



**Fiscal Note**  
**H.B. 478 1st Sub. (Buff)**  
 2022 General Session  
 Minimum Basic Tax Rate Reduction  
 by Last, B. (Last, Bradley.)



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

JR4-4-101

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

**State Government**

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

Revenues	FY 2022	FY 2023	FY 2024
Restricted Accounts (FN Only)	\$0	\$(24,596,700)	\$(24,596,700)
<b>Total Revenues</b>	<b>\$0</b>	<b>\$(24,596,700)</b>	<b>\$(24,596,700)</b>

Enactment of this bill will reduce transfers to restricted accounts by \$24,596,700 in FY 2023 as appropriated in the base budget, including \$8,377,900 to the Local Levy Growth Account and \$16,218,800 to the Teacher and Student Success Account.

Expenditures	FY 2022	FY 2023	FY 2024
Local Revenue	\$0	\$(24,596,700)	\$(24,596,700)
<b>Total Expenditures</b>	<b>\$0</b>	<b>\$(24,596,700)</b>	<b>\$(24,596,700)</b>

Enactment of this bill reduces anticipated local property tax collections factored into the calculation of school district weighted pupil units through the Minimum School Program - Basic School Program by approximately \$24,596,700 in FY 2023. As a result of the estimated reduced local revenue, planned transfers to certain state restricted accounts will not occur in FY 2023, including \$8,377,900 to the Local Levy Growth Account and \$16,218,800 to the Teacher and Student Success Account which support the Voted and Board Local Levy Programs and the Teacher and Student Success Programs respectively.

	FY 2022	FY 2023	FY 2024
<b>Net All Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**Local Government**

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

Enactment of this bill repeals the Equity Pupil Tax Rate and the WPU Value Tax Rate which are components of the statewide basic property tax levy. While revenues generated from these levies since their creation will remain part of the Basic Levy revenue base amount, the repeal reduces anticipated local school district property tax contributions to the Basic School Program in FY 2023 by approximately \$24,596,700 statewide.

**Individuals & Businesses**

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

Individuals and business may forego an anticipated property tax increase in FY 2023 of \$24,596,700 statewide from the Equity Pupil and WPU Value tax rates.

**Regulatory Impact**

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

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

**Performance Evaluation**

JR1-4-601

This bill does not create a new program or significantly expand an existing program.

**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.