

# HB0236S02 compared with HB0236

~~{Omitted text}~~ shows text that was in HB0236 but was omitted in HB0236S02

inserted text shows text that was not in HB0236 but was inserted into HB0236S02

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1 **Truth in Taxation Amendments**  
2026 GENERAL SESSION  
STATE OF UTAH  
**Chief Sponsor: Karen M. Peterson**  
Senate Sponsor: Daniel McCay



2  
3 **LONG TITLE**

4 **General Description:**

5 This bill addresses property tax increases through truth in taxation.

6 **Highlighted Provisions:**

7 This bill:

- 8 ▶ defines terms;
- 8 ▶ requires ~~{certain}~~ fiscal year taxing entities proposing a property tax rate increase to make a preliminary statement in a public meeting regarding the taxing entity's consideration of a tax rate increase;
- 12 ▶ clarifies notice and publication requirements for towns proposing a tax rate increase that do not have public websites;
- 10 ▶ ~~{prohibits}~~ clarifies the State Tax ~~{Commission from certifying}~~ Commission's authority to deny a taxing entity's proposed ~~{property}~~ tax rate increase ~~{if the taxing entity fails}~~ for failing to meet ~~{the requirements for making the preliminary statement}~~ truth in taxation requirements;
- 16 ▶

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provides for a one-year period in which the State Tax Commission is not required to deny a fiscal year taxing entity's proposed tax rate increase for failure to comply with certain truth in taxation requirements;

- 13       ▸ requires fiscal year taxing entities proposing a property tax increase to:
- 14             • ~~{adopt and utilize a tentative operating budget that does not include revenue derived from the proposed tax increase before a tax increase is approved; and}~~
- 16             • ~~{present}~~ prepare and adopt an ~~{alternative tentative}~~ interim budget that includes ~~{the additional revenue that would be derived from the proposed}~~ a property tax ~~{increase, if later approved}~~ impact schedule; and
- 21             • reserve a certain amount of the taxing entity's general fund revenue in a restricted budget account for a limited period of time;
- 23       ▸ includes a coordination clause to incorporate changes made to Section 59-2-919 in S.B. 238, Property Tax Adjustments; and
- 18       ▸ makes technical and conforming changes.

### Money Appropriated in this Bill:

27       None

### Other Special Clauses:

29       This bill provides a coordination clause.

### Utah Code Sections Affected:

31       AMENDS:

32       **59-2-919** , as last amended by Laws of Utah 2025, First Special Session, Chapter 17

33       **59-2-923** , as last amended by Laws of Utah 2009, Chapter 204

34       **59-2-924** , as last amended by Laws of Utah 2025, First Special Session, Chapter 15

### Utah Code Sections affected by Coordination Clause:

36       **59-2-919 (05/06/26)** , as last amended by Laws of Utah 2025, First Special Session, Chapter 17

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

41       Section 1. Section **59-2-919** is amended to read:

42       **59-2-919. Notice and public hearing requirements for certain tax increases -- Exceptions --**  
Audit.

33       (1) As used in this section:

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- 34 (a) "Additional ad valorem tax revenue" means ad valorem property tax revenue generated by the  
portion of the tax rate that exceeds the taxing entity's certified tax rate.
- 37 (b) "Ad valorem tax revenue" means ad valorem property tax revenue not including revenue from:
- 39 (i) eligible new growth; or
- 40 (ii) personal property that is:
- 41 (A) assessed by a county assessor in accordance with Part 3, County Assessment; and
- 43 (B) semiconductor manufacturing equipment.
- 44 (c) "Base year" means a taxing entity's fiscal year that immediately precedes the fiscal year in which the  
taxing entity first adopted a budget below last year's property tax budgeted revenue.
- 47 (d) "Base year budgeted revenue" means the property tax budgeted revenue, excluding eligible new  
growth, for the base year.
- 49 (e) "Calendar year taxing entity" means a taxing entity that operates under a fiscal year that begins on  
January 1 and ends on December 31.
- 51 (f) "County executive calendar year taxing entity" means a calendar year taxing entity that operates  
under the county executive-council form of government described in Section 17-62-203.
- 54 (g) "Current calendar year" means the calendar year immediately preceding the calendar year for which  
a calendar year taxing entity seeks to levy a tax rate that exceeds the calendar year taxing entity's  
certified tax rate.
- 57 (h) "Eligible new growth" means the same as that term is defined in Section 59-2-924.
- 58 (i) "Fiscal year taxing entity" means a taxing entity that operates under a fiscal year that begins on July  
1 and ends on June 30.
- 60 (j) "Meeting" means the same as that term is defined in Section 52-4-103.
- 61 (k) "Last year's property tax budgeted revenue" does not include:
- 62 (i) revenue received by a taxing entity from a debt service levy voted on by the public;
- 63 (ii) revenue generated by the combined basic rate as defined in Section 53F-2-301; or
- 64 (iii) revenue generated by the charter school levy described in Section 53F-2-703.
- 65 (l) "Truth-in-taxation exemption period" means a six-year period that begins with the base year.
- 67 (2) Except as provided in Subsection (11), a taxing entity may not levy a tax rate that exceeds the taxing  
entity's certified tax rate unless the taxing entity meets:
- 69 (a) the requirements of this section that apply to the taxing entity; and
- 70 (b) all other requirements as may be required by law.

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71 (3)

(a) Subject to Subsection (3)(b) and except as provided in Subsection (5), a calendar year taxing entity may levy a tax rate that exceeds the calendar year taxing entity's certified tax rate if the calendar year taxing entity:

74 (i) 14 or more days before the date of the regular general election or municipal general election held in the current calendar year, states at a public meeting:

76 (A) that the calendar year taxing entity intends to levy a tax rate that exceeds the calendar year taxing entity's certified tax rate;

78 (B) the dollar amount of and purpose for additional ad valorem tax revenue that would be generated by the proposed increase in the certified tax rate; and

80 (C) the approximate percentage increase in ad valorem tax revenue for the taxing entity based on the proposed increase described in Subsection (3)(a)(i)(B);

82 (ii) provides notice for the public meeting described in Subsection (3)(a)(i) in accordance with Title 52, Chapter 4, Open and Public Meetings Act, including providing a separate item on the meeting agenda that notifies the public that the calendar year taxing entity intends to make the statement described in Subsection (3)(a)(i);

87 (iii) meets the advertisement requirements of Subsections (6) and (7) before the calendar year taxing entity conducts the public hearing required by Subsection (3)(a)(v);

90 (iv) provides notice by mail:

91 (A) seven or more days before the regular general election or municipal general election held in the current calendar year; and

93 (B) as provided in Subsection (3)(c); and

94 (v) conducts a public hearing that is held:

95 (A) in accordance with Subsections (8) and (9); and

96 (B) in conjunction with the public hearing required by Section 17-63-304 or 17B-1-610.

98 (b)

(i) For a county executive calendar year taxing entity, the statement described in Subsection (3)(a)(i) shall be made by the:

100 (A) county council;

101 (B) county executive; or

102 (C) both the county council and county executive.

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- 103 (ii) If the county council makes the statement described in Subsection (3)(a)(i) or the county council  
states a dollar amount of additional ad valorem tax revenue that is greater than the amount of  
additional ad valorem tax revenue previously stated by the county executive in accordance with  
Subsection (3)(a)(i), the county executive calendar year taxing entity shall:
- 108 (A) make the statement described in Subsection (3)(a)(i) 14 or more days before the county executive  
calendar year taxing entity conducts the public hearing under Subsection (3)(a)(v); and
- 111 (B) provide the notice required by Subsection (3)(a)(iv) 14 or more days before the county executive  
calendar year taxing entity conducts the public hearing required by Subsection (3)(a)(v).
- 114 (c) The notice described in Subsection (3)(a)(iv):
- 115 (i) shall be mailed to each owner of property:
- 116 (A) within the calendar year taxing entity; and
- 117 (B) listed on the assessment roll;
- 118 (ii) shall be printed on a separate form that:
- 119 (A) is developed by the commission;
- 120 (B) states at the top of the form, in bold upper-case type no smaller than 18 point "NOTICE OF  
PROPOSED TAX INCREASE"; and
- 122 (C) may be mailed with the notice required by Section 59-2-1317;
- 123 (iii) shall contain for each property described in Subsection (3)(c)(i):
- 124 (A) the value of the property for the current calendar year;
- 125 (B) the tax on the property for the current calendar year; and
- 126 (C) subject to Subsection (3)(d), for the calendar year for which the calendar year taxing entity seeks to  
levy a tax rate that exceeds the calendar year taxing entity's certified tax rate, the estimated tax on  
the property;
- 129 (iv) shall contain the following statement:
- 130 "[Insert name of taxing entity] is proposing a tax increase for [insert applicable calendar year].  
This notice contains estimates of the tax on your property and the proposed tax increase on your  
property as a result of this tax increase. These estimates are calculated on the basis of [insert  
previous applicable calendar year] data. The actual tax on your property and proposed tax increase  
on your property may vary from this estimate.";
- 135 (v) shall state the dollar amount of additional ad valorem tax revenue that would be generated each year  
by the proposed increase in the certified tax rate;

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- 137 (vi) shall include a brief statement of the primary purpose for the proposed tax increase, including the  
taxing entity's intended use of additional ad valorem tax revenue described in Subsection (3)(c)(v);
- 140 (vii) shall state the date, time, and place of the public hearing described in Subsection (3)(a)(v);
- 142 (viii) shall state the Internet address for the taxing entity's public website;
- 143 (ix) may contain other information approved by the commission; and
- 144 (x) if sent in calendar year 2024, 2025, or 2026, shall contain:
- 145 (A) notice that the taxpayer may request electronic notice as described in Subsection 17-71-302(1)(m);  
and
- 147 (B) instructions describing how to elect to receive a notice as described in Subsection 17-71-302(1)(m).
- 149 (d) For purposes of Subsection (3)(c)(iii)(C), a calendar year taxing entity shall calculate the estimated  
tax on property on the basis of:
- 151 (i) data for the current calendar year; and
- 152 (ii) the amount of additional ad valorem tax revenue stated in accordance with this section.
- 154 (4) Except as provided in Subsection (5), a fiscal year taxing entity may levy a tax rate that exceeds  
the fiscal year taxing entity's certified tax rate if {~~, before the fiscal year taxing entity conducts the  
public meeting at which the fiscal year taxing entity's annual budget is adopted,~~} [the fiscal year  
taxing entity] , before the fiscal year taxing entity conducts the public meeting at which the fiscal  
year taxing entity's budget is adopted:
- 158 [~~(a) provides notice by meeting the advertisement requirements of Subsections (6) and (7) before the  
fiscal year taxing entity conducts the public meeting at which the fiscal year taxing entity's annual  
budget is adopted; and]~~
- 161 (a)
- (i) in the public meeting at which the taxing entity's tentative budget is first presented to the governing  
body of the taxing entity, an executive officer of the taxing entity states that the tentative budget  
includes a proposed tax rate increase; and
- 176 (ii) the fiscal year taxing entity includes, on the agenda for the public meeting described in Subsection  
(4)(a)(i), a separate item notifying the public that an executive officer of the taxing entity intends to  
state in the public meeting that the tentative budget includes a proposed tax rate increase;
- 180 (b)
- (i) on or after May 1 but on or before June {~~8,~~} 13, the fiscal year taxing entity states at a subsequent  
public meeting:

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- 162 (A) that the fiscal year taxing entity is considering levying a tax rate that exceeds the fiscal year  
163 taxing entity's certified tax rate;
- 164 (B) the approximate dollar amount of and purpose for additional ad valorem tax revenue that would  
165 be generated by the proposed tax rate increase described in Subsection {~~(4)(a)(i)(A)~~ (4)(b)(i)  
166 (A);
- 167 (C) the approximate percentage increase in ad valorem tax revenue for the fiscal year taxing entity  
168 based on the proposed tax rate increase described in Subsection {~~(4)(a)(i)(A)~~ (4)(b)(i)(A); and
- 169 (D) that if the fiscal year taxing entity proceeds with the proposed tax rate increase, the fiscal year  
170 taxing entity will provide notice of and conduct a public hearing, as required by Subsection  
171 (4)(b), at which members of the public will have an opportunity to provide comments on the  
172 proposed tax rate increase; and
- 173 (ii) the fiscal year taxing entity provides notice for the public meeting described in Subsection {~~(4)~~  
174 ~~(a)(i)~~ } (4)(b)(i) in accordance with Title 52, Chapter 4, Open and Public Meetings Act, including  
175 providing a separate item on the meeting agenda that notifies the public that the fiscal year taxing  
176 entity intends to make the statement described in Subsection {~~(4)(a)(i)~~ } (4)(b)(i);
- 177 ~~(b)~~ (c) the fiscal year taxing entity conducts a public hearing in accordance with Subsections (8) and  
178 (9)[ before the fiscal year taxing entity's annual budget is adopted] ; and
- 179 (c){ ~~(d)~~ } the fiscal year taxing entity provides notice for the public hearing described in Subsection {~~(4)~~  
180 ~~(b)~~ } (4)(c) by meeting the advertisement requirements of Subsections (6) and (7).
- 181 (5)
- 182 (a) A taxing entity is not required to meet the notice or public hearing requirements of Subsection (3) or  
183 (4) if the taxing entity is expressly exempted by law from complying with the requirements of this  
184 section.
- 185 (b) A taxing entity is not required to meet the notice requirements of Subsection (3) or (4) if:
- 186 (i) Section 53F-8-301 allows the taxing entity to levy a tax rate that exceeds that certified tax rate  
187 without having to comply with the notice provisions of this section; or
- 188 (ii) the taxing entity:
- 189 (A) budgeted less than \$20,000 in ad valorem tax revenue for the previous fiscal year; and
- 190 (B) sets a budget during the current fiscal year of less than \$20,000 of ad valorem tax revenue.
- 191 (6)
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(a) Before holding the public hearing described in Subsection (3)(a)(v) or (4)(b), a taxing entity proposing a tax rate increase under this section shall publish an advertisement regarding the proposed tax increase:

(i) electronically in accordance with Section 45-1-101; and

(ii) as a class A notice under Section 63G-30-102.

(b) The advertisement described in Subsection (6)(a) shall:

(i) be published for at least 14 days before the day on which the taxing entity conducts the public hearing described in Subsection (3)(a)(v) or (4)(b); and

(ii) substantially be in the following form and content:

### "NOTICE OF PROPOSED TAX INCREASE

(NAME OF TAXING ENTITY)

The (name of the taxing entity) is proposing to increase its property tax revenue.

- The (name of the taxing entity) tax on a (insert the average value of a residence in the taxing entity rounded to the nearest thousand dollars) residence would increase from \$\_\_\_\_\_ to \$\_\_\_\_\_, which is \$\_\_\_\_\_ per year.

- The (name of the taxing entity) tax on a (insert the value of a business having the same value as the average value of a residence in the taxing entity) business would increase from \$\_\_\_\_\_ to \$\_\_\_\_\_, which is \$\_\_\_\_\_ per year.

- If the proposed budget is approved, (name of the taxing entity) would receive an additional \$\_\_\_\_\_ in property tax revenue per year as a result of the tax increase.

- If the proposed budget is approved, (name of the taxing entity) would increase its property tax budgeted revenue by \_\_\_% above last year's property tax budgeted revenue excluding eligible new growth.

The (name of the taxing entity) invites all concerned citizens to a public hearing for the purpose of hearing comments regarding the proposed tax increase and to explain the reasons for the proposed tax increase. You have the option to attend or participate in the public hearing in person or online.

### PUBLIC HEARING

Date/Time: (date) (time)

Location: (name of meeting place and address of meeting place)

Virtual Meeting Link: (Internet address for remote participation and live streaming options)

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229 To obtain more information regarding the tax increase, citizens may contact the (name of the  
taxing entity) at (phone number of taxing entity) or visit (Internet address for the taxing entity's  
public website)."

254 (c)

(i) This Subsection (6)(c) applies to a fiscal year taxing entity that:

255 (A) is a municipality classified by population as a town under Section 10-2-301; and

257 (B) does not have a public website as of May 1 of the calendar year in which the taxing entity  
proposes a tax rate increase.

259 (ii) Notwithstanding the other provisions of this section:

260 (A) if a provision of this section requires a fiscal year taxing entity to state the internet address for  
the taxing entity's public website, a fiscal year taxing entity described in Subsection (6)(c)(i) shall  
instead state the physical address of the fiscal year taxing entity's town hall or principal place of  
business; and

264 (B) if a provision of this section requires a fiscal year taxing entity to post information on the taxing  
entity's public website within a specific time frame, a fiscal year taxing entity described in  
Subsection (6)(c)(i) shall instead post that information at the fiscal year taxing entity's town hall or  
principal place of business within that specific time frame.

269 (iii) A fiscal year taxing entity described in Subsection (6)(c)(i) shall provide to the commission  
evidence of compliance with the requirements of Subsection (6)(c)(ii), as required by the  
commission.

232 (7) The commission:

233 (a) shall adopt rules in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,  
governing the joint use of one advertisement described in Subsection (6) by two or more taxing  
entities; and

236 (b) subject to Section 45-1-101, may authorize a taxing entity's use of a commission-approved direct  
notice to each taxpayer if:

238 (i) the direct notice is different and separate from the notice required under Section 59-2-919.1; and

240 (ii) the taxing entity petitions the commission for the use of a commission-approved direct notice.

242 (8)

(a)

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- 245 (i) On or before June 1, a fiscal year taxing entity shall notify the commission and the county auditor of the date, time, and place of the public hearing described in Subsection (4)(b).
- 248 (ii) On or before October 1 of the current calendar year, a calendar year taxing entity shall notify the commission and the county auditor of the date, time, and place of the public hearing described in Subsection (3)(a)(v).
- 249 (b)
- 250 (i) A public hearing described in Subsection (3)(a)(v) or (4)(b) shall be:
- 257 (A) open to the public;
- 259 (B) held at a meeting of the taxing entity with no items on the agenda other than discussion and action on the taxing entity's intent to levy a tax rate that exceeds the taxing entity's certified tax rate, the taxing entity's budget, a special district's or special service district's fee implementation or increase, or a combination of these items; and
- 261 (C) available for individuals to attend or participate either in person or remotely through electronic means.
- 264 (ii) The governing body of a taxing entity conducting a public hearing described in Subsection (3)(a)(v) or (4)(b) shall:
- 267 (A) state the dollar amount of additional ad valorem tax revenue that would be generated each year by the proposed increase in the certified tax rate;
- 270 (B) explain the reasons for the proposed tax increase, including the taxing entity's intended use of additional ad valorem tax revenue described in Subsection (8)(b)(ii)(A);
- 273 (C) if the county auditor compiles the list required by Section 59-2-919.2, present the list at the public hearing and make the list available on the taxing entity's public website; and
- (D) provide an interested party desiring to be heard an opportunity to present oral testimony within reasonable time limits and without unreasonable restriction on the number of individuals allowed to make public comment.
- (c)
- (i) Except as provided in Subsection (8)(c)(ii), a taxing entity may not schedule a public hearing described in Subsection (3)(a)(v) or (4)(b) at the same time as the public hearing of another overlapping taxing entity in the same county.

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- (ii) The taxing entities in which the power to set tax levies is vested in the same governing board or authority may consolidate the public hearings described in Subsection (3)(a)(v) or (4)(b) into one public hearing.
- 276 (d) The county auditor shall resolve any conflict in public hearing dates and times after consultation with each affected taxing entity.
- 278 (e)
- (i) A taxing entity shall hold a public hearing described in Subsection (3)(a)(v) or (4)(b) beginning at or after 6 p.m.
- 280 (ii) If a taxing entity holds a public meeting for the purpose of addressing general business of the taxing entity on the same date as a public hearing described in Subsection (3)(a)(v) or (4)(b), the public meeting addressing general business items shall conclude before the beginning of the public hearing described in Subsection (3)(a)(v) or (4)(b).
- 285 (f)
- (i) Except as provided in Subsection (8)(f)(ii), a taxing entity may not hold the public hearing described in Subsection (3)(a)(v) or (4)(b) on the same date as another public hearing of the taxing entity.
- 288 (ii) A taxing entity may hold the following hearings on the same date as a public hearing described in Subsection (3)(a)(v) or (4)(b):
- 290 (A) a budget hearing;
- 291 (B) if the taxing entity is a special district or a special service district, a fee hearing described in Section 17B-1-643;
- 293 (C) if the taxing entity is a town, an enterprise fund hearing described in Section 10-5-107.5; or
- 295 (D) if the taxing entity is a city, an enterprise fund hearing described in Section 10-6-135.5.
- 297 (9)
- (a) If a taxing entity does not make a final decision on budgeting additional ad valorem tax revenue at a public hearing described in Subsection (3)(a)(v) or (4)(b), the taxing entity shall:
- 300 (i) announce at that public hearing the scheduled time and place of the next public meeting at which the taxing entity will consider budgeting the additional ad valorem tax revenue; and
- 303 (ii) if the taxing entity is a fiscal year taxing entity, hold the public meeting described in Subsection (9)(a)(i) before September 1.

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- (b) A calendar year taxing entity may not adopt a final budget that budgets an amount of additional ad valorem tax revenue that exceeds the largest amount of additional ad valorem tax revenue stated at a public meeting under Subsection (3)(a)(i).
- 308 (c) A public hearing on levying a tax rate that exceeds a fiscal year taxing entity's certified tax rate may  
coincide with a public hearing on the fiscal year taxing entity's proposed annual budget.
- 311 (10)
- (a) A county auditor may conduct an audit to verify a taxing entity's compliance with Subsection (8).
- 313 (b) If the county auditor, after completing an audit, finds that a taxing entity has failed to meet the  
requirements of Subsection (8), the county auditor shall prepare and submit a report of the auditor's  
findings to the commission.
- 316 (c) The commission may not certify a tax rate that exceeds a taxing entity's certified tax rate if, on or  
before September 15 of the year in which the taxing entity is required to hold the public hearing  
described in Subsection (3)(a)(v) or (4)(b), the commission determines that the taxing entity has  
failed to meet{:}
- 320 ~~{(i)}~~ the requirements of ~~Subsection (8)~~ this section ~~{f. {}}~~  ~~; and~~
- 321 ~~{(ii) for a fiscal year taxing entity, the requirements of Subsection (4)(a). }~~
- 322 (11) For a fiscal year within a truth-in-taxation exemption period, a taxing entity may adopt a budget  
that is equal to or less than the base year budgeted revenue without complying with this section.
- 364 (12) Notwithstanding Subsection (10)(c), if the commission determines that a fiscal year taxing entity  
proposing a tax rate increase for the fiscal year beginning on July 1, 2026, has failed to meet the  
requirements of Subsection (4)(a) or (b):
- 367 (a) Subsection (10)(c) does not apply, unless the commission determines that the taxing entity has failed  
to meet a requirement in this section other than the requirements of Subsection (4)(a) or (b); and
- 370 (b) the commission shall provide notice to the taxing entity:
- 371 (i) notifying the taxing entity of the taxing entity's failure to meet the requirements of Subsection (4)(a)  
or (b); and
- 373 (ii) explaining to the taxing entity that failure to meet the requirements of Subsection (4)(a) or (b) for a  
subsequent fiscal year will result in the commission not certifying the taxing entity's proposed tax  
rate increase.
- 376 Section 2. Section **59-2-923** is amended to read:
- 377 **59-2-923. Expenditures of money prior to adoption of budget or tax rate.**

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[A] Except as provided in Subsection 59-2-924(8), a taxing entity may, before the taxing entity adopts a final annual budget or a tax rate, expend money on the basis of the taxing entity's:

- 330 (1) tentative budget after adoption of the tentative budget; or  
331 (2) prior year's adopted final budget as amended, which shall be readopted by resolution at a meeting of the taxing entity's governing body.

384 Section 3. Section **59-2-924** is amended to read:

385 **59-2-924. Definitions -- Report of valuation of property to county auditor and commission**  
**-- Transmittal by auditor to governing bodies -- Calculation of certified tax rate -- Rulemaking**  
**authority -- {Tentative budget} Budgeting requirements -- Notice provided by the commission.**

338 (1) As used in this section:

339 (a) "Additional ad valorem tax revenue" means the same as that term is defined in Section 59-2-919.

341 [~~a~~] (b)

(i) "Ad valorem property tax revenue" means revenue collected in accordance with this chapter.

343 (ii) "Ad valorem property tax revenue" does not include:

344 (A) interest;

345 (B) penalties;

346 (C) collections from redemptions; or

347 (D) revenue received by a taxing entity from personal property that is semiconductor manufacturing equipment assessed by a county assessor in accordance with Part 3, County Assessment.

350 [~~b~~] (c) "Adjusted tax increment" means the same as that term is defined in Section 17C-1-102.

352 [~~e~~] (d)

(i) "Aggregate taxable value of all property taxed" means:

353 (A) the aggregate taxable value of all real property a county assessor assesses in accordance with Part 3, County Assessment, for the current year;

355 (B) the aggregate taxable value of all real and personal property the commission assesses in accordance with Part 2, Assessment of Property, for the current year; and

358 (C) the aggregate year end taxable value of all personal property a county assessor assesses in accordance with Part 3, County Assessment, contained on the prior year's tax rolls of the taxing entity.

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(ii) "Aggregate taxable value of all property taxed" does not include the aggregate year end taxable value of personal property that is:

363 (A) semiconductor manufacturing equipment assessed by a county assessor in accordance with Part 3,  
County Assessment; and

365 (B) contained on the prior year's tax rolls of the taxing entity.

366 [~~(d)~~] (e) "Base taxable value" means:

367 (i) for an authority created under Section 11-58-201, the same as that term is defined in Section  
11-58-102;

369 (ii) for the Point of the Mountain State Land Authority created in Section 11-59-201, the same as that  
term is defined in Section 11-59-207;

371 (iii) for the Utah Fairpark Area Investment and Restoration District created in Section 11-70-201, the  
same as that term is defined in Section 11-70-101;

373 (iv) for an agency created under Section 17C-1-201.5, the same as that term is defined in Section  
17C-1-102;

375 (v) for an authority created under Section 63H-1-201, the same as that term is defined in Section  
63H-1-102;

377 (vi) for a host local government, the same as that term is defined in Section 63N-2-502;

379 (vii) for a housing and transit reinvestment zone or convention center reinvestment zone created under  
Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, the same as that term is  
defined in Section 63N-3-602;

382 (viii) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5, Home  
Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80, Part 5, Home Ownership  
Promotion Zone, a property's taxable value as shown upon the assessment roll last equalized during  
the base year, as that term is defined in Section 10-21-101 or Section 17-80-101;

387 (ix) for a first home investment zone created under Title 63N, Chapter 3, Part 16, First Home  
Investment Zone Act, a property's taxable value as shown upon the assessment roll last equalized  
during the base year, as that term is defined in Section 63N-3-1601;

391 (x) for a major sporting event venue zone created under Title 63N, Chapter 3, Part 17, Major Sporting  
Event Venue Zone Act, a property's taxable value as shown upon the assessment roll last equalized  
during the property tax base year, as that term is defined in Section 63N-3-1701; or

395

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(xi) for an electrical energy development zone created under Section 79-6-1104, the value of the property within an electrical energy development zone, as shown on the assessment roll last equalized before the creation of the electrical development zone, as that term is defined in Section 79-6-1104.

399 ~~[(e)]~~ (f) "Centrally assessed benchmark value" means an amount equal to the average year end taxable value of real and personal property the commission assesses in accordance with Part 2, Assessment of Property, for the previous three calendar years, adjusted for taxable value attributable to:

403 (i) an annexation to a taxing entity;

404 (ii) an incorrect allocation of taxable value of real or personal property the commission assesses in accordance with Part 2, Assessment of Property; or

406 (iii) a change in value as a result of a change in the method of apportioning the value prescribed by the Legislature, a court, or the commission in an administrative rule or administrative order.

409 ~~[(f)]~~ (g) "Centrally assessed industry" means the following industry classes the commission assesses in accordance with Part 2, Assessment of Property:

411 (i) air carrier;

412 (ii) coal;

413 (iii) coal load out property;

414 (iv) electric generation;

415 (v) electric rural;

416 (vi) electric utility;

417 (vii) gas utility;

418 (viii) ground access property;

419 (ix) land only property;

420 (x) liquid pipeline;

421 (xi) metalliferous mining;

422 (xii) nonmetalliferous mining;

423 (xiii) oil and gas gathering;

424 (xiv) oil and gas production;

425 (xv) oil and gas water disposal;

426 (xvi) railroad;

427 (xvii) sand and gravel; and

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- 428 (xviii) uranium.
- 429 [~~(g)~~] (h)
- (i) "Centrally assessed new growth" means the greater of:
- 430 (A) for each centrally assessed industry, zero; or
- 431 (B) the amount calculated by subtracting the centrally assessed benchmark value for each centrally assessed industry, adjusted for prior year end incremental value, from the taxable value of real and personal property the commission assesses in accordance with Part 2, Assessment of Property, for each centrally assessed industry for the current year, adjusted for current year incremental value.
- 437 (ii) "Centrally assessed new growth" does not include a change in value for a centrally assessed industry as a result of a change in the method of apportioning the value prescribed by the Legislature, a court, or the commission in an administrative rule or administrative order.
- 441 [~~(h)~~] (i) "Certified tax rate" means a tax rate that will provide the same ad valorem property tax revenue for a taxing entity as was budgeted by that taxing entity for the prior year.
- 444 [~~(i)~~] (j) "Community reinvestment agency" means the same as that term is defined in Section 17C-1-102.
- 497 (k) "Department" means a functional unit within a taxing entity that, in accordance with the Uniform Accounting Manual for Utah Cities, carries on a specific activity.
- 446 [~~(j)~~] (k){(l)} "Eligible new growth" means the greater of:
- 447 (i) zero; or
- 448 (ii) the sum of:
- 449 (A) locally assessed new growth;
- 450 (B) centrally assessed new growth; and
- 451 (C) project area new growth or hotel property new growth.
- 505 (m) "Fiscal year taxing entity" means a taxing entity that operates under a fiscal year that begins on July 1 and ends on June 30.
- 452 [~~(k)~~] (l){(n)} "Host local government" means the same as that term is defined in Section 63N-2-502.
- 454 [~~(h)~~] (m){(o)} "Hotel property" means the same as that term is defined in Section 63N-2-502.
- 455 [~~(m)~~] (n){(p)} "Hotel property new growth" means an amount equal to the incremental value that is no longer provided to a host local government as incremental property tax revenue.
- 458

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~~[(n)]~~ ~~(o)~~ (q) "Incremental property tax revenue" means the same as that term is defined in Section 63N-2-502.

460 ~~[(o)]~~ ~~(p)~~ (r) "Incremental value" means:

461 (i) for an authority created under Section 11-58-201, the amount calculated by multiplying:

463 (A) the difference between the taxable value and the base taxable value of the property that is located within a project area and on which property tax differential is collected; and

466 (B) the number that represents the percentage of the property tax differential that is paid to the authority;

468 (ii) for the Point of the Mountain State Land Authority created in Section 11-59-201, an amount calculated by multiplying:

470 (A) the difference between the current assessed value of the property and the base taxable value; and

472 (B) the number that represents the percentage of the property tax augmentation, as defined in Section 11-59-207, that is paid to the Point of the Mountain State Land Authority;

475 (iii) for the Utah Fairpark Area Investment and Restoration District created in Section 11-70-201, the amount calculated by multiplying:

477 (A) the difference between the taxable value for the current year and the base taxable value of the property that is located within a project area; and

479 (B) the number that represents the percentage of enhanced property tax revenue, as defined in Section 11-70-101;

481 (iv) for an agency created under Section 17C-1-201.5, the amount calculated by multiplying:

483 (A) the difference between the taxable value and the base taxable value of the property located within a project area and on which tax increment is collected; and

486 (B) the number that represents the adjusted tax increment from that project area that is paid to the agency;

488 (v) for an authority created under Section 63H-1-201, the amount calculated by multiplying:

490 (A) the difference between the taxable value and the base taxable value of the property located within a project area and on which property tax allocation is collected; and

493 (B) the number that represents the percentage of the property tax allocation from that project area that is paid to the authority;

495

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- (vi) for a housing and transit reinvestment zone or convention center reinvestment zone created in accordance with Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, an amount calculated by multiplying:
- 498 (A) the difference between the taxable value and the base taxable value of the property that is located  
within a housing and transit reinvestment zone or convention center reinvestment zone and on which  
tax increment is collected; and
- 502 (B) the number that represents the percentage of the tax increment that is paid to the housing and transit  
reinvestment zone or convention center reinvestment zone;
- 505 (vii) for a host local government, an amount calculated by multiplying:
- 506 (A) the difference between the taxable value and the base taxable value of the hotel property on which  
incremental property tax revenue is collected; and
- 508 (B) the number that represents the percentage of the incremental property tax revenue from that hotel  
property that is paid to the host local government;
- 510 (viii) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5, Home  
Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80, Part 5, Home Ownership  
Promotion Zone, an amount calculated by multiplying:
- 513 (A) the difference between the taxable value and the base taxable value of the property that is located  
within a home ownership promotion zone and on which tax increment is collected; and
- 516 (B) the number that represents the percentage of the tax increment that is paid to the home ownership  
promotion zone;
- 518 (ix) for a first home investment zone created in accordance with Title 63N, Chapter 3, Part 16, First  
Home Investment Zone Act, an amount calculated by multiplying:
- 520 (A) the difference between the taxable value and the base taxable value of the property that is located  
within a first home investment zone and on which tax increment is collected; and
- 523 (B) the number that represents the percentage of the tax increment that is paid to the first home  
investment zone;
- 525 (x) for a major sporting event venue zone created [~~pursuant to~~] in accordance with Title 63N, Chapter 3,  
Part 17, Major Sporting Event Venue Zone Act, an amount calculated by multiplying:
- 528 (A) the difference between the taxable value and the base taxable value of the property located within  
a qualified development zone for a major sporting event venue zone and upon which property tax  
increment is collected; and

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- 531 (B) the number that represents the percentage of tax increment that is paid to the major sporting event  
venue zone, as approved by a major sporting event venue zone committee described in Section  
63N-1a-1706; or
- 534 (xi) for an electrical energy development zone created under Section 79-6-1104, the amount calculated  
by multiplying:
- 536 (A) the difference between the taxable value and the base taxable value of the property that is located  
within the electrical energy developmental zone; and
- 538 (B) the number that represents the percentage of the tax increment that is paid to a community  
reinvestment agency and the Electrical Energy Development Investment Fund created in Section  
79-6-1105.
- 596 (s) "Interim budget" means the final tentative budget for a fiscal year taxing entity that in accordance  
with Subsection (8)(a), proposes a tax rate increase for the ensuing fiscal year period that is in  
effect for the period beginning July 1 and ending after the date on which the taxing entity, before  
September 1, adopts a final budget.
- 541 [~~(p)~~] (q){(t)}
- (i) "Locally assessed new growth" means the greater of:
- 542 (A) zero; or
- 543 (B) the amount calculated by subtracting the year end taxable value of real property the county  
assessor assesses in accordance with Part 3, County Assessment, for the previous year, adjusted  
for prior year end incremental value from the taxable value of real property the county assessor  
assesses in accordance with Part 3, County Assessment, for the current year, adjusted for current  
year incremental value.
- 549 (ii) "Locally assessed new growth" does not include a change in:
- 550 (A) value as a result of factoring in accordance with Section 59-2-704, reappraisal, or another  
adjustment;
- 552 (B) assessed value based on whether a property is allowed a residential exemption for a primary  
residence under Section 59-2-103;
- 554 (C) assessed value based on whether a property is assessed under Part 5, Farmland Assessment Act; or
- 556 (D) assessed value based on whether a property is assessed under Part 17, Urban Farming Assessment  
Act.
- 558 [~~(q)~~] (r){(u)} "Project area" means:

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- 559 (i) for an authority created under Section 11-58-201, the same as that term is defined in Section  
11-58-102;
- 561 (ii) for the Utah Fairpark Area Investment and Restoration District created in Section 11-70-201, the  
same as that term is defined in Section 11-70-101;
- 563 (iii) for an agency created under Section 17C-1-201.5, the same as that term is defined in Section  
17C-1-102;
- 565 (iv) for an authority created under Section 63H-1-201, the same as that term is defined in Section  
63H-1-102;
- 567 (v) for a housing and transit reinvestment zone or convention center reinvestment zone created under  
Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, the same as that term is  
defined in Section 63N-3-602;
- 570 (vi) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5, Home Ownership  
Promotion Zone for Municipalities, or Title 17, Chapter 80, Part 5, Home Ownership Promotion  
Zone, the same as that term is defined in Section 10-21-101 or Section 17-80-101;
- 574 (vii) for a first home investment zone created under Title 63N, Chapter 3, Part 16, First Home  
Investment Zone Act, the same as that term is defined in Section 63N-3-1601; or
- 577 (viii) for a major sporting event venue zone established under Title 63N, Chapter 3, Part 17, Major  
Sporting Event Venue Zone Act, the qualified development zone, as defined in Section 63N-3-1701.
- 580 [(+) (s) (v)] "Project area new growth" means:
- 581 (i) for an authority created under Section 11-58-201, an amount equal to the incremental value that is no  
longer provided to an authority as property tax differential;
- 584 (ii) for the Point of the Mountain State Land Authority created in Section 11-59-201, an amount  
equal to the incremental value that is no longer provided to the Point of the Mountain State Land  
Authority as property tax augmentation, as defined in Section 11-59-207;
- 588 (iii) for the Utah Fairpark Area Investment and Restoration District created in Section 11-70-201,  
an amount equal to the incremental value that is no longer provided to the Utah Fairpark Area  
Investment and Restoration District;
- 591 (iv) for an agency created under Section 17C-1-201.5, an amount equal to the incremental value that is  
no longer provided to an agency as tax increment;
- 593 (v) for an authority created under Section 63H-1-201, an amount equal to the incremental value that is  
no longer provided to an authority as property tax allocation;

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- 596 (vi) for a housing and transit reinvestment zone or convention center reinvestment zone created under Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, an amount equal to the incremental value that is no longer provided to a housing and transit reinvestment zone or convention center reinvestment zone as tax increment;
- 601 (vii) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5, Home Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80, Part 5, Home Ownership Promotion Zone, an amount equal to the incremental value that is no longer provided to a home ownership promotion zone as tax increment;
- 605 (viii) for a first home investment zone created under Title 63N, Chapter 3, Part 16, First Home Investment Zone Act, an amount equal to the incremental value that is no longer provided to a first home investment zone as tax increment; or
- 608 (ix) for a major sporting event venue zone created under Title 63N, Chapter 3, Part 17, Major Sporting Event Venue Zone Act, an amount equal to the incremental value that is no longer provided to the creating entity of a major sporting event venue zone as property tax increment.
- 612 ~~[(s)]~~ ~~(t)~~ (w) "Project area incremental revenue" means the same as that term is defined in Section 17C-1-1001.
- 614 ~~[(t)]~~ ~~(u)~~ (x) "Property tax allocation" means the same as that term is defined in Section 63H-1-102.
- 616 ~~[(tt)]~~ ~~(v)~~ (y) "Property tax differential" means the same as that term is defined in Sections 11-58-102 and 79-6-1104.
- 677 (z) "Property tax impact schedule" means a schedule of expenditures that, in accordance with Subsection (8)(b), is included in the interim budget for a fiscal year taxing entity that proposes a tax rate increase for the ensuing fiscal year period.
- 618 ~~[(v)]~~ ~~(w)~~ (aa) "Tax increment" means:
- 619 (i) for a project created under Section 17C-1-201.5, the same as that term is defined in Section 17C-1-102;
- 621 (ii) for a housing and transit reinvestment zone or convention center reinvestment zone created under Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, the same as the term "property tax increment" is defined in Section 63N-3-602;
- 625 (iii) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5, Home Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80, Part 5, Home Ownership Promotion Zone, the same as that term is defined in Section 10-21-101 or Section 17-80-101;

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- 629 (iv) for a first home investment zone created under Title 63N, Chapter 3, Part 16, First Home  
Investment Zone Act, the same as that term is defined in Section 63N-3-1601; or
- 632 (v) for a major sporting event venue zone created under Title 63N, Chapter 3, Part 17, Major Sporting  
Event Venue Zone Act, property tax increment, as that term is defined in Section 63N-3-1701.
- 635 (2) Before June 1 of each year, each county assessor shall deliver to the county auditor and the  
commission the following statements:
- 637 (a) a statement containing the aggregate valuation of all taxable real property a county assessor assesses  
in accordance with Part 3, County Assessment, for each taxing entity; and
- 640 (b) a statement containing the taxable value of all personal property a county assessor assesses in  
accordance with Part 3, County Assessment, from the prior year end values.
- 643 (3) The county auditor shall, on or before June ~~8~~ 13, transmit to the governing body of each taxing  
entity:
- 645 (a) the statements described in Subsections (2)(a) and (b);
- 646 (b) an estimate of the revenue from personal property;
- 647 (c) the certified tax rate; and
- 648 (d) all forms necessary to submit a tax levy request.
- 649 (4)
- (a) Except as otherwise provided in this section, the certified tax rate shall be calculated by dividing  
the ad valorem property tax revenue that a taxing entity budgeted for the prior year by the amount  
calculated under Subsection (4)(b).
- 652 (b) For purposes of Subsection (4)(a), the legislative body of a taxing entity shall calculate an amount as  
follows:
- 654 (i) calculate for the taxing entity the difference between:
- 655 (A) the aggregate taxable value of all property taxed; and
- 656 (B) any adjustments for current year incremental value;
- 657 (ii) after making the calculation required by Subsection (4)(b)(i), calculate an amount determined by  
increasing or decreasing the amount calculated under Subsection (4)(b)(i) by the average of the  
percentage net change in the value of taxable property for the equalization period for the three  
calendar years immediately preceding the current calendar year;
- 662 (iii) after making the calculation required by Subsection (4)(b)(ii), calculate the product of:
- 664 (A) the amount calculated under Subsection (4)(b)(ii); and

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- 665 (B) the percentage of property taxes collected for the five calendar years immediately preceding the  
current calendar year; and
- 667 (iv) after making the calculation required by Subsection (4)(b)(iii), calculate an amount determined by:
- 669 (A) multiplying the percentage of property taxes collected for the five calendar years immediately  
preceding the current calendar year by eligible new growth; and
- 672 (B) subtracting the amount calculated under Subsection (4)(b)(iv)(A) from the amount calculated under  
Subsection (4)(b)(iii).
- 674 (5) A certified tax rate for a taxing entity described in this Subsection (5) shall be calculated as follows:
- 676 (a) except as provided in Subsection (5)(b) or (c), for a new taxing entity, the certified tax rate is zero;
- 678 (b) for a municipality incorporated on or after July 1, 1996, the certified tax rate is:
- 679 (i) in a county of the first, second, or third class, the levy imposed for municipal-type services under  
Title 17, Chapter 78, Part 5, Provision of Municipal-Type Services to Unincorporated Areas; and
- 682 (ii) in a county of the fourth, fifth, or sixth class, the levy imposed for general county purposes and  
such other levies imposed solely for the municipal-type services identified in Section 17-78-501 and  
Subsection 17-63-101(23);
- 685 (c) for a community reinvestment agency that received all or a portion of a taxing entity's project area  
incremental revenue in the prior year under Title 17C, Chapter 1, Part 10, Agency Taxing Authority,  
the certified tax rate is calculated as described in Subsection (4) except that the commission shall  
treat the total revenue transferred to the community reinvestment agency as ad valorem property tax  
revenue that the taxing entity budgeted for the prior year; and
- 691 (d) for debt service voted on by the public, the certified tax rate is the actual levy imposed by that  
section, except that a certified tax rate for the following levies shall be calculated in accordance with  
Section 59-2-913 and this section:
- 694 (i) a school levy provided for under Section 53F-8-301, 53F-8-302, or 53F-8-303; and
- 695 (ii) a levy to pay for the costs of state legislative mandates or judicial or administrative orders under  
Section 59-2-1602.
- 697 (6)
- (a) A taxing entity may impose a judgment levy under Section 59-2-1328 or 59-2-1330 at a rate that is  
sufficient to generate only the revenue required to satisfy one or more eligible judgments.
- 700 (b) The ad valorem property tax revenue generated by a judgment levy described in Subsection (6)(a)  
may not be considered in establishing a taxing entity's aggregate certified tax rate.

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- 703 (7)
- (a) For the purpose of calculating the certified tax rate, the county auditor shall use:
- 704 (i) the taxable value of real property:
- 705 (A) the county assessor assesses in accordance with Part 3, County Assessment; and
- 707 (B) contained on the assessment roll;
- 708 (ii) the year end taxable value of personal property:
- 709 (A) a county assessor assesses in accordance with Part 3, County Assessment; and
- 710 (B) contained on the prior year's assessment roll; and
- 711 (iii) the taxable value of real and personal property the commission assesses in accordance with Part  
2, Assessment of Property.
- 713 (b) For purposes of Subsection (7)(a), taxable value does not include eligible new growth.
- 715 (8)
- ~~{(a)}~~ On or before June 30~~[of each year]~~, a fiscal year taxing entity that proposes an increase to the certified tax rate for the ensuing fiscal year period shall~~{:}~~ [
- 716 (a) ~~adopt a tentative budget { } :]~~ {, if the taxing entity does not intend to exceed the certified tax rate; or } :
- 718 (b){(i)} ~~{if the taxing entity intends to exceed the certified tax rate}~~ prepare and adopt an interim budget that:
- 719 (i){(A)} ~~{adopt a tentative operating budget:}~~ is based on the taxing entity's proposed tax rate increase;
- 720 (A){(B)} ~~{that is based solely on revenue that the taxing entity estimates to be generated by the certified tax rate, eligible new growth, and any other existing revenue sources;}~~ includes a property tax impact schedule, subject to the requirements of Subsection (8)(b); and
- 723 (B){(C)} ~~{that does not include}~~ is in effect for the ~~{additional ad valorem tax revenue that would be generated by}~~ period beginning on July 1 and ending after the date on which the taxing ~~{entity's proposed tax rate increase}~~ entity, subject to the requirements of Section 59-2-919, adopts a budget;
- 725 (C){(ii)} ~~{that ensures the taxing entity is able to function at the beginning of the next fiscal year; and}~~ present and make available to the public the property tax impact schedule described in Subsection (8)(a)(i)(B):
- 727 (D){(A)} ~~{from}~~ at each public hearing or meeting held prior to June 30 at which the taxing {entity's expenditures are based before} entity discusses the taxing ~~{entity approves a tax rate increase after~~

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- meeting the notice and public hearing requirements of Section 59-2-919} entity's proposed budget for the ensuing fiscal year period; and
- 730 (ii){(B)} {present an alternative tentative} as a separate document from all other budget{:} documents;  
and
- 731 (A){(iii)} {that, in addition} subject to {budgeting for revenue described in Subsection (8)(b)(i)(A); outlines-} Subsection (8)(c), set aside, in a restricted budget account, an amount of the taxing entity's {anticipated expenditures and funding priorities for-} general fund revenue that is no less than the amount of additional ad valorem tax revenue that would be generated by the taxing entity's proposed tax rate increase{:} .
- 735 (B){(b)} {that the taxing entity's governing body prepares in good faith and makes available to the public; and} The property tax impact schedule described in Subsection (8)(a)(i)(B) shall:
- 737 (C){(i)} {from which the taxing entity's final adopted budget can be derived only if, after meeting the notice and public hearing requirements of Section 59-2-919, the taxing entity approves a tax rate increase:} specify:
- 740 {(b)}(9)}
- (a){(A)} the approximate dollar amount of additional ad valorem tax revenue that would be generated by the proposed tax rate increase;
- 801 (B) the approximate percentage increase in tax revenue based on the proposed tax rate increase;
- 803 (C) the approximate percentage increase to the amount of property taxes paid on an average residence per year as a result of the proposed tax rate increase; and
- 805 (D) the approximate percentage increase to the amount of property taxes paid on an average commercial property per year as a result of the proposed tax rate increase; and
- 808 (ii) for each department of the taxing entity whose budget would be affected by the proposed tax rate increase:
- 810 (A) outline the budget increase or decrease to the department as a result of the proposed tax rate increase; and
- 812 (B) articulate the operational impact to the department in the event that the taxing entity does not approve the proposed tax rate increase.
- 814 (c) A taxing entity subject to this Subsection (8) may not expend or otherwise obligate the revenue that the taxing entity sets aside in a restricted budget account, as required by Subsection (8)(a)(iii), for

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the period beginning on July 1 and ending after the date on which the taxing entity, subject to the requirements of Section 59-2-919, adopts a budget.

819 (d) A county shall include the property tax impact schedule described in Subsection (8)(a)(i)(B) as part  
of the county notice provided under Section 59-2-919.1, if requested and paid for by the taxing  
entity.

822 ~~(b)~~ (e) If a taxing entity intends to exceed the certified tax rate, the taxing entity shall notify the  
county auditor of:

742 (i) the taxing entity's intent to exceed the certified tax rate; and

743 (ii) the amount by which the taxing entity proposes to exceed the certified tax rate.

744 ~~(e)~~ (b){~~(f)~~} The county auditor shall notify property owners of any intent to levy a tax rate that  
exceeds the certified tax rate in accordance with Sections 59-2-919 and 59-2-919.1.

829 (9) On or before June 30, a fiscal year taxing entity shall adopt a budget if the taxing entity does not  
propose an increase to the certified tax rate for the ensuing fiscal year period.

747 ~~(9)~~ (10)

(a) Subject to Subsection ~~(9)(d)~~ (10)(d), the commission shall provide notice, through electronic  
means on or before July 31, to a taxing entity and the Revenue and Taxation Interim Committee if:

750 (i) the amount calculated under Subsection ~~(9)(b)~~ (10)(b) is 10% or more of the year end taxable  
value of the real and personal property the commission assesses in accordance with Part 2,  
Assessment of Property, for the previous year, adjusted for prior year end incremental value;  
and

754 (ii) the amount calculated under Subsection ~~(9)(e)~~ (10)(c) is 50% or more of the total year end  
taxable value of the real and personal property of a taxpayer the commission assesses in  
accordance with Part 2, Assessment of Property, for the previous year.

758 (b) For purposes of Subsection ~~(9)(a)(i)~~ (10)(a)(i), the commission shall calculate an amount by  
subtracting the taxable value of real and personal property the commission assesses in accordance  
with Part 2, Assessment of Property, for the current year, adjusted for current year incremental  
value, from the year end taxable value of the real and personal property the commission assesses in  
accordance with Part 2, Assessment of Property, for the previous year, adjusted for prior year end  
incremental value.

765 (c) For purposes of Subsection ~~(9)(a)(ii)~~ (10)(a)(ii), the commission shall calculate an amount by  
subtracting the total taxable value of real and personal property of a taxpayer the commission

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assesses in accordance with Part 2, Assessment of Property, for the current year, from the total year end taxable value of the real and personal property of a taxpayer the commission assesses in accordance with Part 2, Assessment of Property, for the previous year.

771 (d) The notification under Subsection [~~(9)(a)~~] (10)(a) shall include a list of taxpayers that meet the  
requirement under Subsection [~~(9)(a)(ii)~~] (10)(a)(ii).

857 Section 4. **Effective date.**

Effective Date.

This bill takes effect on May 6, 2026.

859 Section 5. **Coordinating H.B. 236 with S.B. 238.**

If H.B. 236, Truth in Taxation Amendments, and S.B. 238, Property Tax Adjustments, both pass and become law, the Legislature intends that, on May 6, 2026, Subsection 59-2-919(12), enacted in H.B. 236, be renumbered and amended to read:

"(13) Notwithstanding Subsection (12)(c), if the commission determines that a fiscal year taxing entity proposing a tax rate increase for the fiscal year beginning on July 1, 2026, has failed to meet the requirements of Subsection (4)(a) or (b):

(a) Subsection (12)(c) does not apply, unless the commission determines that the taxing entity has failed to meet a requirement in this section other than the requirements of Subsection (4)(a) or (b); and

(b) the commission shall provide notice to the taxing entity:

(i) notifying the taxing entity of the taxing entity's failure to meet the requirements of Subsection (4)(a) or (b); and

(ii) explaining to the taxing entity that failure to meet the requirements of Subsection (4)(a) or (b) for a subsequent fiscal year will result in the commission not certifying the taxing entity's proposed tax rate increase."

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