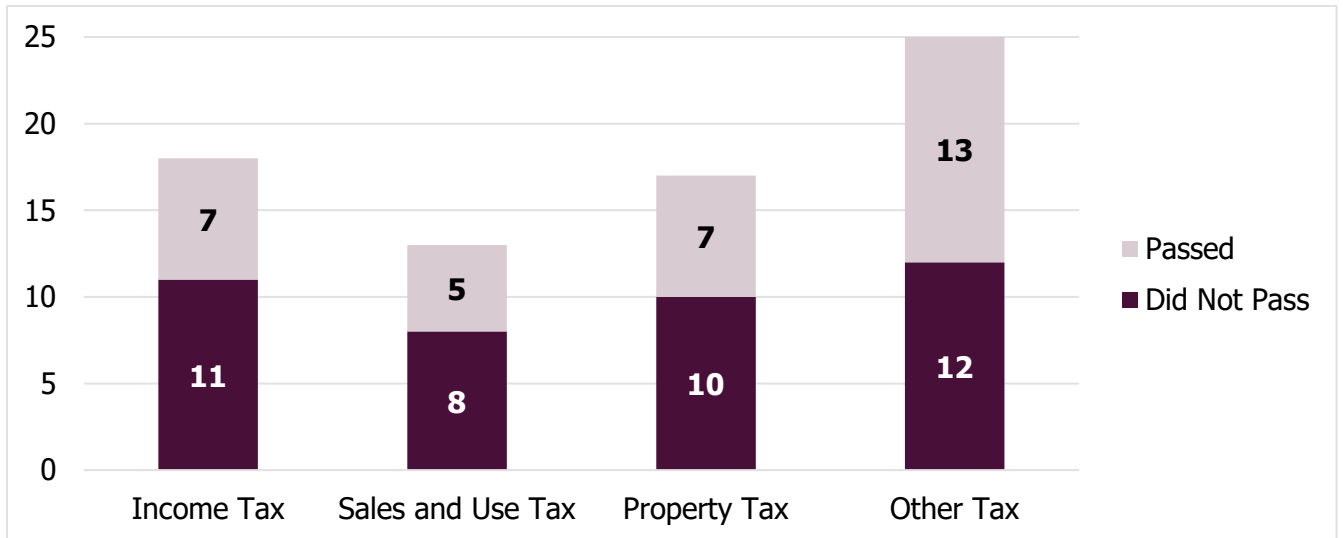


# 2026 Tax Legislation

Prepared for the Revenue & Taxation Interim Committee | May 20, 2026

The Utah Legislature introduced 73 bills related to revenue and taxation during the 2026 General Session, 32 of which passed. Figure 1 illustrates the distribution of bills by tax type, and the following tables provide additional detail on each passed bill.

**Figure 1: 2026 General Session Revenue and Taxation Legislation**



Income Tax			
Number	Short Title	Sponsors	Summary
<a href="#">HB 190</a>	Child Care Business Tax Credit	Rep. Thompson Sen. Balderree	<ul style="list-style-type: none"> <li>Expands the nonrefundable corporate and individual income tax credit for employer-provided child care to apply to off-site child care facilities</li> <li>Increases the tax credit amount for certain small business employers, in relation to the employer's child care expenditures</li> <li>Repeals the requirement for an employer to have claimed the tax credit for construction expenditures to claim the tax credit for child care expenditures</li> <li>Requires the Governor's Office of Economic Development to develop and maintain a webpage for employers to obtain information and resources regarding the tax credits</li> </ul>
<a href="#">HB 290</a>	Child Tax Credit Amendments	Rep. Miller Sen. Fillmore	Expands eligibility for the child tax credit by increasing the thresholds for the income-based phaseout



<a href="#">HJR 18</a>	Joint Resolution Urging Congress to Eliminate Marriage Penalties	Rep. Ballard Sen. Balderree	Urges Congress to eliminate marriage penalties in federal law
<a href="#">SB 16</a>	Tax Credit Review Process Amendments	Sen. McCay Rep. Eliason	<ul style="list-style-type: none"> <li>• Modifies the tax credit review cycle for the income tax credit for motor fuel used in agriculture</li> <li>• Exempts the income tax credit for taxes paid to another state from the tax credit review process</li> </ul>
<a href="#">SB 59</a>	Alimony Amendments	Sen. Fillmore Rep. Cutler	<ul style="list-style-type: none"> <li>• Requires a court to consider the tax consequences of alimony on each party when determining or modifying alimony</li> <li>• Addresses when a court shall consider the length of two marriages between the same individuals as the length of one marriage for purposes of determining alimony</li> <li>• Addresses the modification of alimony after a court enters a divorce decree</li> <li>• Addresses the effect of cohabitation on alimony</li> </ul>
<a href="#">SB 60</a>	Income Tax Rate Amendments	Sen. McCay Rep. Eliason	Reduces the individual and corporate franchise and income tax rates from 4.5% to 4.45%
<a href="#">SB 112</a>	Utah Exemptions Act Modifications	Sen. Weiler Rep. Abbott	Amends the Utah Exemptions Act by allowing an individual subject to collection of an unsecured debt to exempt any federal income tax refund attributed to an earned income tax credit or child tax credit

Sales and Use Tax			
Number	Short Title	Sponsors	Summary
<a href="#">HB 272</a>	Tourism Taxes Amendments	Rep. Bolinder Sen. Brammer	<ul style="list-style-type: none"> <li>• Includes the state auditor in the analysis conducted by the Office of the Legislative Fiscal Analyst to determine by consensus whether county expenditure reports sufficiently demonstrate compliance with the expenditure requirements for revenue generated by a transient room tax (TRT) or a tourism, recreation, cultural, convention, and airport facilities tax (TRCC)</li> </ul>



			<ul style="list-style-type: none"> <li>• Authorizes the state auditor to audit expenditures reported by counties as part of the analysis for county expenditure reports</li> <li>• Clarifies when the state auditor may withhold TRT or TRCC revenue</li> </ul>
<a href="#">HB 537</a>	Olympic Ticket Sales Tax Exemption	Rep. Hawkins Sen. McKell	Exempts sales of Olympic tickets for the 2034 Olympic and Paralympic Winter Games from sales and use tax.
<a href="#">SB 162</a>	Online Sales Tax Amendments	Sen. Wilson Rep. Eliason	<ul style="list-style-type: none"> <li>• Imposes a sales and use tax for amounts paid or charged for access to digital video or audio works, including subscription-based streaming services</li> <li>• Clarifies the exemption from sales and use tax for transactions subject to a multi-channel video or audio service tax</li> </ul>
<a href="#">SB 197</a>	Transportation Funding and Governance Amendments	Sen. Harper Rep. Christofferson	<ul style="list-style-type: none"> <li>• Amends provisions related to the governance of a large public transit district and financial reporting of public transit districts.</li> <li>• Requires the State Tax Commission, beginning in fiscal year 2028, to annually deposit a certain amount of new growth derived from state sales and use taxes into the Transit Transportation Investment Fund</li> </ul>
<a href="#">SB 276</a>	Veteran Organization Amendments	Sen. Millner Rep. V. Peterson	<ul style="list-style-type: none"> <li>• Extends benefits to tax exempt veteran organizations that are otherwise available for other tax exempt entities</li> <li>• Clarifies that for purposes of statutory construction, the terms "charitable," "nonprofit," and "not-for-profit," in relation to an entity, include both tax exempt veteran organizations and other tax exempt entities unless otherwise excluded in statute</li> </ul>

Property Tax			
Number	Short Title	Sponsors	Summary
<a href="#">HB 46</a>	Taxpayer Information Sharing Amendments	Rep. Shelley Sen. Stratton	<ul style="list-style-type: none"> <li>• Provides for information sharing between the Driver License Division and county assessors</li> <li>• Authorizes the Driver License Division to disclose certain driver license information to county assessors upon request</li> <li>• Limits the use of driver license information disclosed to a county assessor by the Driver License Division to the purpose of verifying a property owner's eligibility to receive the residential property tax exemption</li> </ul>



<a href="#">HB 236</a>	Truth in Taxation Amendments	Rep. K. Peterson Sen. McCay	<ul style="list-style-type: none"> <li>• Requires fiscal year taxing entities proposing a property tax rate increase to make a preliminary statement in a public meeting regarding the taxing entity's consideration of a tax rate increase</li> <li>• Clarifies notice and publication requirements for towns proposing a tax rate increase that do not have public websites;</li> <li>• Clarifies the State Tax Commission's authority to deny a taxing entity's proposed tax rate increase for failing to meet truth-in-taxation requirements, including a one-year grace period</li> <li>• Requires fiscal year taxing entities proposing a property tax increase to:             <ul style="list-style-type: none"> <li>• Prepare and adopt an interim budget that includes a property tax impact schedule</li> <li>• Reserve a certain amount of the taxing entity's general fund revenue in a restricted budget account for a limited period of time</li> </ul> </li> </ul>
<a href="#">HB 300</a>	School District Taxation Amendments	Rep. Kyle Sen. Harper	Extends the hold-harmless period for state guaranteed funding when a school district's certified tax rate decreases from one year to two years
<a href="#">HB 445</a>	County Government Land Purchasing	Rep. Strong Sen. McCay	<ul style="list-style-type: none"> <li>• Provides that a county may not acquire real property that is located in another county through exchange, purchase, or lease unless:             <ul style="list-style-type: none"> <li>○ The county where the real property is located provides express permission</li> <li>○ The county's acquisition is a joint acquisition with another political subdivision as part of an interlocal agreement</li> </ul> </li> <li>• Provides that real property owned by a county that is located outside the geographical boundaries of the county is not exempt from taxation under Title 59, Chapter 2, Property Tax Act, unless exceptions apply</li> </ul>
<a href="#">HB 565</a>	City Library Property Tax Amendments	Rep. Stoddard Sen. Kwan	Requires counties to separately state any levies imposed for city libraries on certain notices sent to owners of real property in a county of the first class
<a href="#">SB 236</a>	Property Tax Exemption Process Amendments	Sen. Grover Rep. Shallenberger	<ul style="list-style-type: none"> <li>• Establishes deadlines for:             <ul style="list-style-type: none"> <li>• A property owner to file an application with the county board of equalization for a property tax exemption</li> </ul> </li> </ul>



			<ul style="list-style-type: none"> <li>• The county board of equalization to render a written decision on an application for a property tax exemption</li> <li>• Authorizes the county board of equalization to request additional information from an applicant for a property tax exemption, in addition to or in lieu of holding a hearing on the application</li> <li>• Provides for the county board of equalization to revoke a property tax exemption if property no longer qualifies for an exemption</li> <li>• Requires the county board of equalization to include notice of a property owner's appeal rights in a written decision regarding a property tax exemption</li> </ul>
<a href="#">SB 238</a>	Property Tax Adjustments	Sen. Wilson Rep. Eliason	<ul style="list-style-type: none"> <li>• Requires residential property owners to apply to the county to receive a residential exemption if the property was ineligible for the residential exemption in the prior year, an ownership interest in the property changes, or the county has reason to believe the property no longer qualifies for the residential exemption</li> <li>• Clarifies burden of proof requirements in appeals involving property assessed by the State Tax Commission</li> <li>• Modifies the content and publication of the advertisement required for taxing entities to impose a judgment levy</li> <li>• Clarifies the requirements for taxing entities to impose judgment levies and increase property taxes through truth in taxation</li> <li>• Modifies the time frame in which the State Tax Commission is required to certify a taxing entity's compliance with truth-in-taxation requirements</li> </ul>

Miscellaneous & Other Taxes			
Number	Short Title	Sponsors	Summary <sup>1</sup>
<a href="#">HB 77</a>	Tax Modifications	Rep. Eliason Sen. McCay	<ul style="list-style-type: none"> <li>• Consolidates State Tax Commission reports to the Revenue and Taxation Interim Committee (the committee) when there is a change in federal tax law</li> <li>• Provides penalty provisions that apply if a producer fails to file Form 1099 for mineral</li> </ul>

<sup>1</sup> Summaries are not all-inclusive and highlight the revenue and taxation components of the legislation.



			<p>production tax withholding or fails to file the Form 1099 on time</p> <ul style="list-style-type: none"><li>• Modifies filing requirements applicable to producers for mineral production tax withholding</li><li>• Clarifies assessment requirements for the common areas of a condominium or community association</li><li>• Increases property valuation thresholds for which county reporting to the State Tax Commission and the committee is required</li><li>• Modifies the definition of "indigent individual," as applied to property tax relief, by removing language that limits a finding of extreme hardship to counties</li><li>• Allows a taxpayer to appeal a county's denial of the taxpayer's application for property tax relief on the basis of late filing</li><li>• Consolidates a list of all privilege tax exemptions within the privilege tax statute</li><li>• Consolidates tax credit review requirements applicable to the Utah low-income housing tax credit</li><li>• Expands the definition of "Utah unrelated business income," as applied to corporate income tax, to include allocated income</li><li>• Modifies the taxpayer tax credit to align with federal tax changes</li><li>• Extends provisions allowing for pass-through entities to pay taxes on behalf of individuals</li><li>• Expands the definition of "short-term rental," as applied to sales and use tax, to include rentals involving real property</li><li>• Requires a county that imposes the 1% local option sales and use tax to distribute revenue collected within a newly incorporated municipality to that municipality for a certain period</li><li>• Increases the weight-based motor vehicle exemption for the motor vehicle rental tax</li><li>• Modifies the motor vehicle exemptions for the tourism, recreation, cultural, convention, and airport facilities tax to match the exemptions for the motor vehicle rental tax</li><li>• Requires a taxing entity to provide notice of the reauthorization of certain local option sales taxes to the State Tax Commission within a certain period before the reauthorization takes effect</li></ul>
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			<ul style="list-style-type: none"><li>• Prohibits the State Tax Commission from enforcing a reauthorized local option sales tax unless the taxing entity provides timely notice of the reauthorization</li></ul>
<a href="#">HB 247</a>	Great Salt Lake Related Amendments	Rep. Ward Sen. Sandall	<ul style="list-style-type: none"><li>• Directs revenue generated by the brine shrimp royalty tax to the Sovereign Lands Management Account instead of the Species Protection Account under certain circumstances</li><li>• Modifies the rate of the brine shrimp royalty tax</li><li>• Modifies a provision concerning calculation of severance tax related to certain Great Salt Lake extraction operators</li><li>• Addresses the timing of certification of information related to severance taxes and certain Great Salt Lake extraction operators</li><li>• Provides for the deposit of proceeds from a judgment, settlement, or compromise</li></ul>
<a href="#">HB 337</a>	Nicotine Product Tax Amendments	Rep. Clancy Sen. Stevenson	<ul style="list-style-type: none"><li>• Increases the rates of the taxes levied on cigarettes, electronic cigarettes, and nontherapeutic nicotine devices</li><li>• Replaces the weight-based tax rate for alternative nicotine products with:<ul style="list-style-type: none"><li>○ A per product tax rate, for alternative nicotine products that contain pouches, and</li><li>○ A tax rate based on a percentage of the manufacturer's sales price, for alternative nicotine products that do not contain pouches</li></ul></li><li>• Imposes a transitional inventory tax on cigarettes subject to the bill's tax increase</li><li>• Requires the Division of Finance to transfer the additional revenue generated by the tax increases described in this bill for electronic cigarettes, nontherapeutic nicotine devices, and alternative nicotine products to the General Fund</li></ul>
<a href="#">HB 447</a>	Tobacco Amendments	Rep. Burton Sen. Cullimore	<ul style="list-style-type: none"><li>• Authorizes telephone, mail, internet, and other remote retail sales of a cigar or pipe tobacco</li><li>• Provides for the licensing, bonding, and taxation of cigar and pipe tobacco transactions between a remote seller and a consumer in the state</li><li>• Establishes a criminal penalty for failing to comply with the licensing, bonding, and tax collection requirements</li></ul>



<a href="#">HB 507</a>	State Coordination of Regional and Local Economic Development Projects Amendments	Rep. Roberts Sen. Cullimore	<ul style="list-style-type: none"> <li>• Prohibits a political subdivision from providing an incentive to a large load data center, with exceptions</li> <li>• Establishes the State Reinvestment Restricted Account (account);</li> <li>• Directs the Utah Inland Port Authority to deposit certain revenues into the account</li> <li>• Creates the optional County Energy Excise Tax</li> <li>• Requires the State Tax Commission to deposit revenue, in certain circumstances, into the account</li> <li>• Provides that a housing and transit reinvestment zone, first home investment zone, convention center reinvestment zone, or home ownership promotion zone may not be created after January 1, 2028</li> <li>• Creates a process for a county or city to propose a regionally significant development zone authorizes a zone to capture and utilize certain forms of tax increment</li> <li>• Modifies the prohibition on local government offering a financial incentive for an energy development project outside an electrical energy development zone</li> </ul>
<a href="#">HB 575</a>	Fuel Tax and Supply Amendments	Rep. Roberts Sen. Brammer	<ul style="list-style-type: none"> <li>• Enacts provisions related to permitting and right-of-way coordination for certain oil and gas infrastructure</li> <li>• Temporarily reduces the rate of the motor fuel tax</li> <li>• Requires refineries to report to the Office of Energy Development regarding production</li> <li>• Amends definitions related to the High Cost Infrastructure Development Tax Credit</li> </ul>
<a href="#">SB 73</a>	Online Age Verification Amendments	Sen. Musselman Rep. Eliason	<ul style="list-style-type: none"> <li>• Imposes an excise tax on certain entities that provide content harmful to minors</li> <li>• Provides for administration and collection of the excise tax by the State Tax Commission based on referrals from the Division of Consumer Protection</li> <li>• Creates the Minor Mental Health Restricted Account within the General Fund</li> <li>• Directs tax revenue to the Department of Health and Human Services and the Division of Consumer Protection to be used for mental health programs and enforcement of age verification requirements</li> <li>• Creates the Minor Online Safety Restricted Account (account) within the General Fund and</li> </ul>



			<p>provides for deposits from tax revenue and from fines and civil penalties</p> <ul style="list-style-type: none"><li>• Directs money in the account to the Division of Consumer Protection to be used for enforcement of age verification requirements and online safety for minors</li></ul>
<a href="#">SB 101</a>	Specialized Product Amendments	Sen. Vickers Rep. Dailey- Provost	<ul style="list-style-type: none"><li>• Creates a fee for the registration of cannabinoid</li><li>• Modifies provisions related to the tax on cannabinoid products</li><li>• Renames the "Cannabinoid Proceeds Restricted Account" to the "Specialized Product Proceeds Restricted Account"</li><li>• Creates a fee to be collected by the State Tax Commission to obtain a license to sell specialized products</li><li>• Applies a tax to kratom products that can be used for enforcement and other statutory required duties</li></ul>
<a href="#">SB 206</a>	Tax Amendments	Sen. Harper Rep. Walter	<ul style="list-style-type: none"><li>• Creates the Statewide Tax Administration and Technology Solutions program</li><li>• Transfers responsibilities from the Multicounty Appraisal Trust to the program manager</li><li>• Grants rulemaking authority to the State Tax Commission to establish the requirements for the statewide property tax system and for a county to comply with a factoring order</li><li>• Establishes meeting and disclosure requirements for an entity before the entity may receive tax increment</li><li>• Requires an entity that receives tax increment to report annually to the program manager</li><li>• Excludes certain property valuation increases from the calculation of locally assessed new growth</li><li>• Excludes increases to the value of tangible personal property from the calculation of project area new growth</li></ul>
<a href="#">SB 210</a>	Nicotine Amendments	Sen. Plumb Rep. Burton	<ul style="list-style-type: none"><li>• Amends provisions related to fees to be collected by the State Tax Commission for the sale of tobacco products, nicotine products, and electronic cigarette products</li><li>• Directs that certain fee money be used to dispose of confiscated electronic cigarette products and additional enforcement</li><li>• Amends provisions related to fines and license suspensions for selling products not listed on the electronic cigarette product registry</li></ul>



			<ul style="list-style-type: none"> <li>Amends criminal penalties related to the sale of a product containing nicotine</li> </ul>
<a href="#">SB 242</a>	Transportation Amendments	Sen. Harper Rep. Christofferson	<ul style="list-style-type: none"> <li>Requires commercial electric vehicles with a gross weight of 6,001 pounds or more to pay a road usage charge with a higher cap</li> <li>Provides a sales tax exemption for construction materials purchased by the Department of Transportation for certain public transit capital development projects</li> <li>Amends allowed uses of local option sales taxes for transportation</li> <li>Increases bonding authorization related to commuter rail expansion</li> <li>Requires local governments that receive funds from the County of the First Class Highway Projects Fund to report on the expenditure of funds and the progress of projects</li> <li>Allows the Transportation Commission to prioritize the use of Transit Transportation Investment Fund revenue for corridor preservation purposes and provides parameters for the use of the revenue</li> <li>Allows certain rail road transportation funds to be used to repair tracks and rail infrastructure located on state lands</li> <li>Amends provisions related to the ability to charge towing dispatch service fees and pass through a reasonable towing dispatch service fee</li> </ul>
<a href="#">SB 254</a>	Extracted Natural Resources Amendments	Sen. Millner Rep. Shallenberger	<ul style="list-style-type: none"> <li>Facilitates faster permitting by the Department of Environmental Quality and the Division of Oil, Gas, and Mining</li> <li>Modifies the tax credit for mining exploration</li> <li>Creates the State Reinvestment Restricted Account and diverts various streams of income related to severance taxes into the State Reinvestment Restricted Account</li> <li>Addresses property tax differentials based on critical minerals zones</li> <li>Creates the Critical Minerals Council (the council), including establishing the council's operations, powers, and duties</li> <li>Makes money appropriated to the council nonlapsing</li> <li>Establishes a process to designate critical minerals zones, including providing for property tax differential revenue</li> </ul>



			<ul style="list-style-type: none"><li>• Creates the Critical Minerals Development Account</li></ul>
<a href="#">SB 287</a>	Targeted Advertising Tax	Sen. McKell Rep. Teuscher	<ul style="list-style-type: none"><li>• Imposes an annual tax on entities that deliver targeted advertising in Utah and meet revenue thresholds, based on the entity's gross receipts from targeted advertising in the state</li><li>• Requires entities subject to the tax to annually remit a return to the State Tax Commission that includes information related to the tax</li><li>• Provides for the State Tax Commission to administer and collect the tax</li><li>• Establishes the Targeted Advertising Restricted Account (restricted account) for the deposit of tax revenue and for the use of the restricted account</li></ul>