



Fiscal Note
H.B. 318 1st Sub. (Buff)
 2017 General Session
 Recycling Market Development Zone
 Amendments
 by Peterson, J. (Peterson, Jeremy.)



General, Education, and Uniform School Funds

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$692,600	\$(768,600)	\$(76,000)

State Government

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

Enactment of this bill could increase revenue to the Education Fund by \$875,000 annually beginning in FY 2019. The bill also provides a sales tax exemption for purchases or leases of certain machinery and equipment used in recycling or composting. The exemption could reduce the General Fund by \$76,000 in FY 2018 and by \$182,400 ongoing beginning in FY 2019. There could also be a reduction in earmarked sales tax revenue of \$24,000 in FY 2018 and \$57,600 ongoing beginning in FY 2019.

Revenues	FY 2017	FY 2018	FY 2019
General Fund	\$0	\$(182,400)	\$(182,400)
Education Fund	\$0	\$875,000	\$875,000
General Fund, One-Time	\$0	\$106,400	\$0
Education Fund, One-Time	\$0	\$(875,000)	\$0
Restricted Accounts and Funds	\$0	\$(24,000)	\$(57,600)
Total Revenues	\$0	\$(100,000)	\$635,000

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

Expenditures	FY 2017	FY 2018	FY 2019
Total Expenditures	\$0	\$0	\$0

Net All Funds	\$0	\$(100,000)	\$635,000
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Local Government

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

Enactment of this legislation could reduce local sales tax revenue by \$40,000 in FY 2018 and by \$110,000 ongoing beginning in FY 2019.

Individuals & Businesses

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

Enactment of this bill eliminates a tax credit for an estimated 120 taxpayers in tax years 2018, 2019, and 2020 resulting in an aggregate increase in potential tax liability for the taxpayers of \$875,000 annually. A portion of the 120 taxpayers could qualify for the sales tax exemption created in this bill resulting in an estimated savings to these taxpayers of approximately \$350,000 in state and local sales tax.

No performance note required for this bill

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.