



Fiscal Note
H.B. 525

2023 General Session
Eyewear Sales Tax Amendments
by Maloy, A.



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$ (9,375,000)	\$ 1,125,000	\$ (8,250,000)

State Government

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

Revenues	FY 2023	FY 2024	FY 2025
General Fund	\$0	\$ (9,375,000)	\$ (9,375,000)
General Fund, One-time	\$0	\$ 1,125,000	\$0
Restricted Accounts (FN Only)	\$0	\$ (2,750,000)	\$ (3,125,000)
Total Revenues	\$0	\$ (11,000,000)	\$ (12,500,000)

Enactment of this legislation could expand the prosthetic device sales tax exemption to include corrective eyeglasses and contact lenses which could reduce state sales tax revenues to the General Fund and earmarks by approximately \$11.0 million in FY 2024 and \$12.5 million in FY 2025.

Expenditures	FY 2023	FY 2024	FY 2025
Total Expenditures	\$0	\$0	\$0

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

	FY 2023	FY 2024	FY 2025
Net All Funds	\$0	\$ (11,000,000)	\$ (12,500,000)

Local Government

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

Enactment of this legislation expands the prosthetic device sales tax exemption to include corrective eyeglasses and contact lenses which could reduce local sales tax revenues by approximately \$5.5 million in FY 2024 and \$6.2 million in FY 2025.

Individuals & Businesses

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

Enactment of this legislation expands the prosthetic device sales tax exemption corrective eyeglasses and contact lenses which could reduce sales tax liability for purchasers of these products by approximately \$16.5 million in FY 2024 and \$18.7 million in FY 2025.

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.