce revenue to the income tax fund by an estimated \$3 million in FY 2026 and \$16 million ongoing beginning in FY 2027 as a result of the exclusion of certain sales from the apportionment factor for such businesses.

Expenditures	FY 2025	FY 2026	FY 2027
Total Expenditures	\$0	\$0	\$0

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

	FY 2025	FY 2026	FY 2027
Net All Funds	\$0	\$(3,000,000)	\$(16,000,000)

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)(c)

Enactment of this legislation could reduce income tax paid by multi-state financial institutions by an estimated \$3 million in FY 2026 and \$16 million annually after as a result of the exclusion of certain sales from the apportionment factor for such 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.

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.