



Fiscal Note

H.B. 217

2021 General Session
Regulatory Sandbox Program
Amendments
by Maloy, A.



General, Education, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(335,000)	\$(146,900)	\$(481,900)

State Government

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

Revenues	FY 2021	FY 2022	FY 2023
General Fund, One-time	\$0	\$(35,900)	\$(35,900)
Education Fund, One-time	\$0	\$(49,500)	\$(49,500)
Restricted Revenue	\$0	\$(12,600)	\$(12,600)
Total Revenues	\$0	\$(98,000)	\$(98,000)

To the extent that the Regulatory Relief Office establishes application fees under 63N-16-201(5), the state could realize dedicated credits revenue associated with that fee. Should the Regulatory Sandbox Program waive enforcement of sales tax payment under 63N-16-202(5)(a), sales tax revenue could decrease by \$48,500 one-time per \$1 million in taxable purchases made by a program participant in the twelve month program period. Should the Regulatory Sandbox Program waive enforcement of income tax payment under 63N-16-202(5)(a), Education Fund revenue could decrease by \$49,500 one-time per \$1 million in taxable income waived in the twelve month program period.

Expenditures	FY 2021	FY 2022	FY 2023
General Fund	\$0	\$335,000	\$335,000
General Fund, One-time	\$0	\$61,500	\$0
Total Expenditures	\$0	\$396,500	\$335,000

Enactment of this bill may cost the Governor's Office of Economic Development \$396,500 in FY 2022 and \$335,000 in FY 2023 from the General Fund for program setup and administration.

	FY 2021	FY 2022	FY 2023
Net All Funds	\$0	\$(494,500)	\$(433,000)

Local Government

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

To the extent that the Regulatory Sandbox Program waives local sales tax payment by a program participant, local government revenue could decline by at least \$20,000 per \$1 million in taxable purchases. Additional revenue losses could accrue depending upon local option sales tax rates in a jurisdiction.

Individuals & Businesses

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

To the extent that the Regulatory Relief Office established in this legislation enacts application fees, businesses and individuals would pay those fees. To the extent that the Regulatory Sandbox Program waives enforcement of applicable sales and income tax laws, program participants could pay \$68,500 less in sales tax per \$1 million of taxable purchases and \$49,500 less in income tax per \$1 million of taxable income.

Regulatory Impact

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

Enactment of this legislation could result in a large reduction in 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.