



## Fiscal Note

### H.B. 385

2018 General Session  
Tax Reform Revisions  
by Quinn, T.



#### General, Education, and Uniform School Funds

JR4-5-101

|                           | Ongoing        | One-time    | Total          |
|---------------------------|----------------|-------------|----------------|
| Net GF/EF/USF (rev.-exp.) | \$(63,500,000) | \$3,900,000 | \$(59,600,000) |

#### State Government

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

Enactment of this bill is estimated to reduce revenues to the Education Fund by \$59.6 million in FY 2019 and by \$63.5 million in FY 2020 relative to current consensus estimates. H.R. 1 "Tax Cuts and Jobs Act." is expected to increase state revenue. Relative to an after federal tax reform baseline, enactment of this bill is estimated to increase revenues to the Education Fund by \$20.4 million in FY 2019 and by \$21.5 million in FY 2020.

| Revenues                 | FY 2018 | FY 2019        | FY 2020        |
|--------------------------|---------|----------------|----------------|
| Education Fund           | \$0     | \$(63,500,000) | \$(63,500,000) |
| Education Fund, One-Time | \$0     | \$3,900,000    | \$0            |
| Total Revenues           | \$0     | \$(59,600,000) | \$(63,500,000) |

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

| Expenditures       | FY 2018 | FY 2019        | FY 2020        |
|--------------------|---------|----------------|----------------|
| Total Expenditures | \$0     | \$0            | \$0            |
| Net All Funds      | \$0     | \$(59,600,000) | \$(63,500,000) |

#### Local Government

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

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

#### Individuals & Businesses

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

By modifying the taxpayer tax credit, individuals will see their overall tax liability \$20.4 million higher in FY 2019 and \$21.5 million higher in FY 2020 from what it was in tax year 2017. On a post-federal tax reform baseline, this bill reduces individuals' tax liability by \$59.6 million in FY 2019 and by \$63.5 million in FY 2020.

#### Regulatory Impact

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

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| No performance note required for this bill |
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**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.