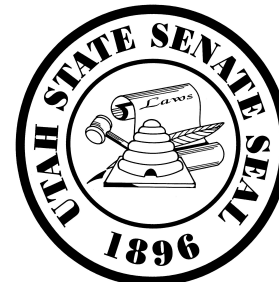




Fiscal Note
S.B. 107 1st Sub. (Green)

2023 General Session
 Oil and Gas Severance Tax Amendments
 by Winterton, R. (Winterton, Ronald.)



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(126,600)	\$(20,047,000)	\$(20,173,600)

State Government

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

Revenues	FY 2023	FY 2024	FY 2025
Dedicated Credits Revenue	\$0	\$60,000	\$13,000
New Account Created By Bill (FN Only)	\$0	\$20,000,000	\$0
Total Revenues	\$0	\$20,060,000	\$13,000

Enactment of this legislation appropriates \$20,000,000 one-time in FY 2024 from the General Fund to the new Severance Mitigation Projects Fund. Enactment of this legislation could also result in approximately \$9.6 million in one-time foregone revenue to the General Fund in FY 2024 and approximately \$13.1 million in ongoing foregone revenue to the General Fund beginning in FY 2025; enactment of this legislation could also result in approximately \$9.6 million in one-time revenue to the new Severance Mitigation Projects Fund in FY 2024 and approximately \$13.1 million in ongoing revenue to the account beginning in FY 2025. Enactment of this legislation could also result in increased dedicated credits revenue to the Attorney General of approximately \$47,000 one-time in FY 2024 and \$13,000 ongoing beginning in FY 2024 for provision of legal services.

Expenditures	FY 2023	FY 2024	FY 2025
General Fund	\$0	\$126,600	\$126,600
General Fund, One-time	\$0	\$20,047,000	\$0
Dedicated Credits Revenue	\$0	\$60,000	\$13,000
New Account Created By Bill (FN Only)	\$0	\$20,000,000	\$0
Total Expenditures	\$0	\$40,233,600	\$139,600

This bill appropriates \$20 million from the General Fund to the new Severance Mitigation Projects Fund. Enactment of this legislation could also cost the Department of Workforce Services approximately \$13,000 ongoing beginning in FY 2024 and \$47,000 one-time in FY 2024 from the General Fund for legal services from the Attorney General, as well as approximately \$113,600 ongoing beginning in FY 2024 from the General Fund for staff costs to administer severance tax loans and grants. Enactment of this legislation could also cost the Attorney General approximately \$47,000 one-time in FY 2024 and \$13,000 ongoing beginning in FY 2024 from dedicated credits to provide legal services to the Department of Workforce Services.

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	<i>FY 2023</i>	<i>FY 2024</i>	<i>FY 2025</i>
Net All Funds	<u>\$0</u>	<u>\$(20,173,600)</u>	<u>\$(126,600)</u>

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

Enactment of this legislation could increase funds to certain local governments by approximately \$9.6 million one-time in FY 2024 and \$13.1 million ongoing beginning in FY 2025.

Individuals & Businesses UCA 36-12-13(2)(c)

Enactment of this legislation likely will not result in direct expenditures from tax or fee changes for Utah residents and businesses.

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.