

HB0375S01 compared with HB0375

{Omitted text} shows text that was in HB0375 but was omitted in HB0375S01

inserted text shows text that was not in HB0375 but was inserted into HB0375S01

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1 **Outdoor {~~Adventure Infrastructure Restricted Account~~} Recreation Modifications**

2026 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Jason B. Kyle

Senate Sponsor:

2

3 **LONG TITLE**

4 **General Description:**

5 This bill modifies provisions related to {~~the Outdoor Adventure Infrastructure Restricted Account~~} outdoor recreation.

6 **Highlighted Provisions:**

7 This bill:

9 ▶ {~~allows money in~~} changes the name of the Outdoor Adventure Infrastructure Restricted Account {~~to be used for administrative costs.~~} ;

9 ▶ expands the permissible uses of funds in the Outdoor Adventure Infrastructure Restricted Account to include the Every Kid Outdoors Initiative, outdoor recreation grants administered by the office, and administrative costs;

12 ▶ creates the Every Kid Outdoor Initiative administered by the Division of Outdoor Recreation (division);

14 ▶ authorizes the division to use money in the Outdoor Recreation Infrastructure Account to pay for the division's administrative costs of administering outdoor recreation grants;

16 ▶ expands the types of entities eligible for a UCORE grant; and

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17 ▶ makes technical and conforming changes.

18 **Money Appropriated in this Bill:**

19 None

20 **Other Special Clauses:**

21 This bill provides a special effective date.

22 **Utah Code Sections Affected:**

23 AMENDS:

24 **51-9-901 , as last amended by Laws of Utah 2024, Chapter 41**

25 **51-9-902 , as last amended by Laws of Utah 2025, Chapter 285**

26 **59-12-103 , as last amended by Laws of Utah 2025, Chapter 285**

27 **79-7-503 , as last amended by Laws of Utah 2024, Chapter 41**

28 **79-8-102 , as last amended by Laws of Utah 2022, Chapters 68, 274**

29 **79-8-106 , as last amended by Laws of Utah 2023, Chapter 183**

30 **79-8-303 , as last amended by Laws of Utah 2022, Chapter 68**

31 ENACTS:

32 **79-7-801 , Utah Code Annotated 1953**

33 **79-7-802 , Utah Code Annotated 1953**

34

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

36 Section 1. Section **51-9-901** is amended to read:

37

Part 9. Outdoor Adventure Restricted Account

38 **51-9-901. Definitions.**

As used in this part:

40 (1) "Account" means the Outdoor Adventure [~~Infrastructure~~]Restricted Account created in Section
51-9-902.

42 (2) "Facility" means a site, location, building, structure, or other improvement to property.

43 (3)

(a) "Outdoor recreation infrastructure" means a public facility or public land used by the public to
access outdoor recreational opportunities.

45 (b) "Outdoor recreation infrastructure" includes:

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- 46 (i) a facility used for water sports, snow sports, backpacking, canoeing, canyoning, caving, camping, climbing, hiking, hill walking, hunting, kayaking, rafting, biking, operating a snowmobile or all-terrain vehicle, or any similar motorized or nonmotorized activity;
- 50 (ii) a state park, golf course, sports field, playground, toboggan run, sledding hill, trail, paved pedestrian or paved nonmotorized transportation facility, park, pool, waterway, road, bridge, or similar facility;
- 53 (iii) an unpaved trail, trail head infrastructure, signage, or crossing infrastructure for recreation, regardless of whether the recreation is motorized or nonmotorized recreation;
- 56 (iv) a campground or day-use recreation site;
- 57 (v) water recreation infrastructure, including a pier, dock, or boat ramp; and
- 58 (vi) outdoor recreation facilities that are accessible to visitors with disabilities.

59 Section 2. Section **51-9-902** is amended to read:

60 **51-9-902. Outdoor Adventure {Infrastructure} Restricted Account.**

- 22 (1) There is created within the General Fund a restricted account known as the "Outdoor Adventure
23 ~~Infrastructure~~ Restricted Account."
- 24 (2) The account shall consist of:
- 25 (a) money deposited into the account under Subsection 59-12-103(4)(h); and
 - 26 (b) interest and earnings on money in the account.
- 27 (3) Subject to appropriation from the Legislature, money from the account shall be used for:
- 28 (a) new construction of outdoor recreation infrastructure;
 - 29 (b) upgrades of outdoor recreation infrastructure;
 - 30 (c) the replacement of or structural improvements to outdoor recreation infrastructure;
 - 31 (d) the acquisition of land, a right-of-way, or easement used in relationship to outdoor recreation
32 infrastructure;
 - 33 (e) providing access from state highways, as defined in Section 72-1-102, to outdoor recreation
34 infrastructure;
 - 35 (f) the costs associated with bringing new construction or upgrades of outdoor
36 recreation infrastructure into environmental compliance;
 - 37 (g) strategic planning related to the development of outdoor recreation infrastructure;
 - 38 (h) facilitating avalanche safety forecasting to protect the public in relation to outdoor recreation
39 infrastructure;~~[-or]~~
 - 40 (i) clean up or security relating to outdoor recreation infrastructure[-] ; {or}

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- 80 (j) the Every Kid Outdoors Initiative created in Section 79-7-802;
81 (k) grant programs established under Title 79, Chapter 8, Outdoor Recreation Grants; or
41 (j){(1)} administrative costs, not to exceed 2% of the amount appropriated in accordance with
Subsection {(4)(e)} (4)(d).
- 43 (4) For each fiscal year, beginning with fiscal year 2025-2026, the Division of Finance shall, subject
to appropriation by the Legislature, distribute money from the Outdoor Adventure Infrastructure
Restricted Account as follows:
- 46 (a) at least 15% to the Department of Natural Resources - Division of State Parks - Capital, to be
expended using the department's existing prioritization process for capital projects in state parks
described in Subsection (3);
- 49 (b) at least 22% to the Department of Natural Resources - Division of Outdoor Recreation - Capital, to
be expended for competitive Recreation Restoration Infrastructure grants or Outdoor Recreational
Infrastructure grants for outdoor recreation capital projects and related maintenance expenses, where
maintenance expenses do not exceed 15% of the appropriation;
- 95 (b) at least 4%, divided according to legislative appropriation, to:
96 (i) the Outdoor Recreation Infrastructure Account created in Section 79-8-106 to be used to fund the
Utah Children's Outdoor Recreation and Education Grants Program created in Section 79-8-302;
and
99 (ii) the Division of Outdoor Recreation to be used for the Every Kid Outdoors Initiative created in
Section 79-7-802;
- 101 (c) subject to Subsection (5), at least 18% to the Outdoor Recreation Infrastructure Account created in
Section 79-8-106 to be used to fund:
- 103 (i) the Recreation Restoration Infrastructure Grant Program created in Section 79-8-202; or
105 (ii) the Outdoor Recreational Infrastructure Grant Program created in Section 79-8-401;
- 54 (e){(d)} at least 53% to the Department of Natural Resources - Division of Outdoor Recreation -
Capital, to be expended for larger outdoor recreation infrastructure projects described in Subsection
(3) as recommended to the Legislature by the Outdoor Adventure Commission; and
- 58 (d){(e)} at least 10% to the Utah Fairpark Area Investment and Restoration District created in Section
11-70-201 for the development and operation of the district.

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(5) The Division of Outdoor Recreation shall use money appropriated under Subsection (4)(c) to provide grants for outdoor recreation capital projects and related maintenance expenses, provided the maintenance expenses do not exceed 15% of the grant.

60 [(5)] (6) If the Legislature appropriates money to the Department of Transportation from the account, the Transportation Commission, created in Section 72-1-301, shall prioritize projects and determine funding levels in accordance with Subsection 72-1-303(1)(a) based on recommendations of the Department of Transportation.

120 Section 3. Section 59-12-103 is amended to read:

121 **59-12-103. Sales and use tax base -- Rates -- Effective dates -- Use of sales and use tax revenue.**

123 (1) A tax is imposed on the purchaser as provided in this part on the purchase price or sales price for amounts paid or charged for the following transactions:

125 (a) retail sales of tangible personal property made within the state;

126 (b) amounts paid for:

127 (i) telecommunications service, other than mobile telecommunications service, that originates and terminates within the boundaries of this state;

129 (ii) mobile telecommunications service that originates and terminates within the boundaries of one state only to the extent permitted by the Mobile Telecommunications Sourcing Act, 4 U.S.C. Sec. 116 et seq.; or

132 (iii) an ancillary service associated with a:

133 (A) telecommunications service described in Subsection (1)(b)(i); or

134 (B) mobile telecommunications service described in Subsection (1)(b)(ii);

135 (c) sales of the following for commercial use:

136 (i) gas;

137 (ii) electricity;

138 (iii) heat;

139 (iv) coal;

140 (v) fuel oil; or

141 (vi) other fuels;

142 (d) sales of the following for residential use:

143 (i) gas;

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- 144 (ii) electricity;
- 145 (iii) heat;
- 146 (iv) coal;
- 147 (v) fuel oil; or
- 148 (vi) other fuels;
- 149 (e) sales of prepared food;
- 150 (f) except as provided in Section 59-12-104, amounts paid or charged as admission or user fees for theaters, movies, operas, museums, planetariums, shows of any type or nature, exhibitions, concerts, carnivals, amusement parks, amusement rides, circuses, menageries, fairs, races, contests, sporting events, dances, boxing matches, wrestling matches, closed circuit television broadcasts, billiard parlors, pool parlors, bowling lanes, golf, miniature golf, golf driving ranges, batting cages, skating rinks, ski lifts, ski runs, ski trails, snowmobile trails, tennis courts, swimming pools, water slides, river runs, jeep tours, boat tours, scenic cruises, horseback rides, sports activities, or any other amusement, entertainment, recreation, exhibition, cultural, or athletic activity;
- 160 (g) amounts paid or charged for services for repairs or renovations of tangible personal property, unless Section 59-12-104 provides for an exemption from sales and use tax for:
- 163 (i) the tangible personal property; and
- 164 (ii) parts used in the repairs or renovations of the tangible personal property described in Subsection (1) (g)(i), regardless of whether:
- 166 (A) any parts are actually used in the repairs or renovations of that tangible personal property; or
- 168 (B) the particular parts used in the repairs or renovations of that tangible personal property are exempt from a tax under this chapter;
- 170 (h) except as provided in Subsection 59-12-104(7), amounts paid or charged for assisted cleaning or washing of tangible personal property;
- 172 (i) amounts paid or charged for short-term rentals of tourist home, hotel, motel, or trailer court accommodations and services;
- 174 (j) amounts paid or charged for laundry or dry cleaning services;
- 175 (k) amounts paid or charged for leases or rentals of tangible personal property if within this state the tangible personal property is:
- 177 (i) stored;
- 178 (ii) used; or

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- 179 (iii) otherwise consumed;
- 180 (l) amounts paid or charged for tangible personal property if within this state the tangible personal
property is:
- 182 (i) stored;
- 183 (ii) used; or
- 184 (iii) consumed;
- 185 (m) amounts paid or charged for a sale:
- 186 (i)
- (A) of a product transferred electronically; or
- 187 (B) of a repair or renovation of a product transferred electronically; and
- 188 (ii) regardless of whether the sale provides:
- 189 (A) a right of permanent use of the product; or
- 190 (B) a right to use the product that is less than a permanent use, including a right:
- 191 (I) for a definite or specified length of time; and
- 192 (II) that terminates upon the occurrence of a condition; and
- 193 (n) sales of leased tangible personal property from the lessor to the lessee made in the state.
- 195 (2)
- (a) Except as provided in Subsections (2)(b) through (f), a state tax and a local tax are imposed on a
transaction described in Subsection (1) equal to the sum of:
- 197 (i) a state tax imposed on the transaction at a tax rate equal to the sum of:
- 198 (A) 4.70%;
- 199 (B) the rate specified in Subsection (6)(a); and
- 200 (C) the tax rate the state imposes in accordance with Part 20, Supplemental State Sales and Use Tax
Act, if the location of the transaction as determined under Sections 59-12-211 through 59-12-215 is
in a city, town, or the unincorporated area of a county in which the state imposes the tax under Part
20, Supplemental State Sales and Use Tax Act; and
- 205 (ii) a local tax equal to the sum of the tax rates a county, city, or town imposes on the transaction
under this chapter other than this part.
- 207 (b) Except as provided in Subsection (2)(f) or (g) and subject to Subsection (2)(l), a state tax and a local
tax are imposed on a transaction described in Subsection (1)(d) equal to the sum of:
- 210 (i) a state tax imposed on the transaction at a tax rate of 2%; and

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- 211 (ii) a local tax equal to the sum of the tax rates a county, city, or town imposes on the transaction under
this chapter other than this part.
- 213 (c) Except as provided in Subsection (2)(f) or (g), a state tax and a local tax are imposed on amounts
paid or charged for food and food ingredients equal to the sum of:
- 215 (i) a state tax imposed on the amounts paid or charged for food and food ingredients at a tax rate of
1.75%; and
- 217 (ii) a local tax equal to the sum of the tax rates a county, city, or town imposes on the amounts paid or
charged for food and food ingredients under this chapter other than this part.
- 220 (d) Except as provided in Subsection (2)(f) or (g), a state tax is imposed on amounts paid or charged for
fuel to a common carrier that is a railroad for use in a locomotive engine at a rate equal to the sum of
the rates described in Subsections (2)(a)(i)(A) and (2)(a)(i)(B).
- 224 (e)
- (i)
- (A) The rates described in Subsections (2)(a)(i)(A) and (2)(a)(i)(B) do not apply to car sharing,
a car sharing program, a shared vehicle driver, or a shared vehicle owner, for a car sharing or
shared vehicle transaction if a shared vehicle owner certifies to the commission, on a form
prescribed by the commission, that the shared vehicle is an individual-owned shared vehicle.
- 229 (B) A shared vehicle owner's certification described in Subsection (2)(e)(i)(A) is required once
during the time that the shared vehicle owner owns the shared vehicle.
- 232 (C) The commission shall verify that a shared vehicle is an individual-owned shared vehicle by
verifying that the applicable Utah taxes imposed under this chapter were paid on the purchase of
the shared vehicle.
- 235 (D) The exception under Subsection (2)(e)(i)(A) applies to a certified individual-owned shared
vehicle shared through a car-sharing program even if non-certified shared vehicles are also
available to be shared through the same car-sharing program.
- 239 (ii) A tax imposed under Subsection (2)(a)(i)(C) or (2)(a)(ii) applies to car sharing.
- 240 (iii)
- (A) A car-sharing program may rely in good faith on a shared vehicle owner's representation that the
shared vehicle is an individual-owned shared vehicle certified with the commission as described in
Subsection (2)(e)(i).

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- (B) If a car-sharing program relies in good faith on a shared vehicle owner's representation that the shared vehicle is an individual-owned shared vehicle certified with the commission as described in Subsection (2)(e)(i), the car-sharing program is not liable for any tax, penalty, fee, or other sanction imposed on the shared vehicle owner.
- 248 (iv) If all shared vehicles shared through a car-sharing program are certified as described in Subsection (2)(e)(i)(A) for a tax period, the car-sharing program has no obligation to collect and remit the tax under Subsections (2)(a)(i)(A) and (2)(a)(i)(B) for that tax period.
- 252 (v) A car-sharing program is not required to list or otherwise identify an individual-owned shared vehicle on a return or an attachment to a return.
- 254 (vi) A car-sharing program shall:
- 255 (A) retain tax information for each car-sharing program transaction; and
- 256 (B) provide the information described in Subsection (2)(e)(vi)(A) to the commission at the commission's request.
- 258 (f)
- (i) For a bundled transaction that is attributable to food and food ingredients and tangible personal property other than food and food ingredients, a state tax and a local tax is imposed on the entire bundled transaction equal to the sum of:
- 261 (A) the tax rates described in Subsection (2)(a)(i); and
- 262 (B) a local tax imposed on the entire bundled transaction at the sum of the tax rates described in Subsection (2)(a)(ii).
- 264 (ii) If an optional computer software maintenance contract is a bundled transaction that consists of taxable and nontaxable products that are not separately itemized on an invoice or similar billing document, the purchase of the optional computer software maintenance contract is 40% taxable under this chapter and 60% nontaxable under this chapter.
- 269 (iii) Subject to Subsection (2)(f)(iv), for a bundled transaction other than a bundled transaction described in Subsection (2)(f)(i) or (ii):
- 271 (A) if the sales price of the bundled transaction is attributable to tangible personal property, a product, or a service that is subject to taxation under this chapter and tangible personal property, a product, or service that is not subject to taxation under this chapter, the entire bundled transaction is subject to taxation under this chapter unless:

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- (I) the seller is able to identify by reasonable and verifiable standards the tangible personal property, product, or service that is not subject to taxation under this chapter from the books and records the seller keeps in the seller's regular course of business; or
- 280 (II) state or federal law provides otherwise; or
- 281 (B) if the sales price of a bundled transaction is attributable to two or more items of tangible personal property, products, or services that are subject to taxation under this chapter at different rates, the entire bundled transaction is subject to taxation under this chapter at the higher tax rate unless:
- 285 (I) the seller is able to identify by reasonable and verifiable standards the tangible personal property, product, or service that is subject to taxation under this chapter at the lower tax rate from the books and records the seller keeps in the seller's regular course of business; or
- 289 (II) state or federal law provides otherwise.
- 290 (iv) For purposes of Subsection (2)(f)(iii), books and records that a seller keeps in the seller's regular course of business includes books and records the seller keeps in the regular course of business for nontax purposes.
- 293 (g)
- (i) Except as otherwise provided in this chapter and subject to Subsections (2)(g)(ii) and (iii), if a transaction consists of the sale, lease, or rental of tangible personal property, a product, or a service that is subject to taxation under this chapter, and the sale, lease, or rental of tangible personal property, other property, a product, or a service that is not subject to taxation under this chapter, the entire transaction is subject to taxation under this chapter unless the seller, at the time of the transaction:
- 300 (A) separately states the portion of the transaction that is not subject to taxation under this chapter on an invoice, bill of sale, or similar document provided to the purchaser; or
- 303 (B) is able to identify by reasonable and verifiable standards, from the books and records the seller keeps in the seller's regular course of business, the portion of the transaction that is not subject to taxation under this chapter.
- 306 (ii) A purchaser and a seller may correct the taxability of a transaction if:
- 307 (A) after the transaction occurs, the purchaser and the seller discover that the portion of the transaction that is not subject to taxation under this chapter was not separately stated on an invoice, bill of sale, or similar document provided to the purchaser because of an error or ignorance of the law; and

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- (B) the seller is able to identify by reasonable and verifiable standards, from the books and records the seller keeps in the seller's regular course of business, the portion of the transaction that is not subject to taxation under this chapter.
- 314 (iii) For purposes of Subsections (2)(g)(i) and (ii), books and records that a seller keeps in the seller's regular course of business includes books and records the seller keeps in the regular course of business for nontax purposes.
- 317 (h)
- (i) If the sales price of a transaction is attributable to two or more items of tangible personal property, products, or services that are subject to taxation under this chapter at different rates, the entire purchase is subject to taxation under this chapter at the higher tax rate unless the seller, at the time of the transaction:
- 321 (A) separately states the items subject to taxation under this chapter at each of the different rates on an invoice, bill of sale, or similar document provided to the purchaser; or
- 324 (B) is able to identify by reasonable and verifiable standards the tangible personal property, product, or service that is subject to taxation under this chapter at the lower tax rate from the books and records the seller keeps in the seller's regular course of business.
- 328 (ii) For purposes of Subsection (2)(h)(i), books and records that a seller keeps in the seller's regular course of business includes books and records the seller keeps in the regular course of business for nontax purposes.
- 331 (i) Subject to Subsections (2)(j) and (k), a tax rate repeal or tax rate change for a tax rate imposed under the following shall take effect on the first day of a calendar quarter:
- 333 (i) Subsection (2)(a)(i)(A);
- 334 (ii) Subsection (2)(a)(i)(B);
- 335 (iii) Subsection (2)(b)(i);
- 336 (iv) Subsection (2)(c)(i); or
- 337 (v) Subsection (2)(f)(i)(A).
- 338 (j)
- (i) A tax rate increase takes effect on the first day of the first billing period that begins on or after the effective date of the tax rate increase if the billing period for the transaction begins before the effective date of a tax rate increase imposed under:
- 342 (A) Subsection (2)(a)(i)(A);

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- 343 (B) Subsection (2)(a)(i)(B);
344 (C) Subsection (2)(b)(i);
345 (D) Subsection (2)(c)(i); or
346 (E) Subsection (2)(f)(i)(A).
- 347 (ii) The repeal of a tax or a tax rate decrease applies to a billing period if the billing statement for
the billing period is rendered on or after the effective date of the repeal of the tax or the tax rate
decrease imposed under:
- 350 (A) Subsection (2)(a)(i)(A);
351 (B) Subsection (2)(a)(i)(B);
352 (C) Subsection (2)(b)(i);
353 (D) Subsection (2)(c)(i); or
354 (E) Subsection (2)(f)(i)(A).
- 355 (k)
- (i) For a tax rate described in Subsection (2)(k)(ii), if a tax due on a catalogue sale is computed on the
basis of sales and use tax rates published in the catalogue, a tax rate repeal or change in a tax rate
takes effect:
- 358 (A) on the first day of a calendar quarter; and
359 (B) beginning 60 days after the effective date of the tax rate repeal or tax rate change.
- 361 (ii) Subsection (2)(k)(i) applies to the tax rates described in the following:
- 362 (A) Subsection (2)(a)(i)(A);
363 (B) Subsection (2)(a)(i)(B);
364 (C) Subsection (2)(b)(i);
365 (D) Subsection (2)(c)(i); or
366 (E) Subsection (2)(f)(i)(A).
- 367 (iii) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the commission
may by rule define the term "catalogue sale."
- 369 (l)
- (i) For a location described in Subsection (2)(l)(ii), the commission shall determine the taxable status of
a sale of gas, electricity, heat, coal, fuel oil, or other fuel based on the predominant use of the gas,
electricity, heat, coal, fuel oil, or other fuel at the location.

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(ii) Subsection (2)(1)(i) applies to a location where gas, electricity, heat, coal, fuel oil, or other fuel is furnished through a single meter for two or more of the following uses:

- 376 (A) a commercial use;
- 377 (B) an industrial use; or
- 378 (C) a residential use.
- 379 (3)

(a) The commission shall deposit the following state taxes into the General Fund:

- 380 (i) the tax imposed by Subsection (2)(a)(i)(A);
- 381 (ii) the tax imposed by Subsection (2)(b)(i);
- 382 (iii) the tax imposed by Subsection (2)(c)(i);
- 383 (iv) the tax imposed by Subsection (2)(d); and
- 384 (v) the tax imposed by Subsection (2)(f)(i)(A).

385 (b) The commission shall distribute the following local taxes to a county, city, or town as provided in this chapter:

- 387 (i) the tax imposed by Subsection (2)(a)(ii);
- 388 (ii) the tax imposed by Subsection (2)(b)(ii);
- 389 (iii) the tax imposed by Subsection (2)(c)(ii); and
- 390 (iv) the tax imposed by Subsection (2)(f)(i)(B).
- 391 (4)

(a) Notwithstanding Subsection (3)(a), for each fiscal year the commission shall make the deposits described in Subsections (4)(b) through (4)(h) from the revenue from the taxes imposed by:

- 394 (i) Subsection (2)(a)(i)(A);
- 395 (ii) Subsection (2)(b)(i);
- 396 (iii) Subsection (2)(c)(i); and
- 397 (iv) Subsection (2)(f)(i)(A).

398 (b) The commission shall deposit 15% of the difference between 1.4543% of the revenue described in Subsection (4)(a) and the deposits made under Subsection (5)(b), into the Water Rights Restricted Account created in Section 73-2-1.6.

401 (c) The commission shall deposit 85% of the difference between 1.4543% of the revenue described in Subsection (4)(a) and the deposits made under Subsection (5)(b), into the Water Resources

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Conservation and Development Fund created in Section 73-10-24 for use by the Division of Water Resources for:

- 405 (i) preconstruction costs:
- 406 (A) as defined in Subsection 73-26-103(6) for projects authorized by Title 73, Chapter 26, Bear River
Development Act; and
- 408 (B) as defined in Subsection 73-28-103(8) for the Lake Powell Pipeline project authorized by Title 73,
Chapter 28, Lake Powell Pipeline Development Act;
- 410 (ii) the cost of employing a civil engineer to oversee any project authorized by Title 73, Chapter 26,
Bear River Development Act;
- 412 (iii) the cost of employing a civil engineer to oversee the Lake Powell Pipeline project authorized by
Title 73, Chapter 28, Lake Powell Pipeline Development Act; and
- 415 (iv) other uses authorized under Sections 73-10-24, 73-10-25.1, and 73-10-30, and Subsection (5)(b)(iv)
(B) after funding the uses specified in Subsections (4)(c)(i) through (iii).
- 418 (d) The commission shall deposit 1.4543% of the revenue described in Subsection (4)(a) into the Water
Infrastructure Restricted Account created in Section 73-10g-103.
- 420 (e)
- (i) Subject to Subsection (4)(e)(ii), the commission shall deposit 26.24% of the revenue described in
Subsection (4)(a) into the Transportation Investment Fund of 2005 created in Section 72-2-124.
- 423 (ii) The commission shall annually reduce the deposit described in Subsection (4)(e)(i) by the sum of:
- 425 (A) \$1,813,400;
- 426 (B) the earmark described in Subsection (5)(c); and
- 427 (C) an amount equal to 35% of the revenue generated in the current fiscal year by the portion of the tax
imposed on motor and special fuel that is sold, used, or received in the state that exceeds 29.4 cents
per gallon.
- 430 (iii) The amount described in Subsection (4)(e)(ii)(C) shall be annually deposited into the Transit
Transportation Investment Fund created in Section 72-2-124.
- 432 (f) The commission shall deposit .44% of the revenue described in Subsection (4)(a) into the
Cottonwood Canyons Transportation Investment Fund created in Section 72-2-124.
- 435 (g) The commission shall deposit 1% of the revenue described in Subsection (4)(a) into the Commuter
Rail Subaccount created in Section 72-2-124.

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- (h) The commission shall deposit 1% of the revenue described in Subsection (4)(a) into the Outdoor Adventure [~~Infrastructure~~]Restricted Account created in Section 51-9-902 as follows:
- 440 (i) into the Outdoor Adventure [~~Infrastructure~~]Restricted Account created in Section 51-9-902, an amount equal to the amount that was deposited into the Outdoor Adventure [~~Infrastructure~~]Restricted Account in fiscal year 2025; and
- 443 (ii) for any amount exceeding the amount described in Subsection (4)(h)(i), 50% into the Outdoor Adventure [~~Infrastructure~~]Restricted Account and 50% to the Utah Fairpark Area Investment and Restoration District created in Section 11-70-201.
- 446 (5)
- (a) Notwithstanding Subsection (3)(a), each fiscal year the commission shall make the deposits described in this Subsection (5).
- 448 (b)
- (i)
- (A) The commission shall deposit \$500,000 to the Department of Natural Resources to be used for watershed rehabilitation or restoration.
- 450 (B) At the end of each fiscal year, 100% of any unexpended amount described in Subsection (5) (b)(i)(A) shall lapse into the Water Resources Conservation and Development Fund created in Section 73-10-24.
- 453 (ii) The commission shall deposit \$150,000 to the Division of Water Resources for cloud-seeding projects authorized by Title 73, Chapter 15, Modification of Weather.
- 456 (iii) The commission shall deposit \$525,000 into the Division of Conservation created in Section 4-46-401 to implement water related programs.
- 458 (iv) The commission shall deposit \$7,175,000 into the Water Resources Conservation and Development Fund created in Section 73-10-24 for use by the Division of Water Resources:
- 461 (A) for the uses allowed of the Water Resources Conservation and Development Fund under Section 73-10-24;
- 463 (B) to conduct hydrologic and geotechnical investigations by the Division of Water Resources in a cooperative effort with other state, federal, or local entities, for the purpose of quantifying surface and ground water resources and describing the hydrologic systems of an area in sufficient detail so as to enable local and state resource managers to plan for and accommodate growth in water use without jeopardizing the resource;

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- 469 (C) to fund state required dam safety improvements; and
- 470 (D) to protect the state's interest in interstate water compact allocations, including the hiring of technical
and legal staff.
- 472 (v) The commission shall deposit \$3,587,500 into the Utah Wastewater Loan Program Subaccount
created in Section 73-10c-5 for use by the Water Quality Board to fund wastewater projects.
- 475 (vi) The commission shall deposit \$3,587,500 into the Drinking Water Loan Program Subaccount
created in Section 73-10c-5 for use by the Division of Drinking Water to:
- 478 (A) provide for the installation and repair of collection, treatment, storage, and distribution facilities for
any public water system, as defined in Section 19-4-102;
- 481 (B) develop underground sources of water, including springs and wells; and
- 482 (C) develop surface water sources.
- 483 (vii) The commission shall deposit \$2,450,000 to the Division of Wildlife Resources to:
- 485 (A) implement the measures described in Subsections 23A-3-214(3)(a) through (d) to protect sensitive
plant and animal species; or
- 487 (B) award grants, up to the amount authorized by the Legislature in an appropriations act, to political
subdivisions of the state to implement the measures described in Subsections 23A-3-214(3)(a)
through (d) to protect sensitive plant and animal species.
- 491 (viii) Funds transferred to the Division of Wildlife Resources under Subsection (5)(b)(vii)(A) may not
be used to assist the United States Fish and Wildlife Service or any other person to list or attempt
to have listed a species as threatened or endangered under the Endangered Species Act of 1973, 16
U.S.C. Sec. 1531, et seq.
- 496 (ix) At the end of each fiscal year, any unexpended amounts described in Subsections (5)(b)(vii)(A) and
(B) shall lapse:
- 498 (A) 50% into the Water Resources Conservation and Development Fund created in Section 73-10-24;
- 500 (B) 25% into the Utah Wastewater Loan Program Subaccount created in Section 73-10c-5; and
- 502 (C) 25% into the Drinking Water Loan Program Subaccount created in Section 73-10c-5.
- 504 (x) The commission shall allocate \$175,000 to the Division of Water Rights to cover the costs incurred
in hiring legal and technical staff for the adjudication of water rights.
- 507 (xi) At the end of each fiscal year, any unexpended amounts described in Subsection (5)(b)(x) shall
lapse:
- 509 (A) 50% into the Water Resources Conservation and Development Fund created in Section 73-10-24;

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- 511 (B) 25% into the Utah Wastewater Loan Program Subaccount created in Section 73-10c-5; and
513 (C) 25% into the Drinking Water Loan Program Subaccount created in Section 73-10c-5.
- 515 (c) The commission shall deposit \$45,000,000 into the Active Transportation Investment Fund created
in Section 72-2-124.
- 517 (d) The commission shall deposit \$533,750 into the Qualified Emergency Food Agencies Fund created
by and expended in accordance with Section 35A-8-1009.
- 519 (e) The commission shall deposit \$200,000 into the General Fund as a dedicated credit for the sole
use of the Search and Rescue Financial Assistance Program created by and to be expended in
accordance with Title 53, Chapter 2a, Part 11, Search and Rescue Act.
- 523 (6)
- (a) The rate specified in this Subsection (6) is 0.15%.
- 524 (b) Notwithstanding Subsection (3)(a), the commission shall, for a fiscal year beginning on or after July
1, 2019, annually transfer the amount of revenue collected from the rate described in Subsection (6)
(a) on the transactions that are subject to the sales and use tax under Subsection (2)(a)(i)(B) into the
Medicaid ACA Fund created in Section 26B-1-315.
- 529 (7)
- (a) Notwithstanding Subsection (3)(a) and except as provided in Subsections (11), (12), and (13), and as
described in Section 63N-3-610, beginning the first day of a calendar quarter one year after the sales
and use tax boundary for a housing and transit reinvestment zone is established under Title 63N,
Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, the commission, at least annually,
shall transfer an amount equal to 15% of the sales and use tax increment from the sales and use tax
imposed by Subsection (2)(a)(i)(A) at a 4.7% rate, on transactions occurring within an established
sales and use tax boundary, as defined in Section 63N-3-602, into the Transit Transportation
Investment Fund created in Section 72-2-124.
- 538 (b) Beginning no sooner than January 1, 2026, notwithstanding Subsection (3)(a), and except as
provided in Subsections (11), (12), and (13), and as described in Section 63N-3-610.1, beginning
the first day of a calendar quarter after the year set in the proposal and after the sales and use tax
boundary for a convention center reinvestment zone is established in a capital city under Title
63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, the commission, at least
annually, shall transfer an amount equal to 50% of the sales and use tax increment as defined in
Section 63N-3-602 from the sales and use tax imposed by Subsection (2)(a)(i)(A) at a 4.7% rate,

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on transactions occurring within an established sales and use tax boundary, as defined in Section 63N-3-602, to a convention center public infrastructure district created in accordance with Section 17D-4-202.1 and specified in the convention center reinvestment zone proposal submitted pursuant to Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act.

- 551 (8) Notwithstanding Subsection (3)(a) and except as provided in Subsections (11), (12), and (13), beginning October 1, 2024 the commission shall transfer to the Utah Fairpark Area Investment and Restoration District, created in Section 11-70-201, the revenue from the sales and use tax imposed by Subsection (2)(a)(i)(A), on transactions occurring within the district sales tax area, as defined in Section 11-70-101.
- 556 (9)
- (a) As used in this Subsection (9):
- 557 (i) "Additional land" means point of the mountain state land described in Subsection 11-59-102(6)
- (b) that the point of the mountain authority acquires after the point of the mountain authority provides the commission a map under Subsection (9)(c).
- 560 (ii) "Point of the mountain authority" means the Point of the Mountain State Land Authority, created in Section 11-59-201.
- 562 (iii) "Point of the mountain state land" means the same as that term is defined in Section 11-59-102.
- 564 (b) Notwithstanding Subsection (3)(a) and except as provided in Subsections (11), (12), and (13), the commission shall distribute to the point of the mountain authority 50% of the revenue from the sales and use tax imposed by Subsection (2)(a)(i)(A), on transactions occurring on the point of the mountain state land.
- 568 (c) The distribution under Subsection (9)(b) shall begin the next calendar quarter that begins at least 90 days after the point of the mountain authority provides the commission a map that:
- 571 (i) accurately describes the point of the mountain state land; and
- 572 (ii) the point of the mountain authority certifies as accurate.
- 573 (d) A distribution under Subsection (9)(b) with respect to additional land shall begin the next calendar quarter that begins at least 90 days after the point of the mountain authority provides the commission a map of point of the mountain state land that:
- 576 (i) accurately describes the point of the mountain state land, including the additional land; and
- 578 (ii) the point of the mountain authority certifies as accurate.
- 579 (e)

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- (i) Upon the payment in full of bonds secured by the sales and use tax revenue distributed to the point of the mountain authority under Subsection (9)(b), the point of the mountain authority shall immediately notify the commission in writing that the bonds are paid in full.
- 583 (ii) The commission shall discontinue distributions of sales and use tax revenue under Subsection (9)(b) at the beginning of the calendar quarter that begins at least 90 days after the date that the commission receives the written notice under Subsection (9)(e)(i).
- 587 (10) Notwithstanding Subsection (3)(a), the amount of state sales tax revenues described in Section 63N-2-503.5 is deposited into the Convention Incentive Fund created in Section 63N-2-503.5.
- 590 (11)
- (a) As used in this Subsection (11):
- 591 (i) "Applicable percentage" means:
- 592 (A) for a housing and transit reinvestment zone created under Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, 15% of the revenue from the sales and use tax imposed by Subsection (2)(a)(i)(A) at a 4.7% rate for sales occurring within the qualified development zone described in Subsection (11)(a)(ii)(A);
- 597 (B) for the Utah Fairpark Area Investment and Restoration District created in Section 11-70-201, the revenue from the sales and use tax imposed by Subsection (2)(a)(i)(A) at a 4.7% rate for sales occurring within the qualified development zone described in Subsection (11)(a)(ii)(B); and
- 601 (C) for the Point of the Mountain State Land Authority created in Section 11-59-201, 50% of the revenue from sales and use tax imposed by Subsection (2)(a)(i)(A) at a 4.7% rate for sales occurring within the qualified development zone described in Subsection (11)(a)(ii)(C).
- 605 (ii) "Qualified development zone" means:
- 606 (A) the sales and use tax boundary of a housing and transit reinvestment zone created under Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Act;
- 609 (B) the district sales tax boundary as defined in Section 11-70-101 for the Utah Fairpark Area Investment and Restoration District, created in Section 11-70-201; or
- 612 (C) the sales and use tax boundary of point of the mountain state land, as defined in Section 11-59-102, under the Point of the Mountain State Land Authority created in Section 11-59-201.
- 615 (iii) "Schedule J sale" means a sale reported on State Tax Commission Form TC-62M, Schedule J or a substantially similar form as designated by the commission.
- 618

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(b) Revenue generated from the applicable percentage by a Schedule J sale within a qualified development zone shall be deposited into the General Fund.

620 (12)

(a) As used in Subsections (12) and (13):

621 (i) "Applicable percentage" means, for a convention center reinvestment zone created in a capital city under Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act, an amount equal to 50% of the sales and use tax increment, as that term is defined in Section 63N-3-602, from the sales and use tax imposed by Subsection (2)(a)(i)(A) at a 4.7% rate for sales occurring within the qualified development zone described in Subsection (12)(a)(ii).

627 (ii) "Qualified development zone" means the sales and use tax boundary of a convention center reinvestment zone created in a capital city under Title 63N, Chapter 3, Part 6, Housing and Transit Reinvestment Zone Act.

630 (iii) "Qualifying construction materials" means construction materials that are:

631 (A) delivered to a delivery outlet within a qualified development zone; and

632 (B) intended to be permanently attached to real property within the qualified development zone.

634 (b) For a sale of qualifying construction materials, the commission shall distribute the product calculated in Subsection (12)(c) to a qualified development zone if the seller of the construction materials:

637 (i) establishes a delivery outlet with the commission within the qualified development zone;

639 (ii) reports the sales of the construction materials to the delivery outlet described in Subsection (12)(b) (i); and

641 (iii) does not report the sales of the construction materials on a simplified electronic return.

643 (c) For the purposes of Subsection (12)(b), the product is equal to:

644 (i) the sales price or purchase price of the qualifying construction materials; and

645 (ii) the applicable percentage.

646 (13)

(a) As used in this Subsection (13), "Schedule J sale" means a sale reported on State Tax Commission Form TC-62M, Schedule J, or a substantially similar form as designated by the commission.

649 (b) Revenue generated from the applicable percentage by a Schedule J sale within a qualified development zone shall be distributed into the General Fund.

651 Section 4. Section 79-7-503 is amended to read:

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652 **79-7-503. Funding of initiative.**

- 653 (1) The initiative is funded from the following sources:
- 654 (a) appropriations made to the initiative by the Legislature, including any appropriation from the
Outdoor Adventure [~~Infrastructure~~]Restricted Account created in Section 51-9-902; and
- 657 (b) contributions, including in-kind assistance, from public and private sources, including a federal
agency, state agency, local government, or private entity.
- 659 (2) The division may reimburse itself with initiative funds for costs related to administering the
initiative.

661 Section 5. Section **5** is enacted to read:

662 **Part 8. Every Kid Outdoors Initiative**

663 **79-7-801. Definitions.**

- 664 (1) "Children" means an individual who is three years old or older and 18 years old or younger.
- 666 (2) "Initiative" means the Every Kid Outdoors Initiative created in Section 79-7-802.

667 Section 6. Section **6** is enacted to read:

668 **79-7-802. Every Kid Outdoors Initiative.**

- 669 (1) There is created the Every Kid Outdoors Initiative administered by the division.
- 670 (2) The division shall establish the initiative to:
- 671 (a) promote the health and social benefits of outdoor recreation to the state's children;
- 672 (b) encourage children to develop the skills and confidence to be physically active for life;
- 674 (c) provide outdoor recreational opportunities to underserved communities, as defined in Section
79-8-102, in the state; and
- 676 (d) encourage hands-on outdoor or nature-based learning and play to prepare children for achievement
in science, technology, engineering, and math.
- 678 (3) As part of the initiative, the division may:
- 679 (a) implement outdoor recreation and education efforts for children, including field trips, events, and
educational campaigns;
- 681 (b) contract with public or private entities to provide services consistent with the initiative's objectives;
- 683 (c) purchase or lease equipment or supplies necessary to facilitate the initiative; and
- 684 (d) collaborate with and provide technical assistance, training, and educational resources to educators,
schools, and community organizations to further the initiative's objectives.

687 Section 7. Section **79-8-102** is amended to read:

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688

79-8-102. Definitions.

As used in this chapter:

690

(1) "Accessible to the general public" in relation to the awarding of an infrastructure grant, means:

692

(a) the public may use the infrastructure in accordance with federal and state regulations; and

694

(b) no community or group retains exclusive rights to access the infrastructure.

695

(2) "Advisory committee" means the Utah Outdoor Recreation Infrastructure Advisory Committee created in Section 79-7-206.

697

(3) "Children," in relation to the awarding of a UCORE grant, means individuals who are [~~six~~] three years old or older and 18 years old or younger.

699

(4) "Director" means the director of the Division of Outdoor Recreation.

700

(5) "Division" means the Division of Outdoor Recreation.

701

(6) "Executive director" means the executive director of the Department of Natural Resources.

703

(7) "Infrastructure grant" means an outdoor recreational infrastructure grant described in Section 79-8-401.

705

(8)

(a) "Recreational infrastructure project" means an undertaking to build or improve an approved facility or installation needed for the public to access and enjoy the state's outdoors.

708

(b) "Recreational infrastructure project" may include the:

709

(i) establishment, construction, or renovation of a trail, trail infrastructure, or a trail facility;

711

(ii) construction of a project for a water-related outdoor recreational activity;

712

(iii) development of a project for a wildlife watching opportunity, including bird watching;

714

(iv) development of a project that provides a winter recreation amenity;

715

(v) construction or improvement of a community park that has an amenity for outdoor recreation; and

717

(vi) construction or improvement of a naturalistic and accessible playground.

718

(9) "UCORE grant" means a children's outdoor recreation and education grant described in Section 79-8-302.

720

(10)

(a) "Underserved community" means a group of people, including a municipality, county, or American Indian tribe, that is economically disadvantaged.

722

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(b) "Underserved community" includes an economically disadvantaged community where in relation to awarding a UCORE grant, the children of the community, including children with disabilities, have limited access to outdoor recreation or education programs.

726 Section 8. Section 79-8-106 is amended to read:

727 **79-8-106. Outdoor Recreation Infrastructure Account -- Uses -- Costs.**

728 (1) There is created an expendable special revenue fund known as the "Outdoor Recreation Infrastructure Account," which the division shall use to fund:

730 (a) the Outdoor Recreational Infrastructure Grant Program created in Section 79-8-401;

731 (b) the Recreation Restoration Infrastructure Grant Program created in Section 79-8-202; and

733 (c) the Utah Children's Outdoor Recreation and Education Grant Program created in Section 79-8-302.

735 (2) The account consists of:

736 (a) distributions to the account under Section 59-28-103;

737 (b) interest earned on the account;

738 (c) appropriations made by the Legislature;

739 (d) money from a cooperative agreement entered into with the United States Department of Agriculture or the United States Department of the Interior; and

741 (e) private donations, grants, gifts, bequests, or money made available from any other source to implement this part.

743 (3)

(a) The division shall, with the advice of the advisory committee, administer the account.

745 (b) The division may use money in the account to pay for the division's administrative costs of administering grants authorized under this chapter.

747 [~~(4) The cost of administering the account shall be paid from money in the account.~~]

748 [~~(5)~~ (4) Interest accrued from investment of money in the account shall remain in the account.

750 Section 9. Section 79-8-303 is amended to read:

751 **79-8-303. Rulemaking and requirements for awarding a UCORE grant.**

752 (1) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the division, after consulting with the advisory committee, shall make rules establishing the eligibility and reporting criteria for an entity to receive a UCORE grant, including:

755 (a) the form and process of submitting an application to the division for a UCORE grant;

756 (b) which entities are eligible to apply for a UCORE grant;

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- 757 (c) specific categories of children's programs that are eligible for a UCORE grant;
758 (d) the method and formula for determining grant amounts; and
759 (e) the reporting requirements of grant recipients.
- 760 (2) In determining the award of a UCORE grant, the division may prioritize a children's program that
will serve an underserved community in the state.
- 762 (3) A UCORE grant may only be awarded by the executive director after consultation with the director
and the advisory committee.
- 764 [~~(4) The following entities may not receive a UCORE grant under this part:~~]
765 [~~(a) a federal government entity;~~]
766 [~~(b) a state agency, except for public schools and institutions of higher education; and~~]
767 [~~(c) a for-profit entity.~~]
- 768 (4) The division may not award a UCORE grant to a for-profit entity.
- 769 (5) In awarding UCORE grants, consideration shall be given to entities that implement programs that:
771 (a) contribute to healthy and active lifestyles through outdoor recreation; and
772 (b) include one or more of the following attributes in their programs or initiatives:
773 (i) serve children with the greatest needs in rural, suburban, and urban areas of the state;
775 (ii) provide students with opportunities to directly experience nature;
776 (iii) maximize the number of children who can participate;
777 (iv) commit matching and in-kind resources;
778 (v) create partnerships with public and private entities;
779 (vi) include ongoing program evaluation and assessment;
780 (vii) use veterans in program implementation;
781 (viii) include outdoor or nature-based programming that incorporates concept learning in science,
technology, engineering, or math; or
783 (ix) use educated volunteers in program implementation.

784 Section 10. **Effective date.**

Effective Date.

This bill takes effect on July 1, 2026.

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