

FISCAL NOTE

S.B. 70

SHORT TITLE: Sales and Use Taxation of Short-term Lodging

SPONSOR: Bramble, C.

2012 GENERAL SESSION

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

Enacting this bill will increase revenue owed to the General Fund by up to \$2.02 million in FY 2013 and \$2.17 million in FY 2014. Because of nexus problems, all of the tax liability may not be collectable. The bill may increase revenue to the General Fund by an estimated \$400,000 in FY 2013 and \$430,000 in FY 2014.

STATE BUDGET DETAIL TABLE

	FY 2012	FY 2013	FY 2014
Revenue:			
General Fund	\$0	\$430,000	\$430,000
General Fund, One-Time	\$0	(\$30,000)	\$0
Total Revenue	\$0	\$400,000	\$430,000
Expenditure	\$0	\$0	\$0
Net Impact, All Funds (Rev.-Exp.)	\$0	\$400,000	\$430,000
Net Impact, General/Education Funds	\$0	\$400,000	\$430,000

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

Local governments may see an increase in sales tax and transient room tax revenue of up to \$1.92 million in FY 2013 and \$2.06 million in FY 2014.

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

Businesses may see an increase of up to \$3.94 million in FY 2013 and \$4.23 million in FY 2014 in taxes required to be remitted to the State Tax Commission. Depending upon current practice and the way nexus and non-nexus businesses respond, individuals may see tax increases of up to the amount of the increased business tax liability.