

FISCAL NOTE

S.B. 233

SHORT TITLE: Tax Modifications

SPONSOR: Bramble, C.

2011 GENERAL SESSION, STATE OF UTAH

STATE GOVERNMENT (UCA 36-12-13(2)(b))

Enactment of this bill increases one-time revenue to the Education Fund by \$124,959,100 in FY 2012 and decreases ongoing revenue to the Education Fund by \$6,699,200 in FY 2012. The Tax Commission requires \$330,000 in FY 2012 for one-time programming costs and \$30,000 ongoing for processing and compliance.

STATE BUDGET DETAIL TABLE

	FY 2011	FY 2012	FY 2013
Revenue:			
Education Fund	\$0	(\$6,699,200)	(\$6,699,200)
Education Fund, One-Time	\$0	\$124,959,100	\$0
Total Revenue	\$0	\$118,259,900	(\$6,699,200)
Expenditure:			
Education Fund	\$0	\$30,000	\$30,000
Education Fund, One-Time	\$0	\$330,000	\$0
Total Expenditure	\$0	\$360,000	\$30,000
Net Impact, All Funds (Rev.-Exp.)	\$0	\$117,899,900	(\$6,729,200)
Net Impact, General/Education Funds	\$0	\$117,899,900	(\$6,729,200)

LOCAL GOVERNMENTS (UCA 36-12-13(2)(c))

Enactment of this bill likely will not result in direct, measurable costs for local governments.

DIRECT EXPENDITURES BY UTAH RESIDENTS AND BUSINESSES (UCA 36-12-13(2)(d))

About 80,000 individuals with income from sole proprietorships, partnerships, S-corporations, estates, trusts, rental real estate, and/or royalties and an expected end of year tax payment of over \$1,000 will be required to file quarterly payments. This increases the cost of compliance with the tax law for these individuals by \$10,000,000 annually. Certain qualifying individuals and businesses will experience a decrease in tax penalties of \$6,740,100 in FY 2012 and \$6,699,200 in FY 2013.