

1 **LOCAL GOVERNMENT TRANSPORTATION SERVICES**

2 **AMENDMENTS**

3 2024 GENERAL SESSION

4 STATE OF UTAH

5 **Chief Sponsor: Candice B. Pierucci**

6 Senate Sponsor: _____

7

8 **LONG TITLE**

9 **General Description:**

10 This bill requires a large public transit district allocate certain local option sales and use
11 taxes for transportation to be used within the city or town where the revenue was
12 generated.

13 **Highlighted Provisions:**

14 This bill:

15 ▶ requires a large public transit district allocate certain local option sales and use taxes
16 for transportation to be used within the city or town where the revenue was
17 generated; and

18 ▶ requires a large public transit district to provide a report to each city and town with
19 an accounting of how certain local option sales and use tax revenue is spent.

20 **Money Appropriated in this Bill:**

21 None

22 **Other Special Clauses:**

23 None

24 **Utah Code Sections Affected:**

25 AMENDS:

26 **59-12-2212.2**, as enacted by Laws of Utah 2019, Chapter 479



28 *Be it enacted by the Legislature of the state of Utah:*

29 Section 1. Section **59-12-2212.2** is amended to read:

30 **59-12-2212.2. Allowable uses of local option sales and use tax revenue.**

31 (1) Except as otherwise provided in this part, a county, city, or town that imposes a
32 local option sales and use tax under this part may expend the revenue generated from the local
33 option sales and use tax for the following purposes:

34 (a) the development, construction, maintenance, or operation of:

35 (i) a class A road;

36 (ii) a class B road;

37 (iii) a class C road;

38 (iv) a class D road;

39 (v) traffic and pedestrian safety infrastructure, including:

40 (A) a sidewalk;

41 (B) curb and gutter;

42 (C) a safety feature;

43 (D) a traffic sign;

44 (E) a traffic signal; or

45 (F) street lighting;

46 (vi) streets, alleys, roads, highways, and thoroughfares of any kind, including
47 connected structures;

48 (vii) an airport facility;

49 (viii) an active transportation facility that is for nonmotorized vehicles and multimodal
50 transportation and connects an origin with a destination; or

51 (ix) an intelligent transportation system;

52 (b) a system for public transit;

53 (c) all other modes and forms of conveyance used by the public;

54 (d) debt service or bond issuance costs related to a project or facility described in
55 Subsections (1)(a) through (c); or

56 (e) corridor preservation related to a project or facility described in Subsections (1)(a)
57 through (c).

58 (2) Any revenue subject to rights or obligations under a contract between a county,

59 city, or town and a public transit district entered into before January 1, 2019, remains subject to
60 existing contractual rights and obligations.

61 (3) (a) For any revenue collected under this part that is distributed to a large public
62 transit district in accordance with Section 59-12-2206, a large public transit district shall ensure
63 that the revenue is used to provide services within a city or town in the same proportion as the
64 revenue from the sales and use tax revenue is generated within that city or town.

65 (b) A large public transit district shall provide an annual report to each city and town
66 within the boundary of the large public transit district, which report shall provide an accounting
67 of:

68 (i) the amount of revenue from local option sales and use taxes under this part that was
69 collected within each respective county, city, or town and allocated to the large public transit
70 district as provided in this part;

71 (ii) how much revenue described in Subsection (3)(b)(i) was allocated to provide
72 public transit services within each city and town; and

73 (iii) how the revenue described in Subsection (3)(b)(ii) was spent to provide public
74 transit services within each respective city and town.

75 **Section 2. Effective date.**

76 This bill takes effect on May 1, 2024.