



HB500: Bill Summary

Rep. Christofferson | Policy Analyst: Rachel Brooks | February 21, 2023

LOCAL OPTION SALES AND USE TAX DISTRIBUTION

1. Entire transit counties

A. Salt Lake County

a. *Lines 469 – 477; 59-12-2220(4)*

- i. **Option 1:** all 0.2% to transit
- ii. **Option 2:** 0.1% to transit; 0.05% to cities and towns; 0.05% to county
 - i) 0.02% of the county's 0.05% may be used for services to individuals with a mental or behavioral health condition, including housing stability and diversion from incarceration.

B. Weber, Davis and Utah counties

a. *Lines 478 – 486; 59-12-2220(5)*

- i. **Option 1:** all 0.2% to transit
- ii. **Option 2:** 0.1% to transit; 0.05% to cities and towns; 0.05% to county

2. Counties partly in a transit district

A. Box Elder and Tooele counties; Cities with transit in Washington, Cache and Summit counties

a. *Lines 487 – 500; 59-12-2220(6)*

- i. **Option 1:** all 0.2% to transit
- ii. **Option 2:** 0.05% to transit; 0.075% to cities and towns; 0.075% to county

B. Washington, Cache and Summit counties (cities without transit)

a. *Lines 501-506; 59-12-2220(6)(c)(ii)*

- i. **Option 1:** 0.08% to cities and towns; 0.12% to county

3. Counties without transit

a. *Lines 507 – 511; 59-12-2220(7)*

- i. **Option 1:** 0.08% to cities and towns; 0.12% to county
- ii. Any county can opt-in regardless of if they have transit

Allowable uses for counties, cities and towns:

- Development, construction, maintenance and operation of:
 - Class A, B, C and D roads;
 - Traffic and pedestrian safety infrastructure, including sidewalks, curbs and gutters, traffic signs and signals, and street lighting;
 - Streets, alleys, roads, highways and thoroughfares;
 - Airport facility;
 - Active or intelligent transportation facility; and
- System for public transit;
- Debt service or bond issuance related to a transportation project or facility; and
- Corridor preservation related to a transportation project or facility.