



**Fiscal Note**  
**H.B. 362 3rd Sub. (Cherry)**  
 2015 General Session  
 Transportation Infrastructure Funding  
 by Anderson, J. (Anderson, Johnny.)



**General, Education, and Uniform School Funds**

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$0	\$0	\$0

**State Government**

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

Enactment of this legislation converts the gasoline and diesel taxes into a sales tax, which could increase revenue to the Transportation Fund. Currently projected gasoline prices do not have both fuel types seeing a tax increase until FY 2025, when the tax increase is \$18.8 million. The elimination of the cap on the Off-Highway Vehicle Account may shift revenue from the Transportation Fund to the Off-Highway Vehicle Account by \$281,700 in FY 2016 and \$301,700 in FY 2017.

Revenues	FY 2015	FY 2016	FY 2017
Transportation Fund	\$0	\$(301,700)	\$(301,700)
General Fund Restricted	\$0	\$281,700	\$301,700
Transportation Fund, One-time	\$0	\$20,000	\$0
<b>Total Revenues</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Enactment of this legislation likely will not materially impact state expenditures.

Expenditures	FY 2015	FY 2016	FY 2017
Total Expenditures	\$0	\$0	\$0

<b>Net All Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
----------------------	------------	------------	------------

**Local Government**

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

Enactment of this legislation increases the available sales tax cap to local governments by up \$145.7 million in FY 2017.

**Individuals & Businesses**

UCA 36-12-13(2)(d)

Due to the potential expansion of the local sales and use tax, enactment of this legislation increases the potential sales tax liability of individuals and businesses by \$145.7 million in FY 2017. The bill also shifts the gasoline tax to a sales tax, which could increase the gasoline tax burden of individuals and businesses over time should the rack price rise above \$2.45 per gallon. In FY 2025, a rack price of \$2.49 could result in a gas tax increase of \$5.1 million and a diesel fuel tax increase of \$13.8 million.

**Performance Note**

JR4-2-404

No performance note required for this bill

2015/03/10 17:16, Lead Analyst: Thomas E. Young Attorney: SCH

H.B. 362 3rd Sub. (Cherry)

**Notes on Notes**

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.