



Fiscal Note

S.B. 192

2018 General Session
Retail Bag Impact Reduction Program - As Amended
by Iwamoto, J.



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 bill could result in increased revenue to the newly created Retail Bag Impact Reduction Fund of \$11,480,800 in Fiscal Year 2019 and \$16,687,200 in Fiscal Year 2020 from \$0.05 of the \$0.10 fee on retail bags. The Tax Commission could experience increased revenue into the Tax Commission Administrative Charge Account in the amount of \$45,000 one-time in Fiscal Year 2019 to reimburse costs of administering the new fee. State entities that operate a retail business could also experience increased revenue from the \$0.05 portion of the fee that is retained by the retail business.

Revenues	FY 2018	FY 2019	FY 2020
GFR - Sales and Use Tax Admin Fees	\$0	\$45,000	\$0
New Account Created By Legislation	\$0	\$11,480,800	\$16,687,200
Total Revenues	\$0	\$11,525,800	\$16,687,200

Enactment of this bill could cost the Division of Waste Management and Radiation Control \$14,200 one-time in Fiscal Year 2019, which the Division has indicated they can absorb, and \$29,500 ongoing beginning in Fiscal Year 2020 from the Retail Bag Impact Reduction Fund for personnel costs to write administrative rules and administer the new program. The bill could result in up to \$16,657,700 distributed annually to cities and counties beginning in January 2020 from the Retail Bag Impact Reduction Fund for education, research, and other costs related to retail bag waste. This bill could also cost the Tax Commission \$45,000 one-time from the Tax Commission Administrative Charge Account for administration. State entities that operate a retail business could also experience increased costs to integrate new accounting rules and procedures.

Expenditures	FY 2018	FY 2019	FY 2020
GFR - Sales and Use Tax Admin Fees	\$0	\$45,000	\$0
New Account Created By Legislation	\$0	\$14,200	\$16,687,200
Total Expenditures	\$0	\$59,200	\$16,687,200

Net All Funds	\$0	\$11,466,600	\$0
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Local Government

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

Enactment of this bill could result in increased revenue for cities and counties up to \$16,687,200 annually beginning in January 2020 from the \$0.05 portion of the \$0.10 fee collected to the Retail Bag Impact Reduction Fund for education, research, and other costs related to retail bag waste.

Individuals & Businesses

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

Enactment of this bill could cost individuals who use retail bags \$23,051,700 in Fiscal Year 2019 and \$33,374,400 ongoing beginning in Fiscal Year 2020 from the \$0.10 fee on retail bags. Businesses could experience increased revenue in the amount of \$11,525,800 in Fiscal Year 2019 and \$16,687,200 in Fiscal Year 2020 from the \$0.05 portion of the \$0.10 fee that is retained by businesses. Businesses could also experience increased costs to integrate new accounting rules and procedures.

Regulatory Impact

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

Enactment of this legislation could result in a small increase in the regulatory burden for Utah residents or businesses.

Performance Note

JR4-2-404

Required of the Environmental Quality and due by February 20, 2018

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.