



Fiscal Note
S.B. 75 2nd Sub. (Salmon)
 2023 General Session
 Sand and Gravel Sales Tax Amendments
 by Sandall, S. (Sandall, Scott.)



General, Income Tax, and Uniform School Funds

JR4-4-101

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

State Government

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

Revenues	FY 2023	FY 2024	FY 2025
Total Revenues	\$0	\$0	\$0

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

Expenditures	FY 2023	FY 2024	FY 2025
Total Expenditures	\$0	\$0	\$0

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

Net All Funds	FY 2023	FY 2024	FY 2025
	\$0	\$0	\$0

Local Government

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

Enactment of this legislation could redistribute local government sales tax revenues in certain situations. In aggregate, approximately \$7.1 million of local sales tax revenue is estimated to be redistributed to certain localities, whereas localities without sand and gravel production are estimated to have their local sales tax distribution reduced by approximately 0.7%. Additionally, enactment of this legislation could change the location to which certain sales are sourced, which could result in shifting local option sales tax revenue of up to \$21.6 million; some cities could collect less revenue and others could collect more, depending on the amount of taxable sales that switch sourcing locations, the localities where they are currently sourced, and the localities where they would be sourced under this bill.

Individuals & Businesses

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

Changes to sourcing in this bill may impact which local option sales tax rate is applied to sales from certain industries. Some taxpayers may pay more based on the change in sourcing and some may pay less. Impacts are unknown, but will depend on the amount of taxable sales that switch sourcing locations and the difference between the tax rate where they are currently sourced and the tax rate of the locality where they would be sourced under this bill.

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 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.