



**Fiscal Note**  
**H.B. 324 2nd Sub. (Gray)**  
 2019 General Session  
 Tobacco Age Amendments  
 by Eliason, S. (Ray, Paul.)



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

JR4-5-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(1,440,000)	\$1,440,000	\$0

**State Government**

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

Revenues	FY 2019	FY 2020	FY 2021
General Fund	\$0	\$(1,440,000)	\$(1,440,000)
General Fund, One-Time	\$0	\$1,440,000	\$760,000
Restricted Accounts and Funds	\$0	\$0	\$(220,000)
Total Revenues	\$0	\$0	\$(900,000)

Enactment of this bill could result in a loss of revenue of \$900,000 in FY 2021 and \$1,900,000 ongoing beginning in FY 2022 from reduced cigarette and tobacco sales which impacts the following revenue sources: (1) General Fund losses of \$680,000 in FY 2021 and \$1,440,000 ongoing in FY 2022 and (2) sales tax earmarks of \$220,000 in FY 2021 and \$460,000 ongoing in FY 2022. To the extent that people are newly charged with an infraction rather than a class C misdemeanor as a result of this bill, for each case, the revenue to the State will decrease (1) Criminal Surcharge \$75 and (2) Court Security Account \$50.

Expenditures	FY 2019	FY 2020	FY 2021
Total Expenditures	\$0	\$0	\$0

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

	FY 2019	FY 2020	FY 2021
Net All Funds	\$0	\$0	\$(900,000)

**Local Government**

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

Enactment of this bill may reduce local sales tax revenue by \$70,000 in FY 2021 and by \$130,000 in FY 2022. To the extent that people are newly charged with an infraction rather than a class C misdemeanor as a result of this bill, for each case, could reduce costs for justice courts an unknown amount.

**Individuals & Businesses**

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

Enactment of this bill may reduce tobacco taxes and sales taxes paid by 3,000 individuals by \$970,000 in FY 2021 and \$2,030,000 ongoing beginning in FY 2022.

**Regulatory Impact**

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

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

**Performance Note**

JR4-2-404

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.