



Fiscal Note S.B. 72

2018 General Session
Business Income Tax Modifications - As Amended
by Harper, W.



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$1,800	\$1,000	\$2,800

State Government

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

Presuming 10% of currently classified manufacturing firms shift to being classified as non-manufacturing firms, enactment of this bill may increase revenue to the Education Fund by \$2,800 in FY 2019 and \$1,800 in FY 2020. Should 100% of manufacturing firms be classified as non-manufacturing firms, the bill reduces revenue to the Education Fund by up to \$18 million in FY 2020. It is unknown how many will switch.

Revenues	FY 2018	FY 2019	FY 2020
Education Fund	\$0	\$1,800	\$1,800
Education Fund, One-Time	\$0	\$1,000	\$0
Total Revenues	\$0	\$2,800	\$1,800

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

Expenditures	FY 2018	FY 2019	FY 2020
Total Expenditures	\$0	\$0	\$0

Net All Funds	\$0	\$2,800	\$1,800
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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)

Presuming 10% of currently classified manufacturing firms shift to being classified as non-manufacturing firms, enactment of this bill may increase the overall tax burden of corporate taxpayers by \$2,800 in FY 2019 and \$1,800 in FY 2020. Within this overall figure, some corporations may see an increase in tax liability, while other corporations may see a decrease in tax liability. Should 100% of manufacturing firms be classified as non-manufacturing firms, the bill may reduce corporate manufacturing firms' tax burden by approximately \$20 million.

Regulatory Impact

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

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.