

Don L. Ipson proposes the following substitute bill:

Income Tax Contributions Amendments

2025 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Don L. Ipson

House Sponsor: Steve Eliason

LONG TITLE

General Description:

This bill provides for taxpayer contributions for statewide hunger relief on the income tax return.

Highlighted Provisions:

This bill:

- establishes the Statewide Hunger Relief Fund (fund);
- allows taxpayers, through the individual income tax return, to contribute to the fund to support the Utah Food Bank in fighting hunger statewide;
- requires the State Tax Commission to make annual disbursements from the fund to the Utah Food Bank;
- provides for the removal of the contribution from the income tax return if the contribution does not generate a certain amount of money each year for a specified period; and
- makes technical changes.

Money Appropriated in this Bill:

None

Other Special Clauses:

This bill provides retrospective operation.

Utah Code Sections Affected:

AMENDS:

59-10-1304, as last amended by Laws of Utah 2023, Chapters 419, 513 and 534

ENACTS:

59-10-1322, Utah Code Annotated 1953

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

Section 1. Section **59-10-1304** is amended to read:

29 **59-10-1304 . Removal of designation and prohibitions on collection for certain**
30 **contributions on income tax return -- Conditions for removal and prohibitions on**
31 **collection -- Commission publication requirements.**

32 (1)(a) If a contribution or combination of contributions described in Subsection (1)(b)
33 generate less than \$30,000 per year for three consecutive years, the commission shall
34 remove the designation for the contribution from the individual income tax return and
35 may not collect the contribution from a resident or nonresident individual beginning
36 two taxable years after the three-year period for which the contribution generates less
37 than \$30,000 per year.

38 (b) The following contributions apply to Subsection (1)(a):

39 (i) the contribution provided for in Section 59-10-1306;

40 (ii) the sum of the contributions provided for in Subsection 59-10-1307(1);

41 (iii) the contribution provided for in Section 59-10-1308;

42 (iv) the contribution provided for in Section 59-10-1319;

43 (v) the contribution provided for in Section 59-10-1320; ~~[or]~~

44 (vi) the contribution provided for in Section 59-10-1321~~[-]~~ ; or

45 (vii) the contribution provided for in Section 59-10-1322.

46 (2) If the commission removes the designation for a contribution under Subsection (1), the
47 commission shall report to the Revenue and Taxation Interim Committee by electronic
48 means that the commission removed the designation on or before the November interim
49 meeting of the year in which the commission determines to remove the designation.

50 (3)(a) Within a 30-day period after the day on which the commission makes the report
51 required by Subsection (2), the commission shall publish a list in accordance with
52 Subsection (3)(b) stating each contribution that the commission will remove from the
53 individual income tax return.

54 (b) The list shall:

55 (i) be published on:

56 (A) the commission's website; and

57 (B) the public legal notice website in accordance with Section 45-1-101;

58 (ii) include a statement that the commission:

59 (A) is required to remove the contribution from the individual income tax return;

60 and

61 (B) may not collect the contribution;

62 (iii) state the taxable year for which the removal described in Subsection (3)(a) takes

63 effect; and
64 (iv) remain available for viewing and searching until the commission publishes a new
65 list in accordance with this Subsection (3).

66 Section 2. Section **59-10-1322** is enacted to read:

67 **59-10-1322 . Contribution to the Statewide Hunger Relief Fund.**

68 (1)(a) There is created an expendable special revenue fund known as the "Statewide
69 Hunger Relief Fund."

70 (b) The fund shall consist of all amounts deposited into the fund in accordance with
71 Subsection (2).

72 (2) Except as provided in Section 59-10-1304, for a taxable year beginning on or after
73 January 1, 2025, a resident or nonresident individual that files an individual income tax
74 return under this chapter may designate on the resident or nonresident individual's
75 individual income tax return a contribution to be:

76 (a) deposited into the Statewide Hunger Relief Fund; and

77 (b) disbursed to the Utah Food Bank for the purpose of fighting hunger statewide.

78 (3) At least once each year, the commission shall disburse from the Statewide Hunger
79 Relief Fund all money deposited into the fund since the last disbursement to the Utah
80 Food Bank.

81 Section 3. **Effective Date.**

82 This bill takes effect on May 7, 2025.

83 Section 4. **Retrospective operation.**

84 This bill has retrospective operation for a taxable year beginning on or after January 1,
85 2025.