



Fiscal Note
S.B. 221 1st Sub. (Green)
 2022 General Session
 Water Related Sales and Use Tax
 Amendments
 by Hinkins, D. (Hinkins, David.)



General, Education, and Uniform School Funds

JR4-4-101

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

State Government

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

Revenues	FY 2022	FY 2023	FY 2024
Dedicated Credits Revenue	\$(1,600,000)	\$(4,300,000)	\$(4,300,000)
Water Resources C and D	\$(3,500,000)	\$0	\$0
New Account Created By Bill (FN Only)	\$1,600,000	\$4,300,000	\$4,300,000
Total Revenues	\$(3,500,000)	\$0	\$0

Enactment of this legislation creates the Water Rights Restricted Account where a portion of the funding for the Division of Water Rights would be deposited instead of going directly to the division as Dedicated Credits. The estimated amount for FY 2022 is \$1,600,000 one-time and for FY 2023 is \$4,300,000 ongoing. The legislation also eliminates the requirement for the Division of Water Rights to lapse any unexpended sales and use tax revenue to the Water Resources Conservation and Development Fund over \$150,000. The estimated amount that would not lapse in FY 2022 is \$3,500,000.

Expenditures	FY 2022	FY 2023	FY 2024
Designated Sales Tax	\$(1,600,000)	\$(4,300,000)	\$(4,300,000)
New Account Created By Bill (FN Only)	\$1,600,000	\$4,300,000	\$4,300,000
Total Expenditures	\$0	\$0	\$0

Enactment of this legislation appropriates to the Division of Water Rights the following one-time amounts for FY 2022: \$1,600,000 from the Water Rights Restricted Account and (\$1,600,000) from Designated Sales and Use Tax; and ongoing amounts for FY 2023: \$4,300,000 from the Water Rights Restricted Account and (\$4,300,000) from Designated Sales and Use Tax.

	FY 2022	FY 2023	FY 2024
Net All Funds	\$(3,500,000)	\$0	\$0

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 likely will not result in direct expenditures from tax or fee changes for Utah residents and 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.

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.