

1                                    **Transportation and Infrastructure Funding Amendments**

2025 GENERAL SESSION

STATE OF UTAH

**Chief Sponsor: Jordan D. Teuscher**

Senate Sponsor:

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3    **LONG TITLE**

4    **General Description:**

5        This bill allocates funds in the County of the First Class Highway Projects Fund.

6    **Highlighted Provisions:**

7        This bill:

8            ▶ allocates funds in the County of the First Class Highway Projects Fund to South Jordan  
9 for road and infrastructure improvements for Prosperity Road.

10 **Money Appropriated in this Bill:**

11        None

12 **Other Special Clauses:**

13        None

14 **Utah Code Sections Affected:**

15 AMENDS:

16        **72-2-121**, as last amended by Laws of Utah 2024, Chapters 300, 498 and 501

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

19        Section 1. Section **72-2-121** is amended to read:

20        **72-2-121 . County of the First Class Highway Projects Fund.**

21 (1) There is created a special revenue fund within the Transportation Fund known as the  
22 "County of the First Class Highway Projects Fund."

23 (2) The fund consists of money generated from the following revenue sources:

24 (a) any voluntary contributions received for new construction, major renovations, and  
25 improvements to highways within a county of the first class;

26 (b) the portion of the sales and use tax described in Subsection 59-12-2214(3)(b)  
27 deposited into or transferred to the fund;

28 (c) the portion of the sales and use tax described in Section 59-12-2217 deposited into or  
29 transferred to the fund;

30 (d) a portion of the local option highway construction and transportation corridor

- 31 preservation fee imposed in a county of the first class under Section 41-1a-1222  
32 deposited into or transferred to the fund; and
- 33 (e) the portion of the sales and use tax transferred into the fund as described in  
34 Subsections 59-12-2220(4)(a) and 59-12-2220(11)(b).
- 35 (3)(a) The fund shall earn interest.
- 36 (b) All interest earned on fund money shall be deposited into the fund.
- 37 (4) Subject to Subsection (11), the executive director shall use the fund money only:
- 38 (a) to pay debt service and bond issuance costs for bonds issued under Sections  
39 63B-16-102, 63B-18-402, and 63B-27-102;
- 40 (b) for right-of-way acquisition, new construction, major renovations, and improvements  
41 to highways within a county of the first class and to pay any debt service and bond  
42 issuance costs related to those projects, including improvements to a highway located  
43 within a municipality in a county of the first class where the municipality is located  
44 within the boundaries of more than a single county;
- 45 (c) for the construction, acquisition, use, maintenance, or operation of:
- 46 (i) an active transportation facility for nonmotorized vehicles;
- 47 (ii) multimodal transportation that connects an origin with a destination; or
- 48 (iii) a facility that may include a:
- 49 (A) pedestrian or nonmotorized vehicle trail;
- 50 (B) nonmotorized vehicle storage facility;
- 51 (C) pedestrian or vehicle bridge; or
- 52 (D) vehicle parking lot or parking structure;
- 53 (d) to transfer to the 2010 Salt Lake County Revenue Bond Sinking Fund created by  
54 Section 72-2-121.3 the amount required in Subsection 72-2-121.3(4)(c) minus the  
55 amounts transferred in accordance with Subsection 72-2-124(4)(a)(iv);
- 56 (e) for a fiscal year beginning on or after July 1, 2013, to pay debt service and bond  
57 issuance costs for \$30,000,000 of the bonds issued under Section 63B-18-401 for the  
58 projects described in Subsection 63B-18-401(4)(a);
- 59 (f) for a fiscal year beginning on or after July 1, 2013, and after the department has  
60 verified that the amount required under Subsection 72-2-121.3(4)(c) is available in  
61 the fund, to transfer an amount equal to 50% of the revenue generated by the local  
62 option highway construction and transportation corridor preservation fee imposed  
63 under Section 41-1a-1222 in a county of the first class:
- 64 (i) to the legislative body of a county of the first class; and

- 65 (ii) to be used by a county of the first class for:
- 66 (A) highway construction, reconstruction, or maintenance projects; or
- 67 (B) the enforcement of state motor vehicle and traffic laws;
- 68 (g) for a fiscal year beginning on or after July 1, 2015, after the department has verified
- 69 that the amount required under Subsection 72-2-121.3(4)(c) is available in the fund
- 70 and the transfer under Subsection (4)(e) has been made, to annually transfer an
- 71 amount of the sales and use tax revenue imposed in a county of the first class and
- 72 deposited into the fund in accordance with Subsection 59-12-2214(3)(b) equal to an
- 73 amount needed to cover the debt to:
- 74 (i) the appropriate debt service or sinking fund for the repayment of bonds issued
- 75 under Section 63B-27-102; and
- 76 (ii) the appropriate debt service or sinking fund for the repayment of bonds issued
- 77 under Sections 63B-31-102 and 63B-31-103;
- 78 (h) after the department has verified that the amount required under Subsection
- 79 72-2-121.3(4)(c) is available in the fund and after the transfer under Subsection (4)(d),
- 80 the payment under Subsection (4)(e), and the transfer under Subsection (4)(g)(i) has
- 81 been made, to annually transfer \$2,000,000 to a public transit district in a county of
- 82 the first class to fund a system for public transit;
- 83 (i) for a fiscal year beginning on or after July 1, 2018, after the department has verified
- 84 that the amount required under Subsection 72-2-121.3(4)(c) is available in the fund
- 85 and after the transfer under Subsection (4)(d), the payment under Subsection (4)(e),
- 86 and the transfer under Subsection (4)(g)(i) has been made, to annually transfer 20%
- 87 of the amount deposited into the fund under Subsection (2)(b):
- 88 (i) to the legislative body of a county of the first class; and
- 89 (ii) to fund parking facilities in a county of the first class that facilitate significant
- 90 economic development and recreation and tourism within the state;
- 91 (j) subject to Subsection (5), for a fiscal year beginning on or after July 1, 2021, and for
- 92 15 years thereafter, to annually transfer the following amounts to the following cities
- 93 and the county of the first class for priority projects to mitigate congestion and
- 94 improve transportation safety:
- 95 (i) \$2,000,000 to Sandy;
- 96 (ii) \$2,300,000 to Taylorsville;
- 97 (iii) \$1,100,000 to Salt Lake City;
- 98 (iv) \$1,100,000 to West Jordan;

- 99 (v) \$1,100,000 to West Valley City;
- 100 (vi) \$800,000 to Herriman;
- 101 (vii) \$700,000 to Draper;
- 102 (viii) \$700,000 to Riverton;
- 103 (ix) \$700,000 to South Jordan;
- 104 (x) \$500,000 to Bluffdale;
- 105 (xi) \$500,000 to Midvale;
- 106 (xii) \$500,000 to Millcreek;
- 107 (xiii) \$500,000 to Murray;
- 108 (xiv) \$400,000 to Cottonwood Heights; and
- 109 (xv) \$300,000 to Holladay; [~~and~~]
- 110 (k) for the 2024-25 and 2025-26 fiscal years, and subject to revenue balances after the
- 111 distributions under Subsection (4)(j), to reimburse the following municipalities for
- 112 the amounts and projects indicated, as each project progresses and as revenue
- 113 balances allow:
- 114 (i) \$3,200,000 to South Jordan for improvements to Bingham Rim Road from
- 115 Grandville Avenue to Mountain View Corridor;
- 116 (ii) \$1,960,000 to Midvale for improvements to Center Street between State Street
- 117 and 700 West;
- 118 (iii) \$3,500,000 to Salt Lake City for first and last mile public transit improvements
- 119 throughout Salt Lake City;
- 120 (iv) \$1,500,000 to Cottonwood Heights for improvements to Fort Union Boulevard
- 121 and 2300 East;
- 122 (v) \$3,450,000 to Draper for improvements to Bangerter Highway between 13800
- 123 South and I-15;
- 124 (vi) \$10,500,000 to Herriman to construct a road between U-111 and 13200 South;
- 125 (vii) \$3,000,000 to West Jordan for improvements to 1300 West;
- 126 (viii) \$1,050,000 to Riverton for improvements to the Welby Jacob Canal trail
- 127 between 11800 South and 13800 South;
- 128 (ix) \$3,500,000 to Taylorsville for improvements to Bangerter Highway and 4700
- 129 South;
- 130 (x) \$470,000 to the department for construction of a sound wall on Bangerter
- 131 Highway at approximately 11200 South;
- 132 (xi) \$1,250,000 to Murray for improvements to Murray Boulevard between 4800

- 133 South and 5300 South;
- 134 (xii) \$1,450,000 to West Valley for construction of a road connecting 5400 South to  
135 U-111;
- 136 (xiii) \$1,840,000 to Magna for construction and improvements to 8400 West and  
137 4100 South;
- 138 (xiv) \$1,000,000 to South Jordan for construction of arterial roads connecting U-111  
139 and Old Bingham Highway;
- 140 (xv) \$1,200,000 to Millcreek for reconstruction of and improvements to 2000 East  
141 between 3300 South and Atkin Avenue;
- 142 (xvi) \$1,230,000 to Holladay for improvements to Highland Drive between Van  
143 Winkle Expressway and Arbor Lane;
- 144 (xvii) \$1,800,000 to West Valley City for improvements to 4000 West between 4100  
145 South and 4700 South and improvements to 4700 South from 4000 West to  
146 Bangerter Highway; and
- 147 (xviii) \$1,000,000 to Taylorsville for improvements to 4700 South at the I-215  
148 interchange[-] ; and
- 149 (l) for a fiscal year beginning on July 1, 2025, and subject to revenue balances, transfer  
150 one time \$1,700,000 to South Jordan for improvements to Prosperity Road between  
151 Crimson View Drive and Copper Hawk Drive.
- 152 (5)(a) If revenue in the fund is insufficient to satisfy all of the transfers described in  
153 Subsection (4)(j), the executive director shall proportionately reduce the amounts  
154 transferred as described in Subsection (4)(j).
- 155 (b) A local government may not use revenue described in Subsection (4)(j) to supplant  
156 existing class B or class C road funds that a local government has budgeted for  
157 transportation projects.
- 158 (6) The revenues described in Subsections (2)(b), (c), and (d) that are deposited into the  
159 fund and bond proceeds from bonds issued under Sections 63B-16-102, 63B-18-402,  
160 and 63B-27-102 are considered a local matching contribution for the purposes described  
161 under Section 72-2-123.
- 162 (7) The department may expend up to \$3,000,000 of revenue deposited into the account as  
163 described in Subsection 59-12-2220(11)(b) for public transit innovation grants, as  
164 provided in Part 3, Public Transit Innovation Grants.
- 165 (8) The additional administrative costs of the department to administer this fund shall be  
166 paid from money in the fund.

167 (9) Subject to Subsection (11), and notwithstanding any statutory or other restrictions on  
168 the use or expenditure of the revenue sources deposited into this fund, the Department of  
169 Transportation may use the money in this fund for any of the purposes detailed in  
170 Subsection (4).

171 (10) Subject to Subsection (11), any revenue deposited into the fund as described in  
172 Subsection (2)(e) shall be used to provide funding or loans for public transit projects,  
173 operations, and supporting infrastructure in the county of the first class.

174 (11) For the first three years after a county of the first class imposes a sales and use tax  
175 authorized in Section 59-12-2220, revenue deposited into the fund as described in  
176 Subsection (2)(e) shall be allocated as follows:

- 177 (a) 10% to the department to construct an express bus facility on 5600 West; and  
178 (b) 90% into the County of the First Class Infrastructure Bank Fund created in Section  
179 72-2-302.

180 Section 2. **Effective Date.**

181 This bill takes effect on May 7, 2025.