



UTAH STATE

LEGISLATURE

MINUTES

HOUSE REVENUE AND TAXATION STANDING COMMITTEE

Tuesday, March 3, 2020 | 4:00 p.m. | 445 State Capitol

Members Present:

- Rep. Robert M. Spendlove, Chair
- Rep. Kyle R. Andersen
- Rep. Stewart E. Barlow
- Rep. Joel K. Briscoe
- Rep. Steve Eliason
- Rep. Stephanie Pitcher
- Rep. Douglas V. Sagers
- Rep. Rex P. Shipp
- Rep. Andrew Stoddard
- Rep. Mark A. Strong

Rep. Norman K. Thurston

Members Absent:

- Rep. Tim Quinn, Vice Chair
- Rep. Jefferson Moss
- Rep. Mike Schultz
- Speaker Brad R. Wilson

Staff Present:

- Ryan M. Hunter, Policy Analyst
- Linda Service, Committee Secretary

Note: A copy of related materials and an audio recording of the meeting can be found at www.le.utah.gov.

Chair Spendlove called the meeting to order at 4:27 p.m.

MOTION: Rep. Shipp moved to approve the minutes of the February 26, 2020 and March 2, 2020 meetings. The motion passed with a vote of 7 - 0 - 8.

Yeas-7

- Rep. K. Andersen
- Rep. S. Barlow
- Rep. J. Briscoe
- Rep. D. Sagers
- Rep. R. Shipp
- Rep. R. Spendlove
- Rep. M. Strong

Nays-0

Absent-8

- Rep. S. Eliason
- Rep. J. Moss
- Rep. S. Pitcher
- Rep. T. Quinn
- Rep. M. Schultz
- Rep. A. Stoddard
- Rep. N. Thurston
- Rep. B. Wilson

1 . S.B. 123 Small Business Job Creation Tax Credit Act (*Bramble, C.*)

Sen. Bramble explained the bill.

MOTION: Rep. Andersen moved to amend S.B. 123 with Amendment #3. The motion passed with a vote of 8 - 0 - 7.

Amendment 3
S.B. 123

1. Page 6, Lines 168 through 173:

- 168 (18) "Tier one job" means a new annual job held by an employee who:
- 169 (a) served in the active military, naval, or air service and who was discharged or
- 170 released under conditions other than dishonorable;
- 171 (b) suffers from a disability; or
- 172 (c) was found guilty of a crime and sentenced by a court to a prison term. { ; or
- 173 ~~— (d) was not a resident of Utah within the 12 months prior to holding the job. }~~

2. Page 13, Line 398 through Page 14, Line 411:

- 398 (v) any other information required by the office.
- 399 (b) ~~{ (i) }~~ The offset shall equal the sum of the ~~{ following: }~~ amounts calculated in Subsections (2)(c) through
- (g).
- 400 ~~{ (A) }~~ (c) ~~{ the }~~ The product of the number of new annual jobs that are tier one jobs and \$40,000 ~~{ ; }~~ .
- 401 ~~{ (B) }~~ (d) ~~{ the }~~ The product of the number of new annual jobs that are tier two jobs and \$30,000 ~~{ ; }~~ .

402 {and
 403 — (C) the product of the number of new annual jobs that are tier three jobs and \$20,000.
 404 — (ii) A \$10,000 bonus shall be added to the offset for each of the following:
 405 — (A) each new annual job at an eligible business whose principal business operations are
 406 located in an opportunity zone; and
 407 — (B) each new annual job held by an employee who has received workforce training
 408 either internally or externally, provided such training is verified by the president, chief
 409 executive officer, chief financial officer, or similar officer of the eligible business and approved
 410 by the office.}

(e) The product of \$10,000 and the number of new annual jobs that are:
(i) tier one or tier two jobs; and
(ii) at an eligible business whose principal business operations are located in an opportunity zone;
(f) The product of \$10,000 and the number of new annual jobs that are:
(i) tier one or tier two jobs; and
(ii) held by an employee who has received workforce training either internally or externally, provided such training is verified by the president, chief executive officer, chief financial officer, or similar officer of the eligible business and approved by the office.
(g) The lesser of:
(i) the sum of the following:
(A) the product of the number of new annual jobs that are tier three jobs and \$20,000;
(B) the product of \$10,000 and the number of tier three jobs that are at an eligible business whose principal business operations are located in an opportunity zone; and
(C) the product of \$10,000 and the number of tier three jobs that are held by an employee who has received workforce training either internally or externally, provided such training is verified by the president, chief executive officer, chief financial officer, or similar officer of the eligible business and approved by the office; or
(ii) 17% of the sum of the amounts calculated in Subsections (2)(c) through (f).

411 (3) Within 60 days after receipt of an annual report, the office shall provide written

Yeas-8

Rep. K. Andersen
 Rep. S. Barlow
 Rep. J. Briscoe
 Rep. S. Pitcher
 Rep. D. Sagers
 Rep. R. Shipp
 Rep. R. Spendlove
 Rep. M. Strong

Nays-0

Absent-7

Rep. S. Eliason
 Rep. J. Moss
 Rep. T. Quinn
 Rep. M. Schultz
 Rep. A. Stoddard
 Rep. N. Thurston
 Rep. B. Wilson

MOTION: Rep. Shipp moved to pass S.B. 123 out favorably as amended. The motion passed with a vote of 9 - 0 - 6.

Yeas-9

Rep. K. Andersen
 Rep. S. Barlow
 Rep. J. Briscoe
 Rep. S. Pitcher
 Rep. D. Sagers
 Rep. R. Shipp
 Rep. R. Spendlove
 Rep. A. Stoddard
 Rep. M. Strong

Nays-0

Absent-6

Rep. S. Eliason
 Rep. J. Moss
 Rep. T. Quinn
 Rep. M. Schultz
 Rep. N. Thurston
 Rep. B. Wilson

2 . 3rd Sub. S.B. 69 Tax Credit for Educator Expenses (Anderegg, J.)

Sen. Anderegg explained the bill.

MOTION: Rep. Strong moved to replace 3rd Substitute S.B. 69 with 4th Substitute S.B. 69. The motion passed with a vote of 8 - 0 - 7.

Yeas-8

Rep. K. Andersen
Rep. S. Barlow
Rep. J. Briscoe
Rep. S. Pitcher
Rep. D. Sagers
Rep. R. Shipp
Rep. R. Spendlove
Rep. M. Strong

Nays-0

Absent-7

Rep. S. Eliason
Rep. J. Moss
Rep. T. Quinn
Rep. M. Schultz
Rep. A. Stoddard
Rep. N. Thurston
Rep. B. Wilson

MOTION: Rep. Barlow moved to pass 4th Substitute S.B. 69 out favorably. The motion passed with a vote of 8 - 0 - 7.

Yeas-8

Rep. K. Andersen
Rep. S. Barlow
Rep. J. Briscoe
Rep. S. Pitcher
Rep. D. Sagers
Rep. R. Shipp
Rep. R. Spendlove
Rep. M. Strong

Nays-0

Absent-7

Rep. S. Eliason
Rep. J. Moss
Rep. T. Quinn
Rep. M. Schultz
Rep. A. Stoddard
Rep. N. Thurston
Rep. B. Wilson

3 . 4th Sub. S.B. 77 Electric Energy Related Tax Credit (Kitchen, D.)

Sen. Kitchen explained the bill assisted by Ryan Evans, President, Utah Solar Energy Association, and distributed a handout.

[Electric Energy Storage Tax Credit](#)

Maryann Christensen, citizen, spoke in favor of the bill.

Paul Rogers, Nikola Motor, spoke in favor of the bill.

Noah Miterko, Policy Associate, HEAL Utah, spoke in favor of the bill.

MOTION: Rep. Sagers moved to replace 4th Substitute S.B. 77 with 5th Substitute S.B. 77. The motion passed with a vote of 10 - 0 - 5.

Yeas-10

Rep. K. Andersen
Rep. S. Barlow
Rep. J. Briscoe
Rep. S. Pitcher
Rep. D. Sagers
Rep. R. Shipp
Rep. R. Spendlove
Rep. A. Stoddard
Rep. M. Strong
Rep. N. Thurston

Nays-0

Absent-5

Rep. S. Eliason
Rep. J. Moss
Rep. T. Quinn
Rep. M. Schultz
Rep. B. Wilson

MOTION: Rep. Andersen moved to pass 5th Substitute S.B. 77 out favorably. The motion passed with a vote of 8 - 2 - 5.

Yeas-8

Rep. K. Andersen
Rep. S. Barlow
Rep. J. Briscoe
Rep. S. Pitcher
Rep. D. Sagers
Rep. R. Shipp
Rep. R. Spendlove
Rep. A. Stoddard

Nays-2

Rep. M. Strong
Rep. N. Thurston

Absent-5

Rep. S. Eliason
Rep. J. Moss
Rep. T. Quinn
Rep. M. Schultz
Rep. B. Wilson

4 . H.B. 201 Adoption Tax Credit (Shipp, R.P.)

Rep. Shipp explained the bill.

Maryann Christensen, Executive Director, Eagle Forum, spoke in favor of the bill.

MOTION: Rep. Thurston moved to replace H.B. 201 with 1st Substitute H.B. 201. The motion passed with a vote of 10 - 0 - 5.

Yeas-10

Rep. K. Andersen
Rep. S. Barlow
Rep. J. Briscoe
Rep. S. Pitcher
Rep. D. Sagers
Rep. R. Shipp
Rep. R. Spendlove
Rep. A. Stoddard
Rep. M. Strong
Rep. N. Thurston

Nays-0

Absent-5

Rep. S. Eliason
Rep. J. Moss
Rep. T. Quinn
Rep. M. Schultz
Rep. B. Wilson

MOTION: Rep. Briscoe moved to pass 1st Substitute H.B. 201 out favorably. The motion passed with a vote of 11 - 0 - 4.

Yeas-11

Rep. K. Andersen
Rep. S. Barlow
Rep. J. Briscoe
Rep. S. Eliason
Rep. S. Pitcher
Rep. D. Sagers
Rep. R. Shipp
Rep. R. Spendlove
Rep. A. Stoddard
Rep. M. Strong
Rep. N. Thurston

Nays-0

Absent-4

Rep. J. Moss
Rep. T. Quinn
Rep. M. Schultz
Rep. B. Wilson

MOTION: Rep. Eliason moved to adjourn. The motion passed with a vote of 10 - 0 - 5.



Yeas-10

Rep. K. Andersen
Rep. S. Barlow
Rep. J. Briscoe
Rep. S. Pitcher
Rep. D. Sagers
Rep. R. Shipp
Rep. R. Spendlove
Rep. A. Stoddard
Rep. M. Strong
Rep. N. Thurston

Nays-0

Absent-5

Rep. S. Eliason
Rep. J. Moss
Rep. T. Quinn
Rep. M. Schultz
Rep. B. Wilson

Chair Spendlove adjourned the meeting the meeting at 5:35 p.m.