



Fiscal Note

S.B. 224

2022 General Session
Charitable Contribution Deduction
by Escamilla, L.



General, Education, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(14,990,000)	\$2,780,000	\$(12,210,000)

State Government

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

Revenues	FY 2022	FY 2023	FY 2024
Education Fund	\$0	\$(14,990,000)	\$(14,990,000)
Education Fund, One-time	\$0	\$2,780,000	\$0
Total Revenues	\$0	\$(12,210,000)	\$(14,990,000)

Enactment of this legislation could reduce revenue to the Education Fund by approximately \$12.2 million one-time in FY2023 and \$15.0 million ongoing beginning in FY2024. This estimate assumes that 50 percent of standard deduction taxpayers will be eligible for the subtraction in tax year 2022 and that 60 percent of standard deduction taxpayers will be eligible for the subtraction in tax years after 2022. If all standard deduction taxpayers claim the maximum deduction, the fiscal impact could be an estimated \$24.4 million in FY2023 and \$25 million in FY2024.

Expenditures	FY 2022	FY 2023	FY 2024
Total Expenditures	\$0	\$0	\$0

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

	FY 2022	FY 2023	FY 2024
Net All Funds	\$0	\$(12,210,000)	\$(14,990,000)

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)(c)

Certain individuals who claim the standard deduction would be allowed to subtract the amount of the individual's charitable contributions up to \$300 (\$600 if filing a joint return). This may result in average tax savings of \$26 for an estimated 478,366 taxpayers in tax year 2022. This estimate assumes that 50 percent of standard deduction taxpayers would be eligible for the deduction.

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.