
H.B. 123 - Tax Revisions

Fiscal Note

2007 General Session

State of Utah

State Impact

Enactment of this bill could reduce the General Fund by \$106,000,000 in FY 2008 and by \$110,000,000 in FY 2009. There is an estimated Education Fund loss of \$173,008,200 in FY 2008 and a loss of \$192,689,000 in FY 2009. There is also a one-time loss to the Education Fund of \$43,252,100 as a result of the retroactive implementation of the income tax changes. The reductions to the Education Fund will be offset by an appropriation from the General Fund of approximately \$70,835,000 in FY 2008 and by \$84,194,700 in FY 2009. The Tax Commission will require a one-time appropriation of \$33,300 in FY 2008 to implement the provisions of the bill.

	<u>FY 2007</u> <u>Approp.</u>	<u>FY 2008</u> <u>Approp.</u>	<u>FY 2009</u> <u>Approp.</u>	<u>FY 2007</u> <u>Revenue</u>	<u>FY 2008</u> <u>Revenue</u>	<u>FY 2009</u> <u>Revenue</u>
General Fund	\$0	\$70,835,000	\$84,194,700	\$0	(\$106,000,000)	(\$110,000,000)
General Fund, One-Time	\$0	\$33,300	\$0	\$0	\$0	\$0
Education Fund	\$0	\$0	\$0	\$0	\$70,835,000	\$84,194,700
Education Fund	\$0	\$0	\$0	\$0	(\$173,008,200)	(\$192,689,000)
Education Fund, One-Time	\$0	\$0	\$0	\$0	(\$43,252,100)	\$0
Total	\$0	\$70,868,300	\$84,194,700	\$0	(\$251,425,300)	(\$218,494,300)

Individual, Business and/or Local Impact

The individual impact related to the income tax changes will be dependent upon filing status, income levels, and deductions claimed. The average impact as a result of the food tax change would be approximately \$38 per person.
