



Fiscal Note
H.B. 306

2016 General Session
Taxation of Social Security and Retirement
Benefits
by Fawson, J.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(1,303,200)	\$1,303,200	\$0

State Government

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

Enactment of this bill could reduce revenue to the Education Fund by \$1,303,200 beginning in FY 2018 due to the exemption and credits related to taxable retirement income authorized in the bill.

Revenues	FY 2016	FY 2017	FY 2018
Education Fund	\$0	\$(1,303,200)	\$(1,303,200)
Education Fund, One-Time	\$0	\$1,303,200	\$0
Total Revenues	\$0	\$0	\$(1,303,200)

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

Expenditures	FY 2016	FY 2017	FY 2018
Total Expenditures	\$0	\$0	\$0

Net All Funds	\$0	\$0	\$(1,303,200)
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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)(d)

Enactment of this bill could save an estimated 339 taxpayers approximately \$1,124 annually beginning in FY 2018 due to the exemption allowed for those that have 50% or more of their income attributable to taxable social security benefits. This results in aggregate savings of approximately \$381,000. An estimated 17,210 individuals with dates of birth between 1/1/1953 and 12/31/1957 could claim a nonrefundable credit of approximately \$54 on average after the phase-out and nonrefundable provisions are included. Aggregate savings from the date of birth provisions of the bill could be approximately \$922,200.

Performance Note

JR4-2-404

No performance note required for this bill

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.