

Fiscal Note

S.B. 17, 2011 General Session

Short Title: State Tax Commission Levy Process Using Depository Institution Data Match System

Sponsor: Bramble, C.

State of Utah

State Government (UCA 36-12-13(2)(b))

Presuming a 1% increase in compliance, this bill generates net one-time General/Education fund revenue of \$1,328,700 in FY 2012 and net ongoing General/Education fund revenue of \$48,300 per year beginning in FY 2013. Provisions of the bill will cost the State Tax Commission \$72,000 in ongoing collection payments to depository institutions. The elimination of one Tax Commission FTE will save \$40,000 per year, for a net cost increase of \$32,000 per year. Quicker collection of payments facilitated by this bill may result in a \$1,345,600 one-time increase in General/Education Fund revenue in FY 2012. Every 1% increase in compliance resulting from this bill would increase ongoing General Fund revenue by \$9,700 and ongoing Education Fund revenue by \$72,500 beginning in FY 2013.

State Budget Detail Table

	FY 2011	FY 2012	FY 2013
Revenue:			
General Fund	\$0	\$0	\$9,700
General Fund, One-Time	\$0	\$278,400	\$0
Education Fund	\$0	\$0	\$72,500
Education Fund, One-Time	\$0	\$1,067,200	\$0
Total Revenue	\$0	\$1,345,600	\$82,200
Expenditure:			
General Fund	\$0	\$6,900	\$6,900
General Fund, One-Time	\$0	(\$3,500)	\$0
Education Fund	\$0	\$27,000	\$27,000
Education Fund, One-Time	\$0	(\$13,500)	\$0
Restricted Funds	\$0	(\$1,900)	(\$1,900)
Total Expenditure	\$0	\$15,000	\$32,000
Net Impact, All Funds (Rev.-Exp.)	\$0	\$1,330,600	\$50,200
Net Impact, General/Education Funds	\$0	\$1,328,700	\$48,300

Local Governments (UCA 36-12-13(2)(c))

Local governments may see an increase in sales tax revenue of \$16,100 in FY 2012.

Direct Expenditures by Utah Residents and Businesses (UCA 36-12-13(2)(d))

About 5,000 individuals and businesses delinquent on their tax payments may end up paying sooner than has historically been the case. On average, the individuals can expect to pay a bank levy of \$423.