

**SEVERANCE TAX AMENDMENTS**

2009 GENERAL SESSION

STATE OF UTAH

**Chief Sponsor: John L. Valentine**

House Sponsor: John Dougall

---

---

**LONG TITLE**

**Committee Note:**

The Revenue and Taxation Interim Committee recommended this bill.

The Utah Tax Review Commission recommended this bill.

Membership: 6 legislators 10 non-legislators

Legislative Vote: 3 voting for 0 voting against 3 absent

**General Description:**

This bill provides for the disposition of certain revenues from severance taxes.

**Highlighted Provisions:**

This bill:

▶ amends the provisions relating to the deposition of certain severance tax revenues into the permanent state trust fund;

▶ increases the amount of revenue to be deposited into the permanent state trust fund over a six-year period **Ⓢ→ beginning with fiscal year 2011-12 ←Ⓢ** ;

▶ defines terms; and

▶ makes technical changes.

**Monies Appropriated in this Bill:**

None

**Other Special Clauses:**

This bill takes effect on July 1, 2009.

**Utah Code Sections Affected:**

S.B. 38



28 AMENDS:

29 **51-9-302**, as renumbered and amended by Laws of Utah 2008, Chapter 382

30 **51-9-304**, as last amended by Laws of Utah 2008, Chapters 141, 216 and renumbered  
31 and amended by Laws of Utah 2008, Chapter 382

32 **51-9-305**, as enacted by Laws of Utah 2008, Chapter 141

33 

---

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

35 Section 1. Section **51-9-302** is amended to read:

36 **51-9-302. Definitions.**

37 As used in this part:

38 (1) "Infrastructure and Economic Diversification Investment Account" means the  
39 Infrastructure and Economic Diversification Investment Account created in Section 51-9-303.

40 (2) "Mining base amount" means:

41 (a) \$27,600,000 for fiscal ~~year~~ ~~2008-09~~ ~~years~~ ~~2008-09, 2009-10, and 2010-11~~ ~~←~~ ~~→~~ ~~→~~ ~~→~~ ;

42 (b) \$22,600,000 for fiscal year ~~2009-10~~ ~~2011-12~~ ~~←~~ ~~→~~ ;

43 (c) \$17,600,000 for fiscal year ~~2010-11~~ ~~2012-13~~ ~~←~~ ~~→~~ ;

44 (d) \$12,600,000 for fiscal year ~~2011-12~~ ~~2013-14~~ ~~←~~ ~~→~~ ;

45 (e) \$7,600,000 for fiscal year ~~2012-13~~ ~~2014-15~~ ~~←~~ ~~→~~ ; and

46 (f) \$2,600,000 for fiscal year ~~2013-14~~ ~~2015-16~~ ~~←~~ ~~→~~ .

47 (3) "Oil and gas base amount" means:

48 (a) \$71,000,000 for fiscal ~~year~~ ~~2008-09~~ ~~years~~ ~~2008-09, 2009-10, and 2010-11~~ ~~←~~ ~~→~~ ;

49 (b) \$56,000,000 for fiscal year ~~2009-10~~ ~~2011-12~~ ~~←~~ ~~→~~ ;

50 (c) \$41,000,000 for fiscal year ~~2010-11~~ ~~2012-13~~ ~~←~~ ~~→~~ ;

51 (d) \$26,000,000 for fiscal year ~~2011-12~~ ~~2013-14~~ ~~←~~ ~~→~~ ; and

52 (e) \$11,000,000 for fiscal year ~~2012-13~~ ~~2014-15~~ ~~←~~ ~~→~~ .

53 ~~(2)~~ (4) "Permanent state trust fund" means the permanent state trust fund created  
54 under Utah Constitution Article XXII, Section 4.

55 ~~(3)~~ (5) "Severance Tax Holding Account" means the Severance Tax Holding Account  
56 created in Section 51-9-304.

57 Section 2. Section **51-9-304** is amended to read:

58 **51-9-304. Creation of Severance Tax Holding Account -- Distribution of funds in**

59 **the account.**

60 (1) (a) There is created a restricted account within the General Fund known as the  
61 "Severance Tax Holding Account."

62 (b) The Severance Tax Holding Account shall consist of:

63 (i) appropriations from the Legislature;

64 (ii) grants from private foundations; and

65 (iii) all monies credited to the Severance Tax Holding Account under Section  
66 51-9-305.

67 (2) (a) The state treasurer shall invest monies in the account according to Title 51,  
68 Chapter 7, State Money Management Act.

69 (b) The Division of Finance shall deposit interest or other earnings derived from  
70 investment of account monies into the General Fund.

71 (3) [~~If authorized by law the~~] The Division of Finance shall deposit all of the monies in  
72 the Severance Tax Holding Account as of June 30, 2009, into the permanent state trust fund.

73 Section 3. Section **51-9-305** is amended to read:

74 **51-9-305. Crediting of certain severance tax revenues to the permanent state**  
75 **trust fund.**

76 (1) (a) After making the distributions of oil and gas severance tax revenues as required  
77 under Sections 59-5-116 and 59-5-119, the Division of Finance shall make the distributions  
78 required under Subsections (2) through (5).

79 (b) For purposes of this section, revenue collected from severance taxes on oil and gas  
80 imposed under Title 59, Chapter 5, Severance Tax on Oil, Gas, and Mining, does not include  
81 revenue that is distributed under Section 59-5-116 or 59-5-119.

82 (2) [~~Beginning~~] (a) For fiscal years beginning with fiscal year 2008-09[~~, if authorized~~  
83 ~~by law~~] and ending with fiscal year ~~2012-13~~ **2014-15** ~~←~~ **2015-16** ~~←~~ **2016-17** ~~←~~ **2017-18** ~~←~~ **2018-19** ~~←~~ **2019-20** ~~←~~ **2020-21** ~~←~~ **2021-22** ~~←~~ **2022-23** ~~←~~ **2023-24** ~~←~~ **2024-25** ~~←~~ **2025-26** ~~←~~ **2026-27** ~~←~~ **2027-28** ~~←~~ **2028-29** ~~←~~ **2029-30** ~~←~~ **2030-31** ~~←~~ **2031-32** ~~←~~ **2032-33** ~~←~~ **2033-34** ~~←~~ **2034-35** ~~←~~ **2035-36** ~~←~~ **2036-37** ~~←~~ **2037-38** ~~←~~ **2038-39** ~~←~~ **2039-40** ~~←~~ **2040-41** ~~←~~ **2041-42** ~~←~~ **2042-43** ~~←~~ **2043-44** ~~←~~ **2044-45** ~~←~~ **2045-46** ~~←~~ **2046-47** ~~←~~ **2047-48** ~~←~~ **2048-49** ~~←~~ **2049-50** ~~←~~ **2050-51** ~~←~~ **2051-52** ~~←~~ **2052-53** ~~←~~ **2053-54** ~~←~~ **2054-55** ~~←~~ **2055-56** ~~←~~ **2056-57** ~~←~~ **2057-58** ~~←~~ **2058-59** ~~←~~ **2059-60** ~~←~~ **2060-61** ~~←~~ **2061-62** ~~←~~ **2062-63** ~~←~~ **2063-64** ~~←~~ **2064-65** ~~←~~ **2065-66** ~~←~~ **2066-67** ~~←~~ **2067-68** ~~←~~ **2068-69** ~~←~~ **2069-70** ~~←~~ **2070-71** ~~←~~ **2071-72** ~~←~~ **2072-73** ~~←~~ **2073-74** ~~←~~ **2074-75** ~~←~~ **2075-76** ~~←~~ **2076-77** ~~←~~ **2077-78** ~~←~~ **2078-79** ~~←~~ **2079-80** ~~←~~ **2080-81** ~~←~~ **2081-82** ~~←~~ **2082-83** ~~←~~ **2083-84** ~~←~~ **2084-85** ~~←~~ **2085-86** ~~←~~ **2086-87** ~~←~~ **2087-88** ~~←~~ **2088-89** ~~←~~ **2089-90** ~~←~~ **2090-91** ~~←~~ **2091-92** ~~←~~ **2092-93** ~~←~~ **2093-94** ~~←~~ **2094-95** ~~←~~ **2095-96** ~~←~~ **2096-97** ~~←~~ **2097-98** ~~←~~ **2098-99** ~~←~~ **2099-00** ~~←~~ **2100-01** ~~←~~ **2101-02** ~~←~~ **2102-03** ~~←~~ **2103-04** ~~←~~ **2104-05** ~~←~~ **2105-06** ~~←~~ **2106-07** ~~←~~ **2107-08** ~~←~~ **2108-09** ~~←~~ **2109-10** ~~←~~ **2110-11** ~~←~~ **2111-12** ~~←~~ **2112-13** ~~←~~ **2113-14** ~~←~~ **2114-15** ~~←~~ **2115-16** ~~←~~ **2116-17** ~~←~~ **2117-18** ~~←~~ **2118-19** ~~←~~ **2119-20** ~~←~~ **2120-21** ~~←~~ **2121-22** ~~←~~ **2122-23** ~~←~~ **2123-24** ~~←~~ **2124-25** ~~←~~ **2125-26** ~~←~~ **2126-27** ~~←~~ **2127-28** ~~←~~ **2128-29** ~~←~~ **2129-30** ~~←~~ **2130-31** ~~←~~ **2131-32** ~~←~~ **2132-33** ~~←~~ **2133-34** ~~←~~ **2134-35** ~~←~~ **2135-36** ~~←~~ **2136-37** ~~←~~ **2137-38** ~~←~~ **2138-39** ~~←~~ **2139-40** ~~←~~ **2140-41** ~~←~~ **2141-42** ~~←~~ **2142-43** ~~←~~ **2143-44** ~~←~~ **2144-45** ~~←~~ **2145-46** ~~←~~ **2146-47** ~~←~~ **2147-48** ~~←~~ **2148-49** ~~←~~ **2149-50** ~~←~~ **2150-51** ~~←~~ **2151-52** ~~←~~ **2152-53** ~~←~~ **2153-54** ~~←~~ **2154-55** ~~←~~ **2155-56** ~~←~~ **2156-57** ~~←~~ **2157-58** ~~←~~ **2158-59** ~~←~~ **2159-60** ~~←~~ **2160-61** ~~←~~ **2161-62** ~~←~~ **2162-63** ~~←~~ **2163-64** ~~←~~ **2164-65** ~~←~~ **2165-66** ~~←~~ **2166-67** ~~←~~ **2167-68** ~~←~~ **2168-69** ~~←~~ **2169-70** ~~←~~ **2170-71** ~~←~~ **2171-72** ~~←~~ **2172-73** ~~←~~ **2173-74** ~~←~~ **2174-75** ~~←~~ **2175-76** ~~←~~ **2176-77** ~~←~~ **2177-78** ~~←~~ **2178-79** ~~←~~ **2179-80** ~~←~~ **2180-81** ~~←~~ **2181-82** ~~←~~ **2182-83** ~~←~~ **2183-84** ~~←~~ **2184-85** ~~←~~ **2185-86** ~~←~~ **2186-87** ~~←~~ **2187-88** ~~←~~ **2188-89** ~~←~~ **2189-90** ~~←~~ **2190-91** ~~←~~ **2191-92** ~~←~~ **2192-93** ~~←~~ **2193-94** ~~←~~ **2194-95** ~~←~~ **2195-96** ~~←~~ **2196-97** ~~←~~ **2197-98** ~~←~~ **2198-99** ~~←~~ **2199-00** ~~←~~ **2200-01** ~~←~~ **2201-02** ~~←~~ **2202-03** ~~←~~ **2203-04** ~~←~~ **2204-05** ~~←~~ **2205-06** ~~←~~ **2206-07** ~~←~~ **2207-08** ~~←~~ **2208-09** ~~←~~ **2209-10** ~~←~~ **2210-11** ~~←~~ **2211-12** ~~←~~ **2212-13** ~~←~~ **2213-14** ~~←~~ **2214-15** ~~←~~ **2215-16** ~~←~~ **2216-17** ~~←~~ **2217-18** ~~←~~ **2218-19** ~~←~~ **2219-20** ~~←~~ **2220-21** ~~←~~ **2221-22** ~~←~~ **2222-23** ~~←~~ **2223-24** ~~←~~ **2224-25** ~~←~~ **2225-26** ~~←~~ **2226-27** ~~←~~ **2227-28** ~~←~~ **2228-29** ~~←~~ **2229-30** ~~←~~ **2230-31** ~~←~~ **2231-32** ~~←~~ **2232-33** ~~←~~ **2233-34** ~~←~~ **2234-35** ~~←~~ **2235-36** ~~←~~ **2236-37** ~~←~~ **2237-38** ~~←~~ **2238-39** ~~←~~ **2239-40** ~~←~~ **2240-41** ~~←~~ **2241-42** ~~←~~ **2242-43** ~~←~~ **2243-44** ~~←~~ **2244-45** ~~←~~ **2245-46** ~~←~~ **2246-47** ~~←~~ **2247-48** ~~←~~ **2248-49** ~~←~~ **2249-50** ~~←~~ **2250-51** ~~←~~ **2251-52** ~~←~~ **2252-53** ~~←~~ **2253-54** ~~←~~ **2254-55** ~~←~~ **2255-56** ~~←~~ **2256-57** ~~←~~ **2257-58** ~~←~~ **2258-59** ~~←~~ **2259-60** ~~←~~ **2260-61** ~~←~~ **2261-62** ~~←~~ **2262-63** ~~←~~ **2263-64** ~~←~~ **2264-65** ~~←~~ **2265-66** ~~←~~ **2266-67** ~~←~~ **2267-68** ~~←~~ **2268-69** ~~←~~ **2269-70** ~~←~~ **2270-71** ~~←~~ **2271-72** ~~←~~ **2272-73** ~~←~~ **2273-74** ~~←~~ **2274-75** ~~←~~ **2275-76** ~~←~~ **2276-77** ~~←~~ **2277-78** ~~←~~ **2278-79** ~~←~~ **2279-80** ~~←~~ **2280-81** ~~←~~ **2281-82** ~~←~~ **2282-83** ~~←~~ **2283-84** ~~←~~ **2284-85** ~~←~~ **2285-86** ~~←~~ **2286-87** ~~←~~ **2287-88** ~~←~~ **2288-89** ~~←~~ **2289-90** ~~←~~ **2290-91** ~~←~~ **2291-92** ~~←~~ **2292-93** ~~←~~ **2293-94** ~~←~~ **2294-95** ~~←~~ **2295-96** ~~←~~ **2296-97** ~~←~~ **2297-98** ~~←~~ **2298-99** ~~←~~ **2299-00** ~~←~~ **2300-01** ~~←~~ **2301-02** ~~←~~ **2302-03** ~~←~~ **2303-04** ~~←~~ **2304-05** ~~←~~ **2305-06** ~~←~~ **2306-07** ~~←~~ **2307-08** ~~←~~ **2308-09** ~~←~~ **2309-10** ~~←~~ **2310-11** ~~←~~ **2311-12** ~~←~~ **2312-13** ~~←~~ **2313-14** ~~←~~ **2314-15** ~~←~~ **2315-16** ~~←~~ **2316-17** ~~←~~ **2317-18** ~~←~~ **2318-19** ~~←~~ **2319-20** ~~←~~ **2320-21** ~~←~~ **2321-22** ~~←~~ **2322-23** ~~←~~ **2323-24** ~~←~~ **2324-25** ~~←~~ **2325-26** ~~←~~ **2326-27** ~~←~~ **2327-28** ~~←~~ **2328-29** ~~←~~ **2329-30** ~~←~~ **2330-31** ~~←~~ **2331-32** ~~←~~ **2332-33** ~~←~~ **2333-34** ~~←~~ **2334-35** ~~←~~ **2335-36** ~~←~~ **2336-37** ~~←~~ **2337-38** ~~←~~ **2338-39** ~~←~~ **2339-40** ~~←~~ **2340-41** ~~←~~ **2341-42** ~~←~~ **2342-43** ~~←~~ **2343-44** ~~←~~ **2344-45** ~~←~~ **2345-46** ~~←~~ **2346-47** ~~←~~ **2347-48** ~~←~~ **2348-49** ~~←~~ **2349-50** ~~←~~ **2350-51** ~~←~~ **2351-52** ~~←~~ **2352-53** ~~←~~ **2353-54** ~~←~~ **2354-55** ~~←~~ **2355-56** ~~←~~ **2356-57** ~~←~~ **2357-58** ~~←~~ **2358-59** ~~←~~ **2359-60** ~~←~~ **2360-61** ~~←~~ **2361-62** ~~←~~ **2362-63** ~~←~~ **2363-64** ~~←~~ **2364-65** ~~←~~ **2365-66** ~~←~~ **2366-67** ~~←~~ **2367-68** ~~←~~ **2368-69** ~~←~~ **2369-70** ~~←~~ **2370-71** ~~←~~ **2371-72** ~~←~~ **2372-73** ~~←~~ **2373-74** ~~←~~ **2374-75** ~~←~~ **2375-76** ~~←~~ **2376-77** ~~←~~ **2377-78** ~~←~~ **2378-79** ~~←~~ **2379-80** ~~←~~ **2380-81** ~~←~~ **2381-82** ~~←~~ **2382-83** ~~←~~ **2383-84** ~~←~~ **2384-85** ~~←~~ **2385-86** ~~←~~ **2386-87** ~~←~~ **2387-88** ~~←~~ **2388-89** ~~←~~ **2389-90** ~~←~~ **2390-91** ~~←~~ **2391-92** ~~←~~ **2392-93** ~~←~~ **2393-94** ~~←~~ **2394-95** ~~←~~ **2395-96** ~~←~~ **2396-97** ~~←~~ **2397-98** ~~←~~ **2398-99** ~~←~~ **2399-00** ~~←~~ **2400-01** ~~←~~ **2401-02** ~~←~~ **2402-03** ~~←~~ **2403-04** ~~←~~ **2404-05** ~~←~~ **2405-06** ~~←~~ **2406-07** ~~←~~ **2407-08** ~~←~~ **2408-09** ~~←~~ **2409-10** ~~←~~ **2410-11** ~~←~~ **2411-12** ~~←~~ **2412-13** ~~←~~ **2413-14** ~~←~~ **2414-15** ~~←~~ **2415-16** ~~←~~ **2416-17** ~~←~~ **2417-18** ~~←~~ **2418-19** ~~←~~ **2419-20** ~~←~~ **2420-21** ~~←~~ **2421-22** ~~←~~ **2422-23** ~~←~~ **2423-24** ~~←~~ **2424-25** ~~←~~ **2425-26** ~~←~~ **2426-27** ~~←~~ **2427-28** ~~←~~ **2428-29** ~~←~~ **2429-30** ~~←~~ **2430-31** ~~←~~ **2431-32** ~~←~~ **2432-33** ~~←~~ **2433-34** ~~←~~ **2434-35** ~~←~~ **2435-36** ~~←~~ **2436-37** ~~←~~ **2437-38** ~~←~~ **2438-39** ~~←~~ **2439-40** ~~←~~ **2440-41** ~~←~~ **2441-42** ~~←~~ **2442-43** ~~←~~ **2443-44** ~~←~~ **2444-45** ~~←~~ **2445-46** ~~←~~ **2446-47** ~~←~~ **2447-48** ~~←~~ **2448-49** ~~←~~ **2449-50** ~~←~~ **2450-51** ~~←~~ **2451-52** ~~←~~ **2452-53** ~~←~~ **2453-54** ~~←~~ **2454-55** ~~←~~ **2455-56** ~~←~~ **2456-57** ~~←~~ **2457-58** ~~←~~ **2458-59** ~~←~~ **2459-60** ~~←~~ **2460-61** ~~←~~ **2461-62** ~~←~~ **2462-63** ~~←~~ **2463-64** ~~←~~ **2464-65** ~~←~~ **2465-66** ~~←~~ **2466-67** ~~←~~ **2467-68** ~~←~~ **2468-69** ~~←~~ **2469-70** ~~←~~ **2470-71** ~~←~~ **2471-72** ~~←~~ **2472-73** ~~←~~ **2473-74** ~~←~~ **2474-75** ~~←~~ **2475-76** ~~←~~ **2476-77** ~~←~~ **2477-78** ~~←~~ **2478-79** ~~←~~ **2479-80** ~~←~~ **2480-81** ~~←~~ **2481-82** ~~←~~ **2482-83** ~~←~~ **2483-84** ~~←~~ **2484-85** ~~←~~ **2485-86** ~~←~~ **2486-87** ~~←~~ **2487-88** ~~←~~ **2488-89** ~~←~~ **2489-90** ~~←~~ **2490-91** ~~←~~ **2491-92** ~~←~~ **2492-93** ~~←~~ **2493-94** ~~←~~ **2494-95** ~~←~~ **2495-96** ~~←~~ **2496-97** ~~←~~ **2497-98** ~~←~~ **2498-99** ~~←~~ **2499-00** ~~←~~ **2500-01** ~~←~~ **2501-02** ~~←~~ **2502-03** ~~←~~ **2503-04** ~~←~~ **2504-05** ~~←~~ **2505-06** ~~←~~ **2506-07** ~~←~~ **2507-08** ~~←~~ **2508-09** ~~←~~ **2509-10** ~~←~~ **2510-11** ~~←~~ **2511-12** ~~←~~ **2512-13** ~~←~~ **2513-14** ~~←~~ **2514-15** ~~←~~ **2515-16** ~~←~~ **2516-17** ~~←~~ **2517-18** ~~←~~ **2518-19** ~~←~~ **2519-20** ~~←~~ **2520-21** ~~←~~ **2521-22** ~~←~~ **2522-23** ~~←~~ **2523-24** ~~←~~ **2524-25** ~~←~~ **2525-26** ~~←~~ **2526-27** ~~←~~ **2527-28** ~~←~~ **2528-29** ~~←~~ **2529-30** ~~←~~ **2530-31** ~~←~~ **2531-32** ~~←~~ **2532-33** ~~←~~ **2533-34** ~~←~~ **2534-35** ~~←~~ **2535-36** ~~←~~ **2536-37** ~~←~~ **2537-38** ~~←~~ **2538-39** ~~←~~ **2539-40** ~~←~~ **2540-41** ~~←~~ **2541-42** ~~←~~ **2542-43** ~~←~~ **2543-44** ~~←~~ **2544-45** ~~←~~ **2545-46** ~~←~~ **2546-47** ~~←~~ **2547-48** ~~←~~ **2548-49** ~~←~~ **2549-50** ~~←~~ **2550-51** ~~←~~ **2551-52** ~~←~~ **2552-53** ~~←~~ **2553-54** ~~←~~ **2554-55** ~~←~~ **2555-56** ~~←~~ **2556-57** ~~←~~ **2557-58** ~~←~~ **2558-59** ~~←~~ **2559-60** ~~←~~ **2560-61** ~~←~~ **2561-62** ~~←~~ **2562-63** ~~←~~ **2563-64** ~~←~~ **2564-65** ~~←~~ **2565-66** ~~←~~ **2566-67** ~~←~~ **2567-68** ~~←~~ **2568-69** ~~←~~ **2569-70** ~~←~~ **2570-71** ~~←~~ **2571-72** ~~←~~ **2572-73** ~~←~~ **2573-74** ~~←~~ **2574-75** ~~←~~ **2575-76** ~~←~~ **2576-77** ~~←~~ **2577-78** ~~←~~

90 fund.

91 (3) [~~Beginning~~] (a) For fiscal years beginning with fiscal year 2008-09[~~, if authorized~~  
92 ~~by law~~] and ending with fiscal year ~~§→ [2013-14] 2015-16 ←§~~ , the Division of Finance shall credit  
92a to the

93 permanent state trust fund all revenue collected in a fiscal year from severance taxes on mining  
94 imposed under Title 59, Chapter 5, Severance Tax on Oil, Gas, and Mining, that exceed  
95 [~~\$27,600,000.~~] the mining base amount.

96 (b) For fiscal years beginning on or after fiscal year ~~§→ [2014-15] 2016-17 ←§~~ , the  
96a Division of Finance

97 shall credit all revenue collected in a fiscal year from severance taxes on mining imposed under  
98 Title 59, Chapter 5, Severance Tax on Oil, Gas, and Mining to the permanent state trust fund.

99 (4) The state treasurer shall invest and separately account for the earnings on funds that  
100 are deposited into the permanent state trust fund under this section.

101 (5) (a) In accordance with Utah Constitution Article XXII, Section 4, the interest and  
102 dividends earned annually on revenue from severance taxes that are deposited into the  
103 permanent state trust fund shall be deposited in the General Fund.

104 (b) Interest and dividends earned on revenue from severance taxes that are deposited in  
105 the General Fund pursuant to Subsection (5)(a) shall be credited to the Infrastructure and  
106 Economic Diversification Investment Account created in Section 51-9-303.

107 Section 4. **Effective date.**

108 This bill takes effect on July 1, 2009.

---

---

**Legislative Review Note**  
as of 12-18-08 1:23 PM

**Office of Legislative Research and General Counsel**

---

---

**S.B. 38 - Severance Tax Amendments - As Amended**

**Fiscal Note**

2009 General Session  
State of Utah

---

---

**State Impact**

Enactment of this bill would transfer funds from the General Fund to the Permanent State Trust Fund beginning in FY 2012. The transfer would likely be \$48,000,000 in FY 2012 and \$68,000,000 in FY 2013. When the base amounts become zero in FY 2017, all revenue collected from oil, gas, and mining severance taxes would be credited to the Permanent State Trust Fund rather than the General Fund. The expected amount is \$95,000,000 in FY 2017.

---

**Individual, Business and/or Local Impact**

Individuals, businesses, and local taxing entities located in impacted areas will benefit by having greater funds available for projects related to capital and infrastructure development and economic diversification.

---