

**Ann Millner** proposes the following substitute bill:

**Extracted Natural Resources Amendments**

2026 GENERAL SESSION

STATE OF UTAH

**Chief Sponsor: Ann Millner**

House Sponsor: David Shallenberger

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**LONG TITLE**

**General Description:**

This bill addresses natural resources within the state.

**Highlighted Provisions:**

This bill:

- ▶ facilitates faster permitting by the Department of Environmental Quality and the Division of Oil, Gas, and Mining;
- ▶ modifies the tax credit for mining exploration;
- ▶ creates the State Reinvestment Restricted Account and diverts various streams of income related to severance taxes into the State Reinvestment Restricted Account;
- ▶ addresses property tax differentials based on critical minerals zones;
- ▶ defines terms;
- ▶ establishes the state critical minerals objectives and policy, including providing for annual reviews;
- ▶ creates the Critical Minerals Council (council), including establishing the council's operations, powers, and duties;
- ▶ makes money appropriated to the council nonlapsing;
- ▶ addresses areas of coordination by certain council members;
- ▶ establishes a process to designate critical minerals zones, including providing for property tax differential revenue;
- ▶ provides for the creation of a clearinghouse of data to be known as the "Critical Minerals Atlas";
- ▶ addresses the creation of the Minerals for Industrial, National, and Economic Security Center;
- ▶ creates the Critical Minerals Development Account;
- ▶ coordinates with H.B. 373, Higher Education Innovation, to address inclusion of critical

29 minerals projects in the eligible research areas for research grants; and  
30     ▸ makes technical and conforming amendments.

31 **Money Appropriated in this Bill:**

32       This bill appropriates \$400,000 in operating and capital budgets for fiscal year 2026, all of  
33 which is from the General Fund.

34       This bill appropriates \$14,016,200 in restricted fund and account transfers for fiscal year 2026,  
35 all of which is from the various sources as detailed in this bill.

36       This bill appropriates \$11,400,000 in operating and capital budgets for fiscal year 2027,  
37 including:

- 38     ▸ \$400,000 from General Fund; and
- 39     ▸ \$11,000,000 from various sources as detailed in this bill.

40 **Other Special Clauses:**

41       This bill provides a special effective date.

42       This bill provides coordination clauses.

43       This bill provides retrospective operation.

44 **Utah Code Sections Affected:**

45 AMENDS:

46       **40-6-24 (Effective 05/06/26) (Applies beginning 01/01/26) (Repealed 07/01/37)**, as  
47 repealed and reenacted by Laws of Utah 2025, Chapter 159

48       **51-9-202 (Effective 07/01/26)**, as last amended by Laws of Utah 2021, Chapter 401

49       **51-9-302 (Effective 07/01/26)**, as last amended by Laws of Utah 2010, Chapter 219

50       **51-9-305 (Effective 07/01/26)**, as last amended by Laws of Utah 2014, Chapter 241

51       **59-2-924 (Effective 05/06/26) (Applies beginning 01/01/26)**, as last amended by Laws of  
52 Utah 2025, First Special Session, Chapter 15

53       **59-5-115 (Effective 05/06/26) (Applies beginning 01/01/26)**, as last amended by Laws of  
54 Utah 2023, Chapters 446, 537

55       **59-5-116 (Effective 05/06/26) (Applies beginning 01/01/26)**, as last amended by Laws of  
56 Utah 2021, Chapter 401

57       **59-5-119 (Effective 05/06/26) (Applies beginning 01/01/26)**, as last amended by Laws of  
58 Utah 2021, Chapter 401

59       **59-5-215 (Effective 05/06/26) (Applies beginning 01/01/26)**, as last amended by Laws of  
60 Utah 2024, Chapter 25

61       **63J-1-602.2 (Effective 05/06/26) (Partially Repealed 07/01/29)**, as last amended by Laws  
62 of Utah 2025, First Special Session, Chapter 17

63 **79-2-201 (Effective 05/06/26) (Partially Repealed 07/01/29)**, as last amended by Laws of  
 64 Utah 2025, Chapter 93

65 ENACTS:

66 **19-1-209 (Effective 05/06/26)**, Utah Code Annotated 1953

67 **40-8-5.5 (Effective 05/06/26)**, Utah Code Annotated 1953

68 **51-9-1001 (Effective 07/01/26)**, Utah Code Annotated 1953

69 **51-9-1002 (Effective 07/01/26)**, Utah Code Annotated 1953

70 **51-9-1003 (Effective 07/01/26)**, Utah Code Annotated 1953

71 **79-10-101 (Effective 05/06/26)**, Utah Code Annotated 1953

72 **79-10-201 (Effective 05/06/26)**, Utah Code Annotated 1953

73 **79-10-202 (Effective 05/06/26)**, Utah Code Annotated 1953

74 **79-10-301 (Effective 05/06/26)**, Utah Code Annotated 1953

75 **79-10-302 (Effective 05/06/26)**, Utah Code Annotated 1953

76 **79-10-303 (Effective 05/06/26)**, Utah Code Annotated 1953

77 **79-10-401 (Effective 05/06/26)**, Utah Code Annotated 1953

78 **79-10-402 (Effective 05/06/26)**, Utah Code Annotated 1953

79 **79-10-403 (Effective 05/06/26)**, Utah Code Annotated 1953

80 **79-10-501 (Effective 05/06/26)**, Utah Code Annotated 1953

81 **79-10-601 (Effective 05/06/26)**, Utah Code Annotated 1953

82 **79-10-602 (Effective 05/06/26)**, Utah Code Annotated 1953

83 **79-10-701 (Effective 05/06/26)**, Utah Code Annotated 1953

84 REPEALS:

85 **51-9-301 (Effective 07/01/26)**, as last amended by Laws of Utah 2021, Chapter 401

86 **51-9-303 (Effective 07/01/26)**, as last amended by Laws of Utah 2016, Chapter 128

87 **51-9-307 (Effective 07/01/26)**, as last amended by Laws of Utah 2024, Chapter 25

88 **Utah Code Sections affected by Coordination Clause:**

89 **53H-8-211 (07/01/26)**, Utah Code Annotated 1953

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

92 Section 1. Section **19-1-209** is enacted to read:

93 **19-1-209 (Effective 05/06/26). Fast track permitting for critical minerals.**

94 (1) As used in this section:

95 (a) "Critical mineral" means the same as that term is defined in Section 79-10-101.

96 (b) "Critical minerals project" means an activity requiring one or more state permits

- 97           related to the extraction or processing of a critical mineral.
- 98           (c) "Critical minerals zone" means the same as that term is defined in Section 79-10-101.
- 99           (d) "Permit" means the same as that term is defined in Section 79-10-101.
- 100       (2)(a) A division within the department shall prioritize division resources to process a  
101       permit that is:
- 102           (i) requested to be issued by the division; and
- 103           (ii) related to a critical minerals project described in Subsection (2)(b).
- 104       (b) This Subsection (2) applies to a critical mineral project that is:
- 105           (i) for the extraction or processing of a critical mineral within a critical minerals  
106           zone; or
- 107           (ii) included in the strategic plan developed by the Critical Minerals Council under  
108           Subsection 79-10-302(1).
- 109       (3) The department shall work cooperatively with the Division of Oil, Gas, and Mining to  
110       develop processes under which permits for a critical minerals project described in  
111       Subsection (2)(b) that are issued by a division within the department and the Division of  
112       Oil, Gas, and Mining:
- 113           (a) may be issued at parallel times rather than sequentially; and
- 114           (b) minimize the need for a person to comply with duplicative, overlapping, or  
115           conflicting requirements.
- 116       (4) Nothing in this section abrogates or interferes with the powers or duties of the Division  
117       of Oil, Gas, and Mining.

118       Section 2. Section **40-6-24** is amended to read:

119       **40-6-24 (Effective 05/06/26) (Applies beginning 01/01/26) (Repealed 07/01/37).**

120       **Tax credit for mining exploration -- Division to issue certificates.**

- 121       (1) As used in this section:
- 122           (a) "Activity" means:
- 123               (i) surveying by a geophysical method or by a geochemical method;
- 124               (ii) drilling one or more exploration holes;
- 125               (iii) conducting underground exploration;
- 126               (iv) surface trenching or bulk sampling;
- 127               (v) taking aerial photographs;
- 128               (vi) geological and geophysical logging;
- 129               (vii) sample analysis; or
- 130               (viii) metallurgical testing.

- 131 (b) "Assigned tax credit certificate" means a tax credit certificate the division issues to a  
132 person to which a claimant assigns the claimant's tax credit.
- 133 (c)(i) "Certified expenditure" means a cost incurred for an activity in direct support of  
134 an eligible exploration activity conducted at a specific site.
- 135 (ii) "Certified expenditure" includes:
- 136 (A) the cost of obtaining an approval, a permit, a license, or a certificate for an  
137 eligible exploration activity;
- 138 (B) a direct labor cost and the cost of benefits for employees directly associated  
139 with work described in Subsection (1)(c)(i);
- 140 (C) the cost of leasing equipment from a third party;
- 141 (D) the cost of owning, maintaining, or operating equipment;
- 142 (E) insurance and bond premiums associated with the activities described in  
143 Subsections (1)(c)(ii)(A) through (D);
- 144 (F) the cost of a consultant or an independent contractor; and
- 145 (G) any general expense related to operating the business engaged in the eligible  
146 exploration activity to the extent the expense is directly attributable to the work  
147 described in Subsection (1)(c)(i).
- 148 (iii) "Certified expenditure" does not include:
- 149 (A) return on investment; or
- 150 (B) insurance or bond premiums not described in Subsection (1)(c)(ii)(E).
- 151 (d)(i) "Claimant" means a person that:
- 152 (A) is engaged in the business of mining or extracting minerals;
- 153 (B) is subject to a severance tax, for the taxable year in which the person applies  
154 for a tax credit certificate, under Title 59, Chapter 5, Part 2, Mining Severance  
155 Tax, as a direct result of minerals produced from eligible exploration activities;  
156 and
- 157 (C) makes a certified expenditure.
- 158 (ii) "Claimant" does not include a person in the business of mining or extracting  
159 minerals on the Great Salt Lake from:
- 160 (A) the brines of the Great Salt Lake, except for a person using a nonevaporative  
161 mining or extraction method; or
- 162 (B) a material or secondary source, including tails, slag, waste dumps, or another  
163 similar secondary source, derived from the brines of the Great Salt Lake.
- 164 (e) "Eligible claimant" means a claimant or a person to which a claimant assigns a tax

- 165 credit in accordance with Subsections (4)(a)(vi) ~~and~~ , (7), and (11).
- 166 (f) "Eligible exploration activity" means an activity performed in the state that is  
167 associated with:
- 168 (i) producing a mineral from a natural deposit that is not part of a mine that exists at  
169 the time the activity begins;
- 170 (ii) producing a mineral not under production within a mine that exists at the time the  
171 activity begins;
- 172 (iii) recovering a mineral not under production from a secondary source at the time  
173 the activity begins, including tails, slag, waste dumps, or another similar  
174 secondary source, whether in solution or otherwise; or
- 175 (iv) expanding production of a mineral using a mining method not used within a mine  
176 that exists at the time the activity begins~~;~~ as certified by the division in  
177 accordance with Subsection (10).
- 178 ~~[(v) expanding existing production of a mineral that requires a new exploration or~~  
179 ~~mining permit or the modification of a permit issued before the activity begins.]~~
- 180 (g) "Geochemical method" means a method of gathering geochemical data, including  
181 collecting soil, rock, water, air, vegetation, or any other similar item and performing  
182 a chemical analysis on the item.
- 183 (h) "Geophysical method" means a method of gathering geophysical data that is used in  
184 mineral exploration, including seismic, gravity, magnetic, radiometric, radar,  
185 electromagnetic, and other remote sensing measurements.
- 186 (i) "Mine" means the same as that term is defined in Section 59-5-201.
- 187 (j) "Mineral" means:
- 188 (i) a metalliferous mineral as defined in Section 59-5-201; or  
189 (ii) a metalliferous compound as defined in Section 59-5-202.
- 190 (k) "Tax credit certificate" means a certificate the division issues that:
- 191 (i) lists the claimant's name and taxpayer identification number;  
192 (ii) lists the amount of the claimant's tax credit authorized under this section for a  
193 taxable year; and  
194 (iii) includes other information as determined by the division.
- 195 (2) Before claiming a tax credit under Section 59-5-304, a person shall apply to the division  
196 to enter into an agreement and, upon becoming an eligible claimant, to receive a tax  
197 credit certificate.
- 198 (3)(a) Except as provided in Subsection (3)(b), a person shall enter into an agreement

- 199 with the division before beginning eligible exploration activities.
- 200 (b) A person that has certified expenditures from an eligible exploration activity for a  
201 taxable year beginning on or after January 1, 2025, and beginning before January 1,  
202 2026, shall enter an agreement with the division as provided by rule.
- 203 (4)(a) The agreement shall provide:
- 204 (i) the eligible exploration activities for which the person may incur certified  
205 expenditures eligible to receive a tax credit certificate, which may include  
206 certified expenditures from a taxable year beginning on or after January 1, 2025,  
207 and beginning before January 1, 2027;
- 208 (ii) the type of mineral the person intends to produce;
- 209 (iii) the maximum number of years a person has between the beginning of eligible  
210 exploration activities and the production of minerals as a direct result of the  
211 eligible exploration activities;
- 212 (iv) the maximum number of years, which may not exceed [20] 10 years, that a person  
213 may receive a tax credit certificate; and
- 214 (v) the requirements for reporting certified expenditures and production of minerals  
215 as a direct result of eligible exploration activity, including:  
216 (A) a description of the mine where the eligible exploration activity occurred;  
217 (B) evidence that the certified expenditure occurred and the amount of the  
218 certified expenditure; and  
219 (C) the means for verifying that severance tax liability occurs as a direct result of  
220 an eligible exploration activity; and
- 221 (vi) subject to Subsection (11), a requirement that, if a claimant intends to assign a  
222 tax credit, the claimant shall provide to the division a written notice of intent to  
223 assign the tax credit to another person, in a form the division approves, that  
224 includes:  
225 (A) written certification or other proof that the claimant irrevocably elects not to  
226 claim the tax credit authorized by the tax credit certificate; and  
227 (B) contact information for the person to which the claimant is assigning the tax  
228 credit.
- 229 (b) The parties to the agreement may modify the terms of the agreement.
- 230 (c)(i) The division shall approve certified expenditures upon receiving a report of a  
231 certified expenditure unless the division determines that the expenditure does not  
232 meet the definition of certified expenditure.

- 233 (ii) If the division determines that an expenditure does not meet the definition of  
234 certified expenditure, the division shall provide the person a written explanation  
235 that states each reason the division denied the expenditure and give the person an  
236 opportunity to correct any deficiency or provide additional information.
- 237 (5)(a) A person with an agreement may apply for a tax credit certificate:
- 238 (i) upon becoming an eligible claimant; and  
239 (ii) for a taxable year beginning on or after January 1, 2027.
- 240 (b) The person shall include in the application for a tax credit certificate the following  
241 information for the taxable year in which the person seeks a tax credit certificate:
- 242 (i) proof that the person is an eligible claimant;  
243 (ii) a description of the mineral that the eligible claimant produced and evidence to  
244 support that the mineral is produced from an eligible exploration activity;  
245 (iii) the amount of severance tax liability as a direct result of minerals produced from  
246 an eligible exploration activity that the eligible claimant incurred for the taxable  
247 year; and  
248 (iv) any other information the division requests.
- 249 (6)(a) After the division receives an application for a tax credit certificate, the division  
250 shall:
- 251 (i) verify that the person is an eligible claimant; and  
252 (ii) determine whether the eligible claimant has approved certified expenditures.
- 253 (b) Subject to Subsection (6)(c), the division shall issue a tax credit certificate in an  
254 amount equal to the lesser of:
- 255 (i) 50% of the amount of certified expenditures minus any certified expenditures for  
256 which the division previously issued a tax credit certificate; or  
257 (ii) 30% of the claimant's severance tax liability as a direct result of minerals  
258 produced from an eligible exploration activity for the taxable year.
- 259 (c)(i) The division may not issue a tax credit certificate if the aggregate value of tax  
260 credit certificates issued for certified expenditures related to eligible exploration  
261 activities at the same mine exceeds [~~\$20,000,000~~] \$10,000,000.
- 262 (ii) Notwithstanding Subsection (6)(c)(i), the division may issue a tax credit  
263 certificate up to an aggregate value of [~~\$30,000,000~~] \$15,000,000 for certified  
264 expenditures related to eligible exploration activities at the same mine if the  
265 certified expenditures that exceed [~~\$20,000,000~~] \$10,000,000 are for eligible  
266 exploration activities undertaken to produce a mineral for which the United States

267 is greater than 50% net import reliant, as provided in the Mineral Commodity  
268 Summaries published by the United States Geological Survey, in the calendar year  
269 in which an eligible exploration activity commences.

270 (7)(a) If the claimant meets the requirements of Subsection (4)(a)(vi), the division shall  
271 issue an assigned tax credit certificate to the person identified by the claimant in an  
272 amount equal to the lesser of:

- 273 (i) the amount of the claimant's certified expenditures minus any certified  
274 expenditures for which the division previously issued a tax credit certificate; or  
275 (ii) the person's severance tax liability as a direct result of minerals produced from an  
276 eligible exploration activity for the taxable year.

277 (b) A person that receives an assigned tax credit certificate may claim the tax credit  
278 under Section 59-5-304 as if the person met the requirements of Section 59-5-304, if  
279 the person files a return under Title 59, Chapter 5, Part 2, Mining Severance Tax.

280 (8) An eligible claimant that receives a tax credit certificate or assigned tax credit certificate  
281 in accordance with this section shall retain the tax credit certificate or assigned tax credit  
282 certificate for the same time period that a person is required to keep books and records  
283 under Section 59-1-1406.

284 (9) The division shall submit annually to the State Tax Commission an electronic list that  
285 includes:

286 (a) the name and identifying information for:

- 287 (i) each claimant to which the division issues a tax credit certificate; and  
288 (ii) each person to which the division issues an assigned tax credit certificate in  
289 accordance with Subsection (7);

290 (b) for each person described in Subsection (9)(a), the amount of tax credit stated on the  
291 tax credit certificate or assigned tax credit certificate; and

292 (c) for each person described in Subsection (9)(a)(ii), information necessary to identify  
293 the original tax credit certificate and the assigned tax credit certificate.

294 (10) To qualify an activity as an eligible exploration activity under Subsection (1)(f)(iv), a  
295 claimant shall demonstrate to the satisfaction of the division and the division shall  
296 certify that the method to be used within a mine is a new technology or technique that  
297 did not exist within that mine at the time the activity begins.

298 (11) A claimant may assign a tax credit certificate in accordance with Subsections (4)(a)(vi)  
299 and (7) only to either a new owner or operator of the same mining operations in the state  
300 that engaged in the eligible exploration activity that gives rise to the claimant's tax credit

301 certificate. A claimant may assign a tax credit certificate under this Subsection (11) to  
302 only one person.

303 [~~(10)~~] (12) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,  
304 the division may make rules governing the administration of the agreement and tax  
305 credit certificate process described in this section.

306 Section 3. Section **40-8-5.5** is enacted to read:

307 **40-8-5.5 (Effective 05/06/26). Fast track permitting for critical minerals.**

308 (1) As used in this section:

309 (a) "Critical mineral" means the same as that term is defined in Section 79-10-101.

310 (b) "Critical minerals project" means an activity requiring one or more state permits  
311 related to the extraction or processing of a critical mineral.

312 (c) "Critical minerals zone" means the same as that term is defined in Section 79-10-101.

313 (d) "Permit" means the same as that term is defined in Section 79-10-101.

314 (2)(a) The division shall prioritize division resources to process a permit that is:

315 (i) requested to be issued by the division; and

316 (ii) related to a critical minerals project described in Subsection (2)(b).

317 (b) This Subsection (2) applies to a critical minerals project that is:

318 (i) for the extraction or processing of a critical mineral within a critical minerals  
319 zone; or

320 (ii) included in the strategic plan developed by the Critical Minerals Council under  
321 Subsection 79-10-302(1).

322 (3) The division shall work cooperatively with the Department of Environmental Quality to  
323 develop processes under which permits for a critical minerals project described in  
324 Subsection (2)(b) that are issued by the division and the Department of Environmental  
325 Quality:

326 (a) may be issued at parallel times rather than sequentially; and

327 (b) minimize the need for a person to comply with duplicative, overlapping, or  
328 conflicting requirements.

329 (4) Nothing in this section abrogates or interferes with the powers or duties of the  
330 Department of Environmental Quality.

331 Section 4. Section **51-9-202** is amended to read:

332 **51-9-202 (Effective 07/01/26). Permanent state trust fund.**

333 (1) Until July 1, 2003, 50% of all funds of every kind that are received by the state that are  
334 related to the settlement agreement that the state entered into with leading tobacco

- 335 manufacturers on November 23, 1998, shall be deposited into the permanent state trust  
336 fund created by and operated under Utah Constitution, Article XXII, Section 4.
- 337 (2) On and after July 1, 2003, and until July 1, 2004, 20% of the funds of any kind received  
338 by the state that are related to the settlement agreement that the state entered into with  
339 leading tobacco manufacturers shall be deposited into the permanent state trust fund  
340 created by and operated under Utah Constitution, Article XXII, Section 4.
- 341 (3) On and after July 1, 2004, and until July 1, 2005, 30% of all funds of any kind received  
342 by the state that are related to the settlement agreement that the state entered into with  
343 leading tobacco manufacturers shall be deposited into the General Fund Budget Reserve  
344 Account created in Section 63J-1-312.
- 345 (4) On and after July 1, 2005, and until July 1, 2007, 25% of all funds of any kind received  
346 by the state that are related to the settlement agreement that the state entered into with  
347 leading tobacco manufacturers shall be deposited into the permanent state trust fund  
348 created by and operated under Utah Constitution, Article XXII, Section 4.
- 349 (5) On and after July 1, 2007, 40% of all funds of every kind that are received by the state  
350 that are related to the settlement agreement that the state entered into with leading  
351 tobacco manufacturers on November 23, 1998, shall be deposited into the General Fund  
352 and the remaining funds deposited as directed.
- 353 (6) Funds in the permanent state trust fund shall be deposited or invested [~~pursuant to~~] in  
354 accordance with Chapter 7b, Investment of Permanent State Trust Fund Money.
- 355 (7)(a) In accordance with Utah Constitution, Article XXII, Section 4, the interest and  
356 dividends earned annually from the permanent state trust fund shall be deposited in  
357 the General Fund. There shall be transferred on an ongoing basis from the General  
358 Fund to the permanent state trust fund created under Utah Constitution, Article XXII,  
359 Section 4, an amount equal to 50% of the interest and dividends earned annually from  
360 the permanent state trust fund. The amount transferred into the fund under this  
361 Subsection (7)(a) shall be treated as principal.
- 362 (b) Any annual interest or dividends earned from the permanent state trust fund that  
363 remain in the General Fund after Subsection (7)(a) may be appropriated by the  
364 Legislature.
- 365 (c) Any realized or unrealized gains or losses on investments in the permanent state trust  
366 fund shall remain in the permanent state trust fund.
- 367 (8) This section does not apply to funds deposited under [~~Chapter 9, Part 3, Infrastructure~~  
368 ~~and Economic Diversification Investment Account and Deposit or Credit of Certain~~

369 ~~Severance Taxes Act]~~ Part 3, Deposit or Credit of Certain Severance Taxes and Interest  
 370 and Dividends, into the permanent state trust fund.

371 Section 5. Section **51-9-302** is amended to read:

372 **Part 3. Deposit or Credit of Certain Severance Taxes and Interest and Dividends**

373 **51-9-302 (Effective 07/01/26). Definitions.**

374 As used in this part[~~z~~]

375 [(1) "~~Infrastructure and Economic Diversification Investment Account~~" means the  
 376 ~~Infrastructure and Economic Diversification Investment Account~~ created in Section  
 377 51-9-303.]

378 [(2) "~~Permanent~~], "permanent state trust fund" means the permanent state trust fund created  
 379 under Utah Constitution, Article XXII, Section 4.

380 Section 6. Section **51-9-305** is amended to read:

381 **51-9-305 (Effective 07/01/26). Deposit and credit of certain severance tax**  
 382 **revenue.**

383 (1) As used in this section, "aggregate annual revenue" means the aggregate annual revenue  
 384 collected in a fiscal year from the taxes imposed under Title 59, Chapter 5, Severance  
 385 Tax on Oil, Gas, and Mining, after subtracting the amounts required to be distributed  
 386 under Sections 59-5-116 and 59-5-119.

387 (2) After making the deposits of oil and gas severance tax revenue as required under  
 388 Sections 59-5-116 and 59-5-119, the Division of Finance shall make the credit required  
 389 under Subsection (3).

390 (3) Beginning on July 1, 2016, the Division of Finance shall credit to the permanent state  
 391 trust fund the following aggregate annual revenue:

- 392 (a) 25% of the first \$50,000,000 of aggregate annual revenue;
- 393 (b) 50% of the next \$50,000,000 of aggregate annual revenue; and
- 394 (c) 75% of the aggregate annual revenue that exceeds \$100,000,000.

395 (4) The state treasurer shall invest and separately account for the earnings on funds that are  
 396 credited to the permanent state trust fund under this section.

397 (5)(a) In accordance with Utah Constitution, Article XXII, Section 4, the interest and  
 398 dividends earned annually on revenue from severance taxes that are credited to the  
 399 permanent state trust fund shall be credited to the General Fund.

400 (b) Interest and dividends earned on revenue from severance taxes that are credited to  
 401 the General Fund [~~pursuant to~~] in accordance with Subsection (5)(a) shall be credited  
 402 to the [~~Infrastructure and Economic Diversification Investment Account~~ created in

403 Section 51-9-303] State Reinvestment Restricted Account created in Section  
 404 51-9-1002.

405 Section 7. Section **51-9-1001** is enacted to read:

406 **Part 10. State Reinvestment Restricted Account**

407 **51-9-1001 (Effective 07/01/26). Definitions.**

408 As used in this part:

- 409 (1) "Account" means the State Reinvestment Restricted Account created in Section  
 410 51-9-1002.
- 411 (2) "Generational water infrastructure" means physical facilities or other physical assets  
 412 designed to meet generational demands for water.
- 413 (3) "New revenue" means revenue collected above \$100,000,000 from the taxes imposed  
 414 under Title 59, Chapter 5, Severance Tax on Oil, Gas, and Mining, after subtracting the  
 415 amounts required to be distributed under Sections 51-9-305, 51-9-306, 59-5-116,  
 416 59-5-119, and 59-5-121 and under Subsection 59-5-202(5)(c).

417 Section 8. Section **51-9-1002** is enacted to read:

418 **51-9-1002 (Effective 07/01/26). State Reinvestment Restricted Account created.**

- 419 (1) There is created within the General Fund a restricted account known as the "State  
 420 Reinvestment Restricted Account."
- 421 (2) The account shall consist of:
- 422 (a) new revenue that the State Tax Commission shall deposit into the account until the  
 423 new revenue equals or exceeds \$200,000,000 in a fiscal year;
- 424 (b) revenue credited to the account in accordance with Section 59-5-215;
- 425 (c) revenue credited to the account in accordance with Section 51-9-305; and
- 426 (d) interest and earnings on money in the account.
- 427 (3) The state treasurer shall invest the money in the fund according to Title 51, Chapter 7,  
 428 State Money Management Act, except that interest or other earnings derived from those  
 429 investments shall be deposited into the account.

430 Section 9. Section **51-9-1003** is enacted to read:

431 **51-9-1003 (Effective 07/01/26). Authorized use of the State Reinvestment**  
 432 **Restricted Account.**

- 433 (1) Money in the account is to be used, subject to appropriation, for:
- 434 (a) income tax relief;
- 435 (b) development of generational water infrastructure;
- 436 (c) facilitating preservation of the Great Salt Lake watershed, as described in Title 73,

437 Chapter 10g, Part 4, Great Salt Lake Watershed Integrated Water Assessment;  
 438 (d) regionally significant transit development and regionally significant transit  
 439 infrastructure;  
 440 (e) development of energy resources, as described in Title 79, Chapter 6, Utah Energy  
 441 Act;  
 442 (f) subject to Subsection (3), development of critical mineral resources, as described in  
 443 Title 79, Chapter 10, Critical Minerals Strategic Act; and  
 444 (g) subject to Subsection (3), the Uintah Basin Air Quality Research Project created in  
 445 Section 53H-4-316.

446 (2) Money in the account that is derived from a local source may not be used in an area  
 447 outside the area in which the money was generated unless the money is used for a  
 448 purpose described in Subsection (1).

449 (3) Subject to appropriation:

450 (a) the first \$1,000,000 of revenue credited to the account under Subsections  
 451 51-9-1002(2)(b) and (c) each fiscal year shall be used by the Critical Minerals  
 452 Council for the development of critical mineral resources, as described in Title 79,  
 453 Chapter 10, Critical Minerals Strategic Act;

454 (b) after the amount distributed as described in Subsection (3)(a), 10% of the revenue  
 455 credited to the account under Subsection 51-9-1002(2)(b) each fiscal year shall be  
 456 used for the development of critical mineral resources, as described in Title 79,  
 457 Chapter 10, Critical Minerals Strategic Act; and

458 (c) after the amount distributed as described in Subsection (3)(a), \$400,000 of the  
 459 revenue credited to the account under Subsection 51-9-1002(2)(c) shall be used for  
 460 the Uintah Basin Air Quality Research Project created in Section 53H-4-316.

461 Section 10. Section **59-2-924** is amended to read:

462 **59-2-924 (Effective 05/06/26) (Applies beginning 01/01/26). Definitions -- Report**  
 463 **of valuation of property to county auditor and commission -- Transmittal by auditor to**  
 464 **governing bodies -- Calculation of certified tax rate -- Rulemaking authority -- Adoption**  
 465 **of tentative budget -- Notice provided by the commission.**

466 (1) As used in this section:

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

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

470 (A) interest;

- 471 (B) penalties;
- 472 (C) collections from redemptions; or
- 473 (D) revenue received by a taxing entity from personal property that is
- 474 semiconductor manufacturing equipment assessed by a county assessor in
- 475 accordance with Part 3, County Assessment.
- 476 (b) "Adjusted tax increment" means the same as that term is defined in Section
- 477 17C-1-102.
- 478 (c)(i) "Aggregate taxable value of all property taxed" means:
- 479 (A) the aggregate taxable value of all real property a county assessor assesses in
- 480 accordance with Part 3, County Assessment, for the current year;
- 481 (B) the aggregate taxable value of all real and personal property the commission
- 482 assesses in accordance with Part 2, Assessment of Property, for the current
- 483 year; and
- 484 (C) the aggregate year end taxable value of all personal property a county assessor
- 485 assesses in accordance with Part 3, County Assessment, contained on the prior
- 486 year's tax rolls of the taxing entity.
- 487 (ii) "Aggregate taxable value of all property taxed" does not include the aggregate
- 488 year end taxable value of personal property that is:
- 489 (A) semiconductor manufacturing equipment assessed by a county assessor in
- 490 accordance with Part 3, County Assessment; and
- 491 (B) contained on the prior year's tax rolls of the taxing entity.
- 492 (d) "Base taxable value" means:
- 493 (i) for an authority created under Section 11-58-201, the same as that term is defined
- 494 in Section 11-58-102;
- 495 (ii) for the Point of the Mountain State Land Authority created in Section 11-59-201,
- 496 the same as that term is defined in Section 11-59-207;
- 497 (iii) for the Utah Fairpark Area Investment and Restoration District created in Section
- 498 11-70-201, the same as that term is defined in Section 11-70-101;
- 499 (iv) for an agency created under Section 17C-1-201.5, the same as that term is
- 500 defined in Section 17C-1-102;
- 501 (v) for an authority created under Section 63H-1-201, the same as that term is defined
- 502 in Section 63H-1-102;
- 503 (vi) for a host local government, the same as that term is defined in Section
- 504 63N-2-502;

- 505 (vii) for a housing and transit reinvestment zone or convention center reinvestment  
 506 zone created under Title 63N, Chapter 3, Part 6, Housing and Transit  
 507 Reinvestment Zone Act, the same as that term is defined in Section 63N-3-602;
- 508 (viii) for a home ownership promotion zone created under Title 10, Chapter 21, Part  
 509 5, Home Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80,  
 510 Part 5, Home Ownership Promotion Zone, a property's taxable value as shown  
 511 upon the assessment roll last equalized during the base year, as that term is  
 512 defined in Section 10-21-101 or Section 17-80-101;
- 513 (ix) for a first home investment zone created under Title 63N, Chapter 3, Part 16,  
 514 First Home Investment Zone Act, a property's taxable value as shown upon the  
 515 assessment roll last equalized during the base year, as that term is defined in  
 516 Section 63N-3-1601;
- 517 (x) for a major sporting event venue zone created under Title 63N, Chapter 3, Part  
 518 17, Major Sporting Event Venue Zone Act, a property's taxable value as shown  
 519 upon the assessment roll last equalized during the property tax base year, as that  
 520 term is defined in Section 63N-3-1701;~~[-or]~~
- 521 (xi) for an electrical energy development zone created under Section 79-6-1104, the  
 522 value of the property within an electrical energy development zone, as shown on  
 523 the assessment roll last equalized before the creation of the electrical development  
 524 zone, as that term is defined in Section 79-6-1104~~[-]~~ ; or
- 525 (xii) for a critical minerals zone created under Title 79, Chapter 10, Part 4, Critical  
 526 Minerals Zone, the value of the property within a critical minerals zone, as shown  
 527 on the assessment roll last equalized before the creation of the critical minerals  
 528 zone, as that term is defined in Section 79-10-101.
- 529 (e) "Centrally assessed benchmark value" means an amount equal to the average year  
 530 end taxable value of real and personal property the commission assesses in  
 531 accordance with Part 2, Assessment of Property, for the previous three calendar  
 532 years, adjusted for taxable value attributable to:
- 533 (i) an annexation to a taxing entity;
- 534 (ii) an incorrect allocation of taxable value of real or personal property the  
 535 commission assesses in accordance with Part 2, Assessment of Property; or
- 536 (iii) a change in value as a result of a change in the method of apportioning the value  
 537 prescribed by the Legislature, a court, or the commission in an administrative rule  
 538 or administrative order.

- 539 (f) "Centrally assessed industry" means the following industry classes the commission  
540 assesses in accordance with Part 2, Assessment of Property:
- 541 (i) air carrier;
  - 542 (ii) coal;
  - 543 (iii) coal load out property;
  - 544 (iv) electric generation;
  - 545 (v) electric rural;
  - 546 (vi) electric utility;
  - 547 (vii) gas utility;
  - 548 (viii) ground access property;
  - 549 (ix) land only property;
  - 550 (x) liquid pipeline;
  - 551 (xi) metalliferous mining;
  - 552 (xii) nonmetalliferous mining;
  - 553 (xiii) oil and gas gathering;
  - 554 (xiv) oil and gas production;
  - 555 (xv) oil and gas water disposal;
  - 556 (xvi) railroad;
  - 557 (xvii) sand and gravel; and
  - 558 (xviii) uranium.
- 559 (g)(i) "Centrally assessed new growth" means the greater of:
- 560 (A) for each centrally assessed industry, zero; or
  - 561 (B) the amount calculated by subtracting the centrally assessed benchmark value  
562 for each centrally assessed industry, adjusted for prior year end incremental  
563 value, from the taxable value of real and personal property the commission  
564 assesses in accordance with Part 2, Assessment of Property, for each centrally  
565 assessed industry for the current year, adjusted for current year incremental  
566 value.
- 567 (ii) "Centrally assessed new growth" does not include a change in value for a  
568 centrally assessed industry as a result of a change in the method of apportioning  
569 the value prescribed by the Legislature, a court, or the commission in an  
570 administrative rule or administrative order.
- 571 (h) "Certified tax rate" means a tax rate that will provide the same ad valorem property  
572 tax revenue for a taxing entity as was budgeted by that taxing entity for the prior year.

- 573 (i) "Community reinvestment agency" means the same as that term is defined in Section  
574 17C-1-102.
- 575 (j) "Eligible new growth" means the greater of:  
576 (i) zero; or  
577 (ii) the sum of:  
578 (A) locally assessed new growth;  
579 (B) centrally assessed new growth; and  
580 (C) project area new growth or hotel property new growth.
- 581 (k) "Host local government" means the same as that term is defined in Section  
582 63N-2-502.
- 583 (l) "Hotel property" means the same as that term is defined in Section 63N-2-502.
- 584 (m) "Hotel property new growth" means an amount equal to the incremental value that is  
585 no longer provided to a host local government as incremental property tax revenue.
- 586 (n) "Incremental property tax revenue" means the same as that term is defined in Section  
587 63N-2-502.
- 588 (o) "Incremental value" means:  
589 (i) for an authority created under Section 11-58-201, the amount calculated by  
590 multiplying:  
591 (A) the difference between the taxable value and the base taxable value of the  
592 property that is located within a project area and on which property tax  
593 differential is collected; and  
594 (B) the number that represents the percentage of the property tax differential that  
595 is paid to the authority;
- 596 (ii) for the Point of the Mountain State Land Authority created in Section 11-59-201,  
597 an amount calculated by multiplying:  
598 (A) the difference between the current assessed value of the property and the base  
599 taxable value; and  
600 (B) the number that represents the percentage of the property tax augmentation, as  
601 defined in Section 11-59-207, that is paid to the Point of the Mountain State  
602 Land Authority;
- 603 (iii) for the Utah Fairpark Area Investment and Restoration District created in Section  
604 11-70-201, the amount calculated by multiplying:  
605 (A) the difference between the taxable value for the current year and the base  
606 taxable value of the property that is located within a project area; and

- 607 (B) the number that represents the percentage of enhanced property tax revenue,  
608 as defined in Section 11-70-101;
- 609 (iv) for an agency created under Section 17C-1-201.5, the amount calculated by  
610 multiplying:
- 611 (A) the difference between the taxable value and the base taxable value of the  
612 property located within a project area and on which tax increment is collected;  
613 and
- 614 (B) the number that represents the adjusted tax increment from that project area  
615 that is paid to the agency;
- 616 (v) for an authority created under Section 63H-1-201, the amount calculated by  
617 multiplying:
- 618 (A) the difference between the taxable value and the base taxable value of the  
619 property located within a project area and on which property tax allocation is  
620 collected; and
- 621 (B) the number that represents the percentage of the property tax allocation from  
622 that project area that is paid to the authority;
- 623 (vi) for a housing and transit reinvestment zone or convention center reinvestment  
624 zone created in accordance with Title 63N, Chapter 3, Part 6, Housing and Transit  
625 Reinvestment Zone Act, an amount calculated by multiplying:
- 626 (A) the difference between the taxable value and the base taxable value of the  
627 property that is located within a housing and transit reinvestment zone or  
628 convention center reinvestment zone and on which tax increment is collected;  
629 and
- 630 (B) the number that represents the percentage of the tax increment that is paid to  
631 the housing and transit reinvestment zone or convention center reinvestment  
632 zone;
- 633 (vii) for a host local government, an amount calculated by multiplying:
- 634 (A) the difference between the taxable value and the base taxable value of the  
635 hotel property on which incremental property tax revenue is collected; and
- 636 (B) the number that represents the percentage of the incremental property tax  
637 revenue from that hotel property that is paid to the host local government;
- 638 (viii) for a home ownership promotion zone created under Title 10, Chapter 21, Part  
639 5, Home Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80,  
640 Part 5, Home Ownership Promotion Zone, an amount calculated by multiplying:

- 641 (A) the difference between the taxable value and the base taxable value of the  
642 property that is located within a home ownership promotion zone and on which  
643 tax increment is collected; and
- 644 (B) the number that represents the percentage of the tax increment that is paid to  
645 the home ownership promotion zone;
- 646 (ix) for a first home investment zone created in accordance with Title 63N, Chapter  
647 3, Part 16, First Home Investment Zone Act, an amount calculated by multiplying:  
648 (A) the difference between the taxable value and the base taxable value of the  
649 property that is located within a first home investment zone and on which tax  
650 increment is collected; and  
651 (B) the number that represents the percentage of the tax increment that is paid to  
652 the first home investment zone;
- 653 (x) for a major sporting event venue zone created ~~[pursuant to]~~ in accordance with  
654 Title 63N, Chapter 3, Part 17, Major Sporting Event Venue Zone Act, an amount  
655 calculated by multiplying:  
656 (A) the difference between the taxable value and the base taxable value of the  
657 property located within a qualified development zone for a major sporting  
658 event venue zone and upon which property tax increment is collected; and  
659 (B) the number that represents the percentage of tax increment that is paid to the  
660 major sporting event venue zone, as approved by a major sporting event venue  
661 zone committee described in Section 63N-1a-1706;~~[-or]~~
- 662 (xi) for an electrical energy development zone created under Section 79-6-1104, the  
663 amount calculated by multiplying:  
664 (A) the difference between the taxable value and the base taxable value of the  
665 property that is located within the electrical energy developmental zone; and  
666 (B) the number that represents the percentage of the tax increment that is paid to a  
667 community reinvestment agency and the Electrical Energy Development  
668 Investment Fund created in Section 79-6-1105~~[-]~~ ; or
- 669 (xii) for a critical minerals zone created under Section 79-10-403, the amount  
670 calculated by multiplying:  
671 (A) the difference between the taxable value and the base taxable value of the  
672 property that is located within the critical minerals zone; and  
673 (B) the number that represents the percentage of the tax increment that is paid to a  
674 community reinvestment agency or a state land use authority, as defined in

675 Section 79-10-401, and the Critical Minerals Development Account created in  
676 Section 79-10-701.

677 (p)(i) "Locally assessed new growth" means the greater of:

678 (A) zero; or

679 (B) the amount calculated by subtracting the year end taxable value of real  
680 property the county assessor assesses in accordance with Part 3, County  
681 Assessment, for the previous year, adjusted for prior year end incremental  
682 value from the taxable value of real property the county assessor assesses in  
683 accordance with Part 3, County Assessment, for the current year, adjusted for  
684 current year incremental value.

685 (ii) "Locally assessed new growth" does not include a change in:

686 (A) value as a result of factoring in accordance with Section 59-2-704, reappraisal,  
687 or another adjustment;

688 (B) assessed value based on whether a property is allowed a residential exemption  
689 for a primary residence under Section 59-2-103;

690 (C) assessed value based on whether a property is assessed under Part 5, Farmland  
691 Assessment Act; or

692 (D) assessed value based on whether a property is assessed under Part 17, Urban  
693 Farming Assessment Act.

694 (q) "Project area" means:

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

697 (ii) for the Utah Fairpark Area Investment and Restoration District created in Section  
698 11-70-201, the same as that term is defined in Section 11-70-101;

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

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

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

706 (vi) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5,  
707 Home Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80, Part  
708 5, Home Ownership Promotion Zone, the same as that term is defined in Section

- 709 10-21-101 or Section 17-80-101;
- 710 (vii) for a first home investment zone created under Title 63N, Chapter 3, Part 16,  
711 First Home Investment Zone Act, the same as that term is defined in Section  
712 63N-3-1601; or
- 713 (viii) for a major sporting event venue zone established under Title 63N, Chapter 3,  
714 Part 17, Major Sporting Event Venue Zone Act, the qualified development zone,  
715 as defined in Section 63N-3-1701.
- 716 (r) "Project area new growth" means:
- 717 (i) for an authority created under Section 11-58-201, an amount equal to the  
718 incremental value that is no longer provided to an authority as property tax  
719 differential;
- 720 (ii) for the Point of the Mountain State Land Authority created in Section 11-59-201,  
721 an amount equal to the incremental value that is no longer provided to the Point of  
722 the Mountain State Land Authority as property tax augmentation, as defined in  
723 Section 11-59-207;
- 724 (iii) for the Utah Fairpark Area Investment and Restoration District created in Section  
725 11-70-201, an amount equal to the incremental value that is no longer provided to  
726 the Utah Fairpark Area Investment and Restoration District;
- 727 (iv) for an agency created under Section 17C-1-201.5, an amount equal to the  
728 incremental value that is no longer provided to an agency as tax increment;
- 729 (v) for an authority created under Section 63H-1-201, an amount equal to the  
730 incremental value that is no longer provided to an authority as property tax  
731 allocation;
- 732 (vi) for a housing and transit reinvestment zone or convention center reinvestment  
733 zone created under Title 63N, Chapter 3, Part 6, Housing and Transit  
734 Reinvestment Zone Act, an amount equal to the incremental value that is no  
735 longer provided to a housing and transit reinvestment zone or convention center  
736 reinvestment zone as tax increment;
- 737 (vii) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5,  
738 Home Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80, Part  
739 5, Home Ownership Promotion Zone, an amount equal to the incremental value  
740 that is no longer provided to a home ownership promotion zone as tax increment;
- 741 (viii) for a first home investment zone created under Title 63N, Chapter 3, Part 16,  
742 First Home Investment Zone Act, an amount equal to the incremental value that is

- 743 no longer provided to a first home investment zone as tax increment; or  
744 (ix) for a major sporting event venue zone created under Title 63N, Chapter 3, Part  
745 17, Major Sporting Event Venue Zone Act, an amount equal to the incremental  
746 value that is no longer provided to the creating entity of a major sporting event  
747 venue zone as property tax increment.
- 748 (s) "Project area incremental revenue" means the same as that term is defined in Section  
749 17C-1-1001.
- 750 (t) "Property tax allocation" means the same as that term is defined in Section 63H-1-102.
- 751 (u) "Property tax differential" means the same as that term is defined in Sections  
752 11-58-102[-and] , 79-6-1104, and 79-10-401.
- 753 (v) "Tax increment" means:
- 754 (i) for a project created under Section 17C-1-201.5, the same as that term is defined  
755 in Section 17C-1-102;
- 756 (ii) for a housing and transit reinvestment zone or convention center reinvestment  
757 zone created under Title 63N, Chapter 3, Part 6, Housing and Transit  
758 Reinvestment Zone Act, the same as the term "property tax increment" is defined  
759 in Section 63N-3-602;
- 760 (iii) for a home ownership promotion zone created under Title 10, Chapter 21, Part 5,  
761 Home Ownership Promotion Zone for Municipalities, or Title 17, Chapter 80, Part  
762 5, Home Ownership Promotion Zone, the same as that term is defined in Section  
763 10-21-101 or Section 17-80-101;
- 764 (iv) for a first home investment zone created under Title 63N, Chapter 3, Part 16,  
765 First Home Investment Zone Act, the same as that term is defined in Section  
766 63N-3-1601; or
- 767 (v) for a major sporting event venue zone created under Title 63N, Chapter 3, Part  
768 17, Major Sporting Event Venue Zone Act, property tax increment, as that term is  
769 defined in Section 63N-3-1701.
- 770 (2) Before June 1 of each year, each county assessor shall deliver to the county auditor and  
771 the commission the following statements:
- 772 (a) a statement containing the aggregate valuation of all taxable real property a county  
773 assessor assesses in accordance with Part 3, County Assessment, for each taxing  
774 entity; and
- 775 (b) a statement containing the taxable value of all personal property a county assessor  
776 assesses in accordance with Part 3, County Assessment, from the prior year end

- 777 values.
- 778 (3) The county auditor shall, on or before June 8, transmit to the governing body of each  
779 taxing entity:
- 780 (a) the statements described in Subsections (2)(a) and (b);  
781 (b) an estimate of the revenue from personal property;  
782 (c) the certified tax rate; and  
783 (d) all forms necessary to submit a tax levy request.
- 784 (4)(a) Except as otherwise provided in this section, the certified tax rate shall be  
785 calculated by dividing the ad valorem property tax revenue that a taxing entity  
786 budgeted for the prior year by the amount calculated under Subsection (4)(b).
- 787 (b) For purposes of Subsection (4)(a), the legislative body of a taxing entity shall  
788 calculate an amount as follows:
- 789 (i) calculate for the taxing entity the difference between:  
790 (A) the aggregate taxable value of all property taxed; and  
791 (B) any adjustments for current year incremental value;
- 792 (ii) after making the calculation required by Subsection (4)(b)(i), calculate an amount  
793 determined by increasing or decreasing the amount calculated under Subsection  
794 (4)(b)(i) by the average of the percentage net change in the value of taxable  
795 property for the equalization period for the three calendar years immediately  
796 preceding the current calendar year;
- 797 (iii) after making the calculation required by Subsection (4)(b)(ii), calculate the  
798 product of:  
799 (A) the amount calculated under Subsection (4)(b)(ii); and  
800 (B) the percentage of property taxes collected for the five calendar years  
801 immediately preceding the current calendar year; and
- 802 (iv) after making the calculation required by Subsection (4)(b)(iii), calculate an  
803 amount determined by:  
804 (A) multiplying the percentage of property taxes collected for the five calendar  
805 years immediately preceding the current calendar year by eligible new growth;  
806 and  
807 (B) subtracting the amount calculated under Subsection (4)(b)(iv)(A) from the  
808 amount calculated under Subsection (4)(b)(iii).
- 809 (5) A certified tax rate for a taxing entity described in this Subsection (5) shall be calculated  
810 as follows:

- 811 (a) except as provided in Subsection (5)(b) or (c), for a new taxing entity, the certified  
812 tax rate is zero;
- 813 (b) for a municipality incorporated on or after July 1, 1996, the certified tax rate is:  
814 (i) in a county of the first, second, or third class, the levy imposed for municipal-type  
815 services under Title 17, Chapter 78, Part 5, Provision of Municipal-Type Services  
816 to Unincorporated Areas; and  
817 (ii) in a county of the fourth, fifth, or sixth class, the levy imposed for general county  
818 purposes and such other levies imposed solely for the municipal-type services  
819 identified in Section 17-78-501 and Subsection 17-63-101(23);
- 820 (c) for a community reinvestment agency that received all or a portion of a taxing  
821 entity's project area incremental revenue in the prior year under Title 17C, Chapter 1,  
822 Part 10, Agency Taxing Authority, the certified tax rate is calculated as described in  
823 Subsection (4) except that the commission shall treat the total revenue transferred to  
824 the community reinvestment agency as ad valorem property tax revenue that the  
825 taxing entity budgeted for the prior year; and
- 826 (d) for debt service voted on by the public, the certified tax rate is the actual levy  
827 imposed by that section, except that a certified tax rate for the following levies shall  
828 be calculated in accordance with Section 59-2-913 and this section:  
829 (i) a school levy provided for under Section 53F-8-301, 53F-8-302, or 53F-8-303; and  
830 (ii) a levy to pay for the costs of state legislative mandates or judicial or  
831 administrative orders under Section 59-2-1602.
- 832 (6)(a) A taxing entity may impose a judgment levy under Section 59-2-1328 or  
833 59-2-1330 at a rate that is sufficient to generate only the revenue required to satisfy  
834 one or more eligible judgments.
- 835 (b) The ad valorem property tax revenue generated by a judgment levy described in  
836 Subsection (6)(a) may not be considered in establishing a taxing entity's aggregate  
837 certified tax rate.
- 838 (7)(a) For the purpose of calculating the certified tax rate, the county auditor shall use:  
839 (i) the taxable value of real property:  
840 (A) the county assessor assesses in accordance with Part 3, County Assessment;  
841 and  
842 (B) contained on the assessment roll;
- 843 (ii) the year end taxable value of personal property:  
844 (A) a county assessor assesses in accordance with Part 3, County Assessment; and

- 845 (B) contained on the prior year's assessment roll; and  
846 (iii) the taxable value of real and personal property the commission assesses in  
847 accordance with Part 2, Assessment of Property.
- 848 (b) For purposes of Subsection (7)(a), taxable value does not include eligible new  
849 growth.
- 850 (8)(a) On or before June 30 of each year, a taxing entity shall adopt a tentative budget.
- 851 (b) If a taxing entity intends to exceed the certified tax rate, the taxing entity shall notify  
852 the county auditor of:
- 853 (i) the taxing entity's intent to exceed the certified tax rate; and  
854 (ii) the amount by which the taxing entity proposes to exceed the certified tax rate.
- 855 (c) The county auditor shall notify property owners of any intent to levy a tax rate that  
856 exceeds the certified tax rate in accordance with Sections 59-2-919 and 59-2-919.1.
- 857 (9)(a) Subject to Subsection (9)(d), the commission shall provide notice, through  
858 electronic means on or before July 31, to a taxing entity and the Revenue and  
859 Taxation Interim Committee if:
- 860 (i) the amount calculated under Subsection (9)(b) is 10% or more of the year end  
861 taxable value of the real and personal property the commission assesses in  
862 accordance with Part 2, Assessment of Property, for the previous year, adjusted  
863 for prior year end incremental value; and
- 864 (ii) the amount calculated under Subsection (9)(c) is 50% or more of the total year  
865 end taxable value of the real and personal property of a taxpayer the commission  
866 assesses in accordance with Part 2, Assessment of Property, for the previous year.
- 867 (b) For purposes of Subsection (9)(a)(i), the commission shall calculate an amount by  
868 subtracting the taxable value of real and personal property the commission assesses  
869 in accordance with Part 2, Assessment of Property, for the current year, adjusted for  
870 current year incremental value, from the year end taxable value of the real and  
871 personal property the commission assesses in accordance with Part 2, Assessment of  
872 Property, for the previous year, adjusted for prior year end incremental value.
- 873 (c) For purposes of Subsection (9)(a)(ii), the commission shall calculate an amount by  
874 subtracting the total taxable value of real and personal property of a taxpayer the  
875 commission assesses in accordance with Part 2, Assessment of Property, for the  
876 current year, from the total year end taxable value of the real and personal property of  
877 a taxpayer the commission assesses in accordance with Part 2, Assessment of  
878 Property, for the previous year.

879 (d) The notification under Subsection (9)(a) shall include a list of taxpayers that meet the  
880 requirement under Subsection (9)(a)(ii).

881 Section 11. Section **59-5-115** is amended to read:

882 **59-5-115 (Effective 05/06/26) (Applies beginning 01/01/26). Disposition of taxes**  
883 **collected -- Credit to General Fund.**

884 (1) As used in this section, "above-trend revenue" means the amount by which the actual  
885 revenue from the oil and gas severance tax deposited into the General Fund under  
886 Subsection (2) exceeds the long-term trend of oil and gas severance tax revenue to the  
887 General Fund as determined by the Office of the Legislative Fiscal Analyst and the  
888 Governor's Office of Planning and Budget.

889 (2) Except as provided in Section 51-9-305, 51-9-306, [~~51-9-307,~~] 51-9-1002, 59-5-116,  
890 59-5-119, or 59-5-121, a tax imposed and collected under Section 59-5-102 shall be paid  
891 to the commission, promptly remitted to the state treasurer, and credited to the General  
892 Fund.

893 (3) The Division of Finance shall transfer above-trend revenue up to [~~\$20 million~~]  
894 \$20,000,000 from the General Fund into the Transportation Investment Fund each year  
895 beginning in the fiscal year beginning July 1, 2023, until the amount deposited into the  
896 Transportation Investment Fund totals [~~\$88.5 million~~] \$88,500,000.

897 Section 12. Section **59-5-116** is amended to read:

898 **59-5-116 (Effective 05/06/26) (Applies beginning 01/01/26). Disposition of certain**  
899 **taxes collected on Ute Indian land.**

900 (1) Except as provided in Subsection (2), there shall be deposited into the Uintah Basin  
901 Revitalization Fund established in Section 35A-8-1602:

902 (a) for taxes imposed under this part, 33% of the taxes collected on oil, gas, or other  
903 hydrocarbon substances produced from a well:

904 (i) for which production began on or before June 30, 1995; and

905 (ii) attributable to interests:

906 (A) held in trust by the United States for the Tribe and [its] the Tribe's members; or

907 (B) on lands identified in Pub. L. No. 440, 62 Stat. 72 (1948);

908 (b) for taxes imposed under this part, 80% of taxes collected on oil, gas, or other  
909 hydrocarbon substances produced from a well:

910 (i) for which production began on or after July 1, 1995; and

911 (ii) attributable to interests:

912 (A) held in trust by the United States for the Tribe and [its] the Tribe's members; or

- 913 (B) on lands identified in Pub. L. No. 440, 62 Stat. 72 (1948); and
- 914 (c) for taxes imposed under this part, 80% of taxes collected on oil, gas, or other
- 915 hydrocarbon substances produced from a well:
- 916 (i) for which production began on or after January 1, 2001; and
- 917 (ii) attributable to interests on lands conveyed to the tribe under the Ute-Moab Land
- 918 Restoration Act, Pub. L. No. 106-398, Sec. 3303.
- 919 (2)(a) The maximum amount deposited in the Uintah Basin Revitalization Fund may not
- 920 exceed:
- 921 (i) \$3,000,000 in fiscal year 2005-06;
- 922 (ii) \$5,000,000 in fiscal year 2006-07;
- 923 (iii) \$6,000,000 in fiscal years 2007-08 and 2008-09; and
- 924 (iv) for fiscal years beginning with fiscal year 2009-10, the amount determined by the
- 925 commission as described in Subsection (2)(b).
- 926 (b)(i) The commission shall increase or decrease the dollar amount described in
- 927 Subsection (2)(a)(iii) by a percentage equal to the percentage difference between
- 928 the consumer price index for the preceding calendar year and the consumer price
- 929 index for calendar year 2008; and
- 930 (ii) after making an increase or decrease under Subsection (2)(b)(i), round the dollar
- 931 amount to the nearest whole dollar.
- 932 (c) For purposes of this Subsection (2), "consumer price index" is as described in
- 933 Section 1(f)(4), Internal Revenue Code, and defined in Section (1)(f)(5), Internal
- 934 Revenue Code.
- 935 (d) Any amounts in excess of the maximum described in Subsection (2)(a) shall be
- 936 credited as provided in Sections 51-9-305, 51-9-306, [~~51-9-307~~] 51-9-1002, and
- 937 59-5-115.
- 938 Section 13. Section **59-5-119** is amended to read:
- 939 **59-5-119 (Effective 05/06/26) (Applies beginning 01/01/26). Disposition of certain**
- 940 **taxes collected on Navajo Nation land located in Utah.**
- 941 (1) Except as provided in Subsection (2), there shall be deposited into the Navajo
- 942 Revitalization Fund established in Section 35A-8-1704 for taxes imposed under this part
- 943 beginning on July 1, 1997:
- 944 (a) 33% of the taxes collected on oil, gas, or other hydrocarbon substances produced
- 945 from a well:
- 946 (i) for which production began on or before June 30, 1996; and

- 947 (ii) attributable to interests in Utah held in trust by the United States for the Navajo  
 948 Nation and [its] the Navajo Nation's members; and  
 949 (b) 80% of the taxes collected on oil, gas, or other hydrocarbon substances produced  
 950 from a well:  
 951 (i) for which production began on or after July 1, 1996; and  
 952 (ii) attributable to interests in Utah held in trust by the United States for the Navajo  
 953 Nation and [its] the Navajo Nation's members.

954 (2)(a) The maximum amount deposited in the Navajo Revitalization Fund may not  
 955 exceed:

- 956 (i) \$2,000,000 in fiscal year 2006-07; and  
 957 (ii) \$3,000,000 for fiscal years beginning with fiscal year 2007-08.  
 958 (b) Any amounts in excess of the maximum described in Subsection (2)(a) shall be  
 959 credited as provided in Sections 51-9-305, 51-9-306, [~~51-9-307~~] 51-9-1002, and  
 960 59-5-115.

961 Section 14. Section **59-5-215** is amended to read:

962 **59-5-215 (Effective 05/06/26) (Applies beginning 01/01/26). Disposition of taxes**  
 963 **collected -- Credit to General Fund -- Transfer to State Reinvestment Restricted Account.**

964 (1) Except as provided in Section 51-9-305, 51-9-306, or [~~51-9-307~~] 51-9-1002, or  
 965 Subsection 59-5-202(5), a tax imposed and collected under Section 59-5-202 shall be  
 966 paid to the commission, promptly remitted to the state treasurer, and credited to the  
 967 General Fund.

968 (2) For a fiscal year beginning on or after July 1, 2026, the Division of Finance shall  
 969 transfer from the General Fund to the State Reinvestment Restricted Account created in  
 970 Section 51-9-1002 the amount credited to the General Fund under Subsection (1) that  
 971 exceeds \$11,526,000.

972 Section 15. Section **63J-1-602.2** is amended to read:

973 **63J-1-602.2 (Effective 05/06/26) (Partially Repealed 07/01/29). List of nonlapsing**  
 974 **appropriations to programs.**

975 Appropriations made to the following programs are nonlapsing:

- 976 (1) The Legislature and the Legislature's committees.  
 977 (2) The State Board of Education, including all appropriations to agencies, line items, and  
 978 programs under the jurisdiction of the State Board of Education, in accordance with  
 979 Section 53F-9-103.  
 980 (3) The Rangeland Improvement Act created in Section 4-20-101.

- 981 (4) The Percent-for-Art Program created in Section 9-6-404.
- 982 (5) The LeRay McAllister Working Farm and Ranch Fund Program created in Title 4,  
983 Chapter 46, Part 3, LeRay McAllister Working Farm and Ranch Fund.
- 984 (6) The Utah Lake Authority created in Section 11-65-201.
- 985 (7) Dedicated credits accrued to the Utah Marriage Commission as provided under  
986 Subsection 17-66-303(2)(d)(ii).
- 987 (8) The Wildlife Land and Water Acquisition Program created in Section 23A-6-205.
- 988 (9) Sanctions collected as dedicated credits from Medicaid providers under Subsection  
989 26B-3-108(7).
- 990 (10) The primary care grant program created in Section 26B-4-310.
- 991 (11) The Opiate Overdose Outreach Pilot Program created in Section 26B-4-512.
- 992 (12) The Utah Health Care Workforce Financial Assistance Program created in Section  
993 26B-4-702.
- 994 (13) The Rural Physician Loan Repayment Program created in Section 26B-4-703.
- 995 (14) The Utah Medical Education Council for the:
- 996 (a) administration of the Utah Medical Education Program created in Section 26B-4-707;  
997 (b) provision of medical residency grants described in Section 26B-4-711; and  
998 (c) provision of the forensic psychiatric fellowship grant described in Section 26B-4-712.
- 999 (15) The Division of Services for People with Disabilities, as provided in Section 26B-6-402.
- 1000 (16) The Communication Habits to reduce Adolescent Threats (CHAT) Pilot Program  
1001 created in Section 26B-7-122.
- 1002 (17) Funds that the Department of Alcoholic Beverage Services retains in accordance with  
1003 Subsection 32B-2-301(8)(a) or (b).
- 1004 (18) The General Assistance program administered by the Department of Workforce  
1005 Services, as provided in Section 35A-3-401.
- 1006 (19) The Utah National Guard, created in Title 39A, National Guard and Militia Act.
- 1007 (20) The Search and Rescue Financial Assistance Program, as provided in Section  
1008 53-2a-1102.
- 1009 (21) The Emergency Medical Services Grant Program, as provided in Section 53-2d-207.
- 1010 (22) The Motorcycle Rider Education Program, as provided in Section 53-3-905.
- 1011 (23) The Utah Board of Higher Education for teacher preparation programs, as provided in  
1012 Section 53H-5-402.
- 1013 (24) Innovation grants under Section 53G-10-608, except as provided in Subsection  
1014 53G-10-608(3).

- 1015 (25) The Division of Fleet Operations for the purpose of upgrading underground storage  
1016 tanks under Section 63A-9-401.
- 1017 (26) The Division of Technology Services for technology innovation as provided under  
1018 Section 63A-16-903.
- 1019 (27) The State Capitol Preservation Board created by Section 63O-2-201.
- 1020 (28) The Office of Administrative Rules for publishing, as provided in Section 63G-3-402.
- 1021 (29) The Colorado River Authority of Utah, created in Title 63M, Chapter 14, Colorado  
1022 River Authority of Utah Act.
- 1023 (30) The Governor's Office of Economic Opportunity to fund the Enterprise Zone Act, as  
1024 provided in Title 63N, Chapter 2, Part 2, Enterprise Zone Act.
- 1025 (31) The Governor's Office of Economic Opportunity's Rural Employment Expansion  
1026 Program, as described in Title 63N, Chapter 4, Part 4, Rural Employment Expansion  
1027 Program.
- 1028 (32) County correctional facility contracting program for state inmates as described in  
1029 Section 64-13e-103.
- 1030 (33) County correctional facility reimbursement program for state probationary inmates and  
1031 state parole inmates as described in Section 64-13e-104.
- 1032 (34) Programs for the Jordan River Recreation Area as described in Section 65A-2-8.
- 1033 (35) The Division of Human Resource Management user training program, as provided in  
1034 Section 63A-17-106.
- 1035 (36) A public safety answering point's emergency telecommunications service fund, as  
1036 provided in Section 69-2-301.
- 1037 (37) The Traffic Noise Abatement Program created in Section 72-6-112.
- 1038 (38) The money appropriated from the Navajo Water Rights Negotiation Account to the  
1039 Division of Water Rights, created in Section 73-2-1.1, for purposes of participating in a  
1040 settlement of federal reserved water right claims.
- 1041 (39) The Judicial Council for compensation for special prosecutors, as provided in Section  
1042 77-10a-19.
- 1043 (40) A state rehabilitative employment program, as provided in Section 78A-6-210.
- 1044 (41) The Utah Geological Survey, as provided in Section 79-3-401.
- 1045 (42) The Bonneville Shoreline Trail Program created under Section 79-5-503.
- 1046 (43) Adoption document access as provided in Sections 81-13-103, 81-13-504, and  
1047 81-13-505.
- 1048 (44) Indigent defense as provided in Title 78B, Chapter 22, Part 4, Utah Indigent Defense

- 1049 Commission.
- 1050 (45) The program established by the Division of Facilities Construction and Management  
1051 under Section 63A-5b-703 under which state agencies receive an appropriation and pay  
1052 lease payments for the use and occupancy of buildings owned by the Division of  
1053 Facilities Construction and Management.
- 1054 (46) The State Tax Commission for reimbursing counties for deferrals in accordance with  
1055 Section 59-2-1802.5.
- 1056 (47) The Veterinarian Education Loan Repayment Program created in Section 4-2-902.
- 1057 (48) The Critical Minerals Council created by Section 79-10-301.
- 1058 Section 16. Section **79-2-201** is amended to read:
- 1059 **79-2-201 (Effective 05/06/26) (Partially Repealed 07/01/29). Department of**  
1060 **Natural Resources created.**
- 1061 (1) There is created the Department of Natural Resources.
- 1062 (2) The department comprises the following:
- 1063 (a) Board of Water Resources, created in Section 73-10-1.5;
- 1064 (b) Board of Oil, Gas, and Mining, created in Section 40-6-4;
- 1065 (c) Office of Energy Development, created in Section 79-6-401;
- 1066 (d) Wildlife Board, created in Section 23A-2-301;
- 1067 (e) Board of the Utah Geological Survey, created in Section 79-3-301;
- 1068 (f) Water Development Coordinating Council, created in Section 73-10c-3;
- 1069 (g) Division of Water Rights, created in Section 73-2-1.1;
- 1070 (h) Division of Water Resources, created in Section 73-10-18;
- 1071 (i) Division of Forestry, Fire, and State Lands, created in Section 65A-1-4;
- 1072 (j) Division of Oil, Gas, and Mining, created in Section 40-6-15;
- 1073 (k) Division of State Parks, created in Section 79-4-201;
- 1074 (l) Division of Outdoor Recreation, created in Section 79-7-201;
- 1075 (m) Division of Wildlife Resources, created in Section 23A-2-201;
- 1076 (n) Utah Geological Survey, created in Section 79-3-201;
- 1077 (o) Utah Outdoor Recreation Infrastructure Advisory Committee, created in Section  
1078 79-7-206;
- 1079 (p)(i) an advisory council that includes in the advisory council's duties advising on  
1080 state boating policy, authorized by Section 73-18-3.5; or
- 1081 (ii) an advisory council that includes in the advisory council's duties advising on  
1082 off-highway vehicle use, authorized by Section 41-22-10;

- 1083 (q) Wildlife Board Nominating Committee, created in Section 23A-2-302;  
 1084 (r) Wildlife Regional Advisory Councils, created in Section 23A-2-303;  
 1085 (s) Utah Watersheds Council, created in Section 73-10g-304;  
 1086 (t) Public Lands Policy Coordinating Office created in Section 63L-11-201;[-and]  
 1087 (u) the Great Salt Lake commissioner, appointed under Section 73-32-201, and the  
 1088 Office of the Great Salt Lake Commissioner, created in Section 73-32-301[:] ; and  
 1089 (v) the Critical Minerals Council, created in Section 79-10-301.

1090 Section 17. Section **79-10-101** is enacted to read:

1091 **CHAPTER 10. Critical Minerals Strategic Act**

1092 **Part 1. General Provisions**

1093 **79-10-101 (Effective 05/06/26). Definitions.**

1094 As used in this chapter:

- 1095 (1) "Atlas" means a depository of geological data maintained in accordance with Part 5,  
 1096 Critical Minerals Atlas.  
 1097 (2) "Center" means the Minerals for Industrial, National, and Economic Security Center  
 1098 created in accordance with Part 6, Minerals for Industrial, National, and Economic  
 1099 Security Center.  
 1100 (3) "Council" means the Critical Minerals Council created in Section 79-10-301.  
 1101 (4) "Critical mineral" means a mineral identified by the United States Geological Survey or  
 1102 the council as essential to the economic security of the state or national security.  
 1103 (5) "Critical minerals zone" means a critical minerals zone designated by the council under  
 1104 Part 4, Critical Minerals Zone.  
 1105 (6) "Permit" means one of the following issued by a state agency:  
 1106 (a) a permit;  
 1107 (b) a plan;  
 1108 (c) a license;  
 1109 (d) an approval order; or  
 1110 (e) another administrative authorization.

1111 Section 18. Section **79-10-201** is enacted to read:

1112 **Part 2. State Critical Minerals Objectives and Policy**

1113 **79-10-201 (Effective 05/06/26). State critical mineral objectives and policy.**

- 1114 (1) The state's long-term objectives related to critical minerals are:  
 1115 (a) to capture 20% to 25% of United States domestic critical minerals demand;

- 1116 (b) to process within the state 50% of the critical minerals extracted from within the  
1117 state;
- 1118 (c) to reduce average permitting timelines to less than 18 months;
- 1119 (d) to establish and build out the Minerals for Industrial, National, and Economic  
1120 Security Center, as provided in Part 6, Minerals for Industrial, National, and  
1121 Economic Security Center; and
- 1122 (e) to secure federal designation of an entity within the state as a United States critical  
1123 minerals national laboratory.
- 1124 (2) The state's policy related to critical minerals is to:
- 1125 (a) pursue market-based solutions while using public policy to accelerate market  
1126 performance;
- 1127 (b) foster the long-term viability of extraction and processing operations;
- 1128 (c) foster the long-term health of marketplaces to ensure private parties can invest  
1129 confidently in the critical minerals industry;
- 1130 (d) maximize resources available across the state, including natural, talent, processing,  
1131 financial, and technological resources;
- 1132 (e) leverage the Utah System of Higher Education, including technical colleges, to create  
1133 a specialized talent pipeline for mining, geology, and processing;
- 1134 (f) create a positive regulatory framework, including streamlined permitting for critical  
1135 minerals processes;
- 1136 (g) create intrastate, interstate, and federal partnerships that leverage available resources  
1137 for state, regional, and national benefit;
- 1138 (h) accelerate development of critical minerals zones; and
- 1139 (i) support applied research partnerships between higher education, industry, and the  
1140 state that support commercialization.
- 1141 (3) State agencies, academia, and industry are encouraged to conduct activities consistent  
1142 with Subsections (1) and (2).
- 1143 (4) This section does not create a cause of action against the state's or a state agency's action  
1144 that is inconsistent with Subsections (1) and (2) and does not waive governmental  
1145 immunity under Title 63G, Chapter 7, Governmental Immunity Act of Utah.
- 1146 Section 19. Section **79-10-202** is enacted to read:
- 1147 **79-10-202 (Effective 05/06/26). Legislative review of objectives and policy.**
- 1148 The Natural Resources, Agriculture, and Environment Interim Committee shall annually  
1149 review the state's critical mineral objectives and policy under Section 79-10-201 and propose

1150 any changes to the Legislature.

1151 Section 20. Section **79-10-301** is enacted to read:

1152 **Part 3. Critical Minerals Coordinating Council**

1153 **79-10-301 (Effective 05/06/26). Critical Minerals Council created.**

1154 (1) There is created within the Department of Natural Resources a mixed purpose board  
1155 known as the "Critical Minerals Council."

1156 (2) The council consists of the following 11 members:

1157 (a) the director of the Office of Energy Development, or the director's designee;

1158 (b) the director of the Division of Oil, Gas, and Mining, or the director's designee;

1159 (c) one of the following appointed by the governor:

1160 (i) the executive director of the Governor's Office of Economic Opportunity; or

1161 (ii) the executive director of the Nucleus Institute, created in Section 53H-16-202;

1162 (d) a member of the House of Representatives, appointed by the speaker of the House of  
1163 Representatives;

1164 (e) a member of the Senate, appointed by the president of the Senate;

1165 (f) the president of the University of Utah, or the president's designee;

1166 (g) the president of an association representing Utah's mining industry, including  
1167 hardrock operators, industrial mineral operators, coal operators, mineral processing  
1168 operations, and mining services companies, appointed by the governor;

1169 (h) a representative from an organization designed to create jobs in Utah by expanding  
1170 international sales, attracting foreign investment, and facilitating international  
1171 partnerships, appointed by the governor;

1172 (i) a representative from a state land use authority, as defined in Section 79-10-401,  
1173 appointed by the governor; and

1174 (j) two at-large members who represent a relevant industry, represent a state research  
1175 center, or have expertise in environmental regulation, appointed by the members of  
1176 the council described in Subsections (2)(a) through (i).

1177 (3)(a)(i) The director of the Office of Energy Development, or the director's designee,  
1178 is the co-chair of the council.

1179 (ii) The president of the Senate and the speaker of the House of Representatives shall  
1180 jointly appoint a co-chair of the council from members of the council.

1181 (b) The vice-chairs of the council are:

1182 (i) the director of the Division of Oil, Gas, and Mining, or the director's designee; and

1183 (ii) the individual appointed under Subsection (2)(c).

- 1184 (4)(a) The majority of the members constitutes a quorum of the council.  
1185 (b) The majority vote of the members present when a quorum is present constitutes  
1186 action of the council.
- 1187 (5) The council shall meet:  
1188 (a) at the time and place designated by the chairs; and  
1189 (b) no less than once every month or as frequently as the council determines.
- 1190 (6)(a) A member appointed under Subsections (2)(g) through (j) shall serve a term of  
1191 four years.  
1192 (b) The appointing authority may appoint an individual to a position under Subsections  
1193 (2)(g) through (j) to more than one term.  
1194 (c) Notwithstanding Subsection (6)(a), the council shall, at the time of appointment or  
1195 reappointment, adjust the length of terms to ensure that the terms of the members  
1196 appointed under Subsections (2)(g) through (j) are staggered so that approximately  
1197 half of the members appointed under Subsections (2)(g) through (j) are appointed  
1198 every two years.
- 1199 (7)(a) A vacancy that occurs on the council for any reason shall be filled in the same  
1200 manner as the original appointment.  
1201 (b) If an at-large representative vacates the position, the council shall appoint a new  
1202 member for the unexpired term of the vacated member.
- 1203 (8) A member may not receive compensation or benefits for the member's service, but may  
1204 receive per diem and travel expenses in accordance with:  
1205 (a) Section 63A-3-106;  
1206 (b) Section 63A-3-107; and  
1207 (c) rules made by the Division of Finance in accordance with Sections 63A-3-106 and  
1208 63A-3-107.
- 1209 (9)(a) A council member who has, will have, or later acquires an interest, direct or  
1210 indirect, in a transaction with the council shall immediately disclose the nature and  
1211 extent of that interest in writing to the council as soon as the council member has  
1212 knowledge of the actual or prospective interest.  
1213 (b) The council shall enter a disclosure described in this Subsection (9) upon the minutes  
1214 of the council.  
1215 (c) Upon disclosure, that council member may participate in an action by the council  
1216 authorizing the transaction.
- 1217 (10) The Department of Natural Resources shall provide staff support to the council.

- 1218 Section 21. Section **79-10-302** is enacted to read:
- 1219 **79-10-302** (Effective **05/06/26**). **Powers and duties of the council.**
- 1220 (1) The council shall:
- 1221 (a) develop a strategic plan to prioritize activities and projects related to the exploration,
- 1222 development, production, and processing of critical minerals in the state consistent
- 1223 with the state's critical minerals objectives and policy as outlined in Section
- 1224 79-10-201;
- 1225 (b) ensure that efforts among Utah public, private, and academic partners regarding
- 1226 critical minerals are coordinated efficiently and effectively;
- 1227 (c) act as a clearinghouse for information related to federal, state, or local grants and
- 1228 determine whether a grant application is consistent with the strategic plan developed
- 1229 under Subsection (1)(a);
- 1230 (d) investigate and participate in studies of problems unique to the exploration,
- 1231 development, production, and processing of critical minerals in the state;
- 1232 (e) oversee the development of the center in accordance with Part 6, Minerals for
- 1233 Industrial, National, and Economic Security Center;
- 1234 (f) take actions consistent with this chapter to promote, protect, and stabilize the critical
- 1235 minerals industry;
- 1236 (g) cooperate with local, state, or national organizations engaged in activities similar to
- 1237 those of the council;
- 1238 (h) partner with other western states for the development of critical minerals mining and
- 1239 processing capabilities;
- 1240 (i) accept grants, donations, or gifts for use consistent with this chapter;
- 1241 (j) catalyze critical minerals extraction and processing for industries in the state;
- 1242 (k) accelerate development of critical minerals zones in the state for extraction and
- 1243 processing of critical minerals;
- 1244 (l) identify transportation and logistics needs and strategic investments to facilitate
- 1245 high-capacity, efficient handling of critical minerals; and
- 1246 (m) advise the Legislature about the need, if any, for legislative action.
- 1247 (2) The council may enter into agreements necessary to fulfill the council's duties.
- 1248 (3) The council may make rules, in accordance with Title 63G, Chapter 3, Utah
- 1249 Administrative Rulemaking Act, creating a dispute resolution process to resolve
- 1250 conflicts between agencies or private entities represented by a member of the council.
- 1251 (4)(a) The council may organize standing or ad hoc committees that operate in

- 1252 accordance with guidelines established by the council, regarding specific state and  
1253 industry needs related to critical minerals development, including:
- 1254 (i) education and workforce needs;
  - 1255 (ii) research and commercialization;
  - 1256 (iii) entrepreneurship and investment;
  - 1257 (iv) aerospace and defense requirements;
  - 1258 (v) logistics and infrastructure;
  - 1259 (vi) international trade; or
  - 1260 (vii) other needs related to critical minerals development.
- 1261 (b) The council may appoint a member of a standing or ad hoc committee that is not a  
1262 member of the council.
- 1263 (5)(a) The council shall report annually by no later than October 1 to the Natural  
1264 Resources, Agriculture, and Environment Interim Committee.
- 1265 (b) The report required by this Subsection (5) shall include information regarding:
- 1266 (i) the state's progress towards the objectives described in Subsection 79-10-201(1);
  - 1267 (ii) critical minerals zones as required by Section 79-10-402;
  - 1268 (iii) the state's progress towards development of the center, including the center's  
1269 activities and fiscal needs; and
  - 1270 (iv) the Critical Minerals Development Account required by Section 79-10-701.
- 1271 (6) Notwithstanding the other provisions of this chapter, the council may not:
- 1272 (a) interfere or impair with the statutory authority of a state agency to issue a permit; or
  - 1273 (b) vote on an individual permit.
- 1274 Section 22. Section **79-10-303** is enacted to read:
- 1275 **79-10-303 (Effective 05/06/26). Areas for coordination.**
- 1276 (1) Council members are designated as area leads as provided in this section. In conducting  
1277 the council's business, the council may assign a council member who is an area lead to  
1278 coordinate on an issue within the council member's area.
- 1279 (2) The council shall ensure:
- 1280 (a) the coordination of state policy with federal policy; and
  - 1281 (b) the development of infrastructure within the state related to critical minerals.
- 1282 (3)(a) The director of the Division of Oil, Gas, and Mining, or the director's designee,  
1283 shall address regulation and permitting and coordinate with state agencies related to:
- 1284 (i) permitting for extraction or reclamation projects; and
  - 1285 (ii) information gathering for extraction or reclamation projects.

1286 (b) In coordinating under this Subsection (3), the director of the Division of Oil, Gas,  
1287 and Mining, or the director's designee, shall at a minimum coordinate with:

1288 (i) the Department of Environmental Quality; and

1289 (ii) the Utah Geological Survey.

1290 (4)(a) The council member appointed under Subsection 79-10-301(2)(c) shall address  
1291 incentives and critical minerals zones and coordinate:

1292 (i) implementation of state tax incentives;

1293 (ii) domestic recruitment;

1294 (iii) foreign investment;

1295 (iv) accessing federal appropriations and other federal funding sources; and

1296 (v) defense or national security requirements.

1297 (b) In coordinating under this Subsection (4), the council member appointed under  
1298 Subsection 79-10-301(2)(c) shall at a minimum coordinate with:

1299 (i) the council member appointed under Subsection 79-10-301(2)(h); and

1300 (ii) public and private entities that may act as a liaison with federal agencies that may  
1301 provide funding for critical minerals.

1302 (5)(a) The council member representing the University of Utah shall coordinate issues  
1303 related to innovation including:

1304 (i) workforce training and talent pipelines;

1305 (ii) pilot technology testing;

1306 (iii) research and development; and

1307 (iv) industry concerns.

1308 (b) In coordinating under this Subsection (5), the council member representing the  
1309 University of Utah shall at a minimum coordinate with:

1310 (i) the center;

1311 (ii) other institutions of higher education, including Utah State University;

1312 (iii) an association representing Utah's mining industry, including hardrock operators,  
1313 industrial mineral operators, coal operators, mineral processing operations, and  
1314 mining services companies; and

1315 (iv) the aerospace and defense industry.

1316 Section 23. Section **79-10-401** is enacted to read:

1317 **Part 4. Critical Minerals Zone**

1318 **79-10-401 (Effective 05/06/26). Definitions.**

1319 As used in this part:

- 1320 (1) "Base taxable value" means the value of property within a critical minerals zone, as  
1321 shown on the assessment roll last equalized before the creation of the critical minerals  
1322 zone.
- 1323 (2) "Community reinvestment agency" means the same as that term is defined in Section  
1324 17C-1-102.
- 1325 (3) "Community reinvestment project area" means a project area under a community  
1326 reinvestment project area plan as defined in Section 17C-1-102.
- 1327 (4) "Property tax differential" means the difference between:
- 1328 (a) the amount of property tax revenues generated each tax year by all taxing entities  
1329 from a critical minerals zone, using the current assessed value of the property; and
- 1330 (b) the amount of property tax revenues that would be generated from that same area  
1331 using the base taxable value of the property.
- 1332 (5) "Property tax differential revenue" means revenue generated based on the property tax  
1333 differential.
- 1334 (6) "State land use authority" means:
- 1335 (a) the Utah Inland Port Authority created in Section 11-58-201;
- 1336 (b) the Military Installation Development Authority created in Section 63H-1-201;
- 1337 (c) the School and Institutional Trust Lands Administration created in Section 53C-1-201;  
1338 or
- 1339 (d) any other land use authority created by the state that has jurisdiction over state lands.
- 1340 Section 24. Section **79-10-402** is enacted to read:
- 1341 **79-10-402 (Effective 05/06/26). Council responsibilities and powers.**
- 1342 (1) The council shall:
- 1343 (a) establish and implement:
- 1344 (i) processes for designating critical minerals zones; and
- 1345 (ii) criteria for evaluating proposed critical minerals zones;
- 1346 (b) consult with state land use authorities regarding:
- 1347 (i) identification of state lands suitable for critical minerals extraction or processing;
- 1348 (ii) designation of critical minerals zones; and
- 1349 (iii) opportunities for coordinated development of extraction or processing projects  
1350 on state lands;
- 1351 (c) assess and address potential public health impacts of critical minerals zones;
- 1352 (d) report annually by October 1 to the Natural Resources, Agriculture, and Environment  
1353 Interim Committee regarding:

- 1354           (i) infrastructure needs related to extraction and processing of critical minerals;  
1355           (ii) the status of designated critical minerals zones; and  
1356           (iii) recommendations for how the property tax differential revenue collected under  
1357                 this section should be divided and distributed between the state, counties, and  
1358                 municipalities; and  
1359       (e) negotiate with the applicable county or municipality regarding the distribution of  
1360                 property tax differential revenue.

- 1361       (2) The council may enter agreements with state land use authorities to address the  
1362                 implementation of critical minerals zones and the administration of property tax  
1363                 differential revenue.

1364           Section 25. Section **79-10-403** is enacted to read:

1365           **79-10-403 (Effective 05/06/26). Critical minerals zones designated.**

- 1366       (1)(a) Except as provided in Subsection (1)(b), a county or municipality may not offer  
1367                 financial incentives for a critical minerals extraction or processing project that is not  
1368                 located within a designated critical minerals zone.

- 1369       (b) Subsection (1)(a) does not apply to a critical minerals extraction or processing  
1370                 project for which a project area plan has been approved before May 6, 2026.

- 1371       (2) A county or municipality may:

- 1372           (a) pass a resolution declaring an intent to establish within the county or municipality  
1373                 boundaries a critical minerals zone;

- 1374           (b) enter into an interlocal agreement with the council outlining each parties'  
1375                 responsibilities relating to a critical minerals zone; and

- 1376           (c) apply to the council for the designation of a critical minerals zone by submitting:

- 1377                 (i) a description of the proposed boundaries of the critical minerals zone;

- 1378                 (ii) an assessment of existing critical minerals extraction or processing infrastructure  
1379                 within and proximate to the proposed critical minerals zone;

- 1380                 (iii) a development plan that includes:

- 1381                         (A) proposed critical minerals extraction or processing projects;

- 1382                         (B) anticipated infrastructure improvements;

- 1383                         (C) projected economic benefits to the county; and

- 1384                         (D) evidence of local support including any interlocal agreement entered into  
1385                         between the county or municipality and the council, as applicable;

- 1386                 (iv) if the applicant is a municipality, evidence of coordination with the county in  
1387                 which the proposed critical minerals zone is located, including any interlocal

- 1388 agreement entered into between the county or municipality and the council, as  
1389 applicable;
- 1390 (v) if the applicant is a county and any portion of the proposed critical minerals zone  
1391 is within the boundaries of a municipality, evidence of an agreement with the  
1392 municipality regarding the establishment of the critical minerals zone; and
- 1393 (vi) any other information required by the council.
- 1394 (3) A state land use authority may:
- 1395 (a) propose a critical minerals zone within lands under the state land use authority's  
1396 jurisdiction; and
- 1397 (b) apply to the council for the designation of a critical minerals zone by submitting:
- 1398 (i) a description of the proposed boundaries of the critical minerals zone;  
1399 (ii) an assessment of existing critical minerals extraction or processing infrastructure  
1400 within and proximate to the proposed critical minerals zone;  
1401 (iii) a development plan that includes:
- 1402 (A) proposed critical minerals extraction or processing projects;  
1403 (B) anticipated infrastructure improvements; and  
1404 (C) projected economic benefits;
- 1405 (iv) evidence that the proposed critical minerals zone is consistent with applicable  
1406 land use plans and regulations; and
- 1407 (v) any other information required by the council.
- 1408 (4) The council shall:
- 1409 (a) approve an application for a critical minerals zone designation if the application  
1410 demonstrates:
- 1411 (i) the proposed critical minerals zone includes land suitable for critical minerals  
1412 extraction or processing development based on:
- 1413 (A) adequate transportation access; and  
1414 (B) sufficient land area for proposed development; and
- 1415 (ii) the critical minerals zone plan:
- 1416 (A) aligns with state critical minerals objectives and policy under Section  
1417 79-10-201;  
1418 (B) includes realistic timelines and milestones;  
1419 (C) identifies specific infrastructure improvements; and  
1420 (D) quantifies projected economic benefits;
- 1421 (b) make a determination on an application within 60 days of submission;

- 1422 (c) provide written notice to the applicant explaining the basis for approval or denial;  
1423 (d) if a critical minerals zone overlaps with an area designated by a community  
1424 reinvestment agency as a community reinvestment project area as of May 6, 2026,  
1425 enter into an agreement with the community reinvestment agency to determine the  
1426 percentage division of the property tax differential between:  
1427 (i) the Critical Minerals Development Account; and  
1428 (ii) the community reinvestment agency; and  
1429 (e) if a critical minerals zone overlaps with a project area of a state land use authority,  
1430 enter into an agreement with the state land use authority to determine the percentage  
1431 division of the property tax differential between:  
1432 (i) the Critical Minerals Development Account; and  
1433 (ii) the state land use authority.
- 1434 (5) Within 30 days after the council designates a critical minerals zone:  
1435 (a) the county auditor shall certify to the council the base taxable value of property  
1436 within the critical minerals zone; and  
1437 (b) the county shall transmit to the council copies of the property tax assessment rolls for  
1438 the property within the critical minerals zone.
- 1439 (6)(a) Each year, the county auditor shall:  
1440 (i) determine the amount of the property tax differential for the critical minerals zone  
1441 by comparing:  
1442 (A) the current assessed value of property within the critical minerals zone; and  
1443 (B) the base taxable value of property within the critical minerals zone;  
1444 (ii) inform the county treasurer of the property tax differential amount; and  
1445 (iii) provide notice to the council of the amount calculated under this Subsection  
1446 (6)(a).
- 1447 (b) The county treasurer shall transfer the property tax differential to the council for  
1448 deposit into the Critical Minerals Development Account created in Section 79-10-701,  
1449 subject to any agreements entered into under Subsections (4)(d) and (4)(e).
- 1450 (c) The county treasurer shall make a distribution required under this section:  
1451 (i) at the same time as regular annual property tax distributions; and  
1452 (ii) using the same method as other property tax distributions.
- 1453 (d) For property tax differential not subject to Subsection (4)(d) or (4)(e), the council  
1454 may enter into agreements with taxing entities regarding the allocation of the  
1455 property tax differential.

1456 Section 26. Section **79-10-501** is enacted to read:

1457 **Part 5. Critical Minerals Atlas**

1458 **79-10-501 (Effective 05/06/26). Critical Minerals Atlas created -- Processes to be**  
1459 **developed.**

1460 (1)(a) The Division of Oil, Gas, and Mining shall lead a joint effort with the Utah  
1461 Geological Survey and Office of Energy Development to organize and maintain a  
1462 clearinghouse of geological data related to critical minerals known as the "Critical  
1463 Minerals Atlas."

1464 (b) The purpose of the atlas is to:

1465 (i) compile reliable data that can be used by:

1466 (A) the council, including the council using the data in developing the strategic  
1467 plan required under Subsection 79-10-302(1);

1468 (B) other government agencies;

1469 (C) academia; and

1470 (D) private entities; and

1471 (ii) reconcile differences in the data submitted to the atlas.

1472 (2)(a) The agencies described in Subsection (1)(a) shall:

1473 (i) develop a process by which a state agency, state institution of higher education, or  
1474 private entity, including a nonprofit entity, may submit information to the atlas;

1475 (ii) recommend which state agencies and state institutions of higher education should  
1476 be required to submit data to the atlas;

1477 (iii) develop a process by which differences in the data submitted to the atlas may be  
1478 reconciled; and

1479 (iv) develop policies consistent with Title 63G, Chapter 2, Government Records  
1480 Access and Management Act, related to confidentiality of information submitted  
1481 to the atlas.

1482 (b) The Division of Oil, Gas, and Mining shall report the processes, recommendations,  
1483 and policies described in Subsection (2)(a) to the Natural Resources, Agriculture, and  
1484 Environment Interim Committee by no later than October 1, 2026.

1485 Section 27. Section **79-10-601** is enacted to read:

1486 **Part 6. Minerals for Industrial, National, and Economic Security Center**

1487 **79-10-601 (Effective 05/06/26). Minerals for Industrial, National, and Economic**  
1488 **Security Center process for creation -- Governance.**

- 1489 (1) There is created under the general supervision of the council a center known as the  
1490 "Minerals for Industrial, National, and Economic Security Center," to serve the  
1491 objectives described in Section 79-10-602.
- 1492 (2) The council shall create a plan and budget for the center that address:  
1493 (a) the governance of the center;  
1494 (b) the operations of the center;  
1495 (c) how the creation and activities of the center are to be funded; and  
1496 (d) other issues the council determines are relevant to the governance and operations of  
1497 the center.
- 1498 (3) The council shall report the council's development of a plan and budget under this  
1499 section to:  
1500 (a) the Executive Appropriations Committee by no later than the 2026 September  
1501 meeting of the Executive Appropriations Committee; and  
1502 (b) the Natural Resources, Agriculture, and Environment Interim Committee by no later  
1503 than the 2026 October interim meeting of the Natural Resources, Agriculture, and  
1504 Environment Interim Committee.
- 1505 Section 28. Section **79-10-602** is enacted to read:  
1506 **79-10-602 (Effective 05/06/26). Center objectives.**
- 1507 The center shall:
- 1508 (1) serve as the state's primary partner for issues related to developing critical mineral  
1509 extraction and processing from research to commercialization, including:  
1510 (a) workforce training;  
1511 (b) the testing and piloting of technology;  
1512 (c) federal grant coordination; and  
1513 (d) development of processing capacity;
- 1514 (2) coordinate the center's operations with the strategic plan established by the council in  
1515 accordance with Subsection 79-10-302(1);
- 1516 (3) partner with industry and academia to:  
1517 (a) develop processing and separation processes;  
1518 (b) provide technology benchmarking and performance validation;  
1519 (c) provide pilot-scale demonstrations and scale-up;  
1520 (d) integrate physical, chemical, electrochemical, and thermal processing; and  
1521 (e) provide for autonomous sampling and real-time analysis; and
- 1522 (4) lay groundwork for securing federal designation of an entity within the state as a United

1523 States critical minerals national laboratory.

1524 Section 29. Section **79-10-701** is enacted to read:

1525 **Part 7. Fiscal Matters**

1526 **79-10-701 (Effective 05/06/26). Critical Minerals Development Account.**

1527 (1) There is created within the General Fund a restricted account known as the "Critical  
1528 Minerals Development Account."

1529 (2) Subject to appropriation, the council shall administer the Critical Minerals Development  
1530 Account for the purposes described in Subsection (5).

1531 (3) The Critical Minerals Development Account consists of:

1532 (a) revenue deposited into the Critical Minerals Development Account under Section  
1533 79-10-403;

1534 (b) money appropriated by the Legislature;

1535 (c) federal money;

1536 (d) donations or grants from public or private entities; and

1537 (e) interest and other earnings earned on money in the Critical Minerals Development  
1538 Account.

1539 (4)(a) The Critical Minerals Development Account shall earn interest.

1540 (b) The state treasurer shall invest account money in accordance with Title 51, Chapter  
1541 7, State Money Management Act, and credit the interest and earnings from the  
1542 investments to the Critical Minerals Development Account.

1543 (5) Subject to appropriation, the council may use account money to:

1544 (a) pay the costs of administering this chapter;

1545 (b) fund the operations of the center in accordance with the plan and budget developed  
1546 by the council in accordance with Section 79-10-601;

1547 (c) facilitate critical minerals extraction and processing infrastructure development  
1548 within the state, including funding research, site selection, permitting, public  
1549 outreach, and other activities related to the development of critical minerals  
1550 extraction or processing infrastructure;

1551 (d) provide matching funds for federal critical minerals grants;

1552 (e) support critical minerals workforce development programs; and

1553 (f) provide incentives for critical minerals extraction or processing projects.

1554 (6) The council shall include a report of how money from the Critical Minerals  
1555 Development Account was used in the annual report described in Section 79-10-302.

1556 Section 30. **Repealer.**

1557 This bill repeals:  
 1558 Section **51-9-301, Title.**  
 1559 Section **51-9-303, Creation of Infrastructure and Economic Diversification Investment**  
 1560 **Account.**

1561 Section **51-9-307, New Severance Tax Revenue Special Revenue Fund.**

1562 Section 31. **FY 2026 Appropriations.**

1563 The following sums of money are appropriated for the fiscal year beginning July 1,  
 1564 2025, and ending June 30, 2026. These are additions to amounts previously appropriated for  
 1565 fiscal year 2026.

1566 Subsection 31(a). **Operating and Capital Budgets**

1567 Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures Act, the  
 1568 Legislature appropriates the following sums of money from the funds or accounts indicated for  
 1569 the use and support of the government of the state of Utah.

1570 ITEM 1 To Utah State University - Education and General

1571 From State Reinvestment Restricted Account, One-time 400,000

1572 Schedule of Programs:

1573 Research 400,000

1574 The Legislature intends that Utah State  
 1575 University shall use the money appropriated to Utah  
 1576 State University under this item for purpose of  
 1577 conducting the Uintah Basin Air Quality Research  
 1578 Project as required by Section 53H-4-316.

1579 Subsection 31(b). **Restricted Fund and Account Transfers**

1580 The Legislature authorizes the State Division of Finance to transfer the following  
 1581 amounts between the following funds or accounts as indicated. Expenditures and outlays from  
 1582 the funds to which the money is transferred must be authorized by an appropriation.

1583 ITEM 2 To General Fund Restricted - State Reinvestment Restricted Account

1584 From Infrastructure and Economic Diversification

1585 Investment Account, One-time 14,016,200

1586 Schedule of Programs:

1587 State Reinvestment Restricted Account 14,016,200

1588 The Legislature intends that the Division of  
 1589 Finance transfer any balances remaining in the  
 1590 Infrastructure and Economic Diversification Investment

1591 Account after fiscal year 2026 closeout to the State  
 1592 Reinvestment Restricted Account.

1593 Section 32. **FY 2027 Appropriations.**

1594 The following sums of money are appropriated for the fiscal year beginning July 1,  
 1595 2026, and ending June 30, 2027. These are additions to amounts previously appropriated for  
 1596 fiscal year 2027.

1597 Subsection 32(a). **Operating and Capital Budgets**

1598 Under the terms and conditions of Title 63J, Chapter 1, Budgetary Procedures Act, the  
 1599 Legislature appropriates the following sums of money from the funds or accounts indicated for  
 1600 the use and support of the government of the state of Utah.

1601 ITEM 3 To Utah State University - Education and General

1602 From State Reinvestment Restricted Account 400,000

1603 Schedule of Programs:

1604 Research 400,000

1605 The Legislature intends that Utah State  
 1606 University shall use the money appropriated to Utah  
 1607 State University under this item for purpose of  
 1608 conducting the Uintah Basin Air Quality Research  
 1609 Project as required by Section 53H-4-316.

1610 ITEM 4 To Department of Natural Resources - Critical Minerals Council

1611 From State Reinvestment Restricted Account 1,000,000

1612 From State Reinvestment Restricted Account, One-time 10,000,000

1613 Schedule of Programs:

1614 Critical Minerals Council 11,000,000

1615 Section 33. **Effective Date.**

1616 (1) Except as provided in Subsection (2), this bill takes effect May 6, 2026.

1617 (2) The actions affecting the following sections take effect on July 1, 2026:

1618 (a) Section 51-9-202 (Effective 07/01/26);

1619 (b) Section 51-9-301;

1620 (c) Section 51-9-302 (Effective 07/01/26);

1621 (d) Section 51-9-303;

1622 (e) Section 51-9-305 (Effective 07/01/26);

1623 (f) Section 51-9-307;

1624 (g) Section 51-9-1001 (Effective 07/01/26);

1625 (h) Section 51-9-1002 (Effective 07/01/26); and

1626 (i) Section 51-9-1003 (Effective 07/01/26).

1627 Section 34. **Retrospective operation.**

1628 The following sections have retrospective operation to January 1, 2026:

1629 (1) Section 40-6-24 (Effective 05/06/26) (Applies beginning 01/01/26) (Repealed 07/01/37);

1630 (2) Section 59-2-924 (Effective 05/06/26) (Applies beginning 01/01/26);

1631 (3) Section 59-5-115 (Effective 05/06/26) (Applies beginning 01/01/26);

1632 (4) Section 59-5-116 (Effective 05/06/26) (Applies beginning 01/01/26);

1633 (5) Section 59-5-119 (Effective 05/06/26) (Applies beginning 01/01/26); and

1634 (6) Section 59-5-215 (Effective 05/06/26) (Applies beginning 01/01/26).

1635 Section 35. **Coordinating S.B. 254 with H.B. 373.**

1636 If S.B. 254, Critical Minerals Amendments, and H.B. 373, Higher Education Innovation,

1637 both pass and become law, the Legislature intends that, on July 1, 2026:

1638 (1) Subsection 53H-8-211(4)(a)(ii)(C) enacted in H.B. 373 be amended to read:

1639 "(C) ensure that the eligible research areas described in Subsection (4)(a)(ii)(A) reflect the  
1640 state's priority industry clusters and public policy needs and include critical minerals projects  
1641 that are consistent with the strategic plan of the Critical Minerals Council created under  
1642 Subsection 79-10-302(1);"; and

1643 (2) Subsection 53H-8-211(5)(a) enacted in H.B. 373 be amended to read:

1644 "(a) the eligible research areas described in Subsection (4)(a)(ii) and the extent to which the  
1645 areas reflect the state's priority industry clusters and public policy needs, including critical  
1646 minerals projects described in Subsection (4)(a)(ii)(C); and".