



**Fiscal Note**

**S.B. 141**

2023 General Session  
 Reduction of Minimum Basic Tax Rate  
 by Harper, W.



**General, Income Tax, and Uniform School Funds**

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(150,929,400)	\$0	\$(150,929,400)

**State Government**

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

Revenues	FY 2023	FY 2024	FY 2025
Local Revenue	\$0	\$(150,929,400)	\$(150,929,400)
<b>Total Revenues</b>	<b>\$0</b>	<b>\$(150,929,400)</b>	<b>\$(150,929,400)</b>

Enactment of this bill lowers the anticipated local revenue collections from the statewide basic rate by \$128.0 million and from the WPU Value Rate by \$22.9 million. Transfers to the Teacher and Student Success Restricted Account currently associated with the WPU Value Rate are included in Senate Bill 2, 2023 General Session, which has passed. It is assumed that these appropriated transfers from the Income Tax Fund would continue.

Expenditures	FY 2023	FY 2024	FY 2025
Uniform School Fund	\$0	\$150,929,400	\$150,929,400
<b>Total Expenditures</b>	<b>\$0</b>	<b>\$150,929,400</b>	<b>\$150,929,400</b>

Enactment of this legislation may cost the State Board of Education \$150,929,400 ongoing beginning in FY 2024 from the Uniform School Fund to replace reduced property tax revenues supporting education programs outlined in the bill.

	FY 2023	FY 2024	FY 2025
<b>Net All Funds</b>	<b>\$0</b>	<b>\$(301,858,800)</b>	<b>\$(301,858,800)</b>

**Local Government**

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

Enactment of this bill lowers the statewide basic property tax levy by \$128.0 million ongoing and stops a \$22.9 million increase in the WPU Value Rate (a component of the Basic Rate) from going into effect due to the WPU Value increase provided in S.B. 1, Public Education Base Budget Amendments (2023 General Session). In total, an estimated \$150,929,400 in local property tax revenues will not be collected by school districts as estimated for FY 2024. This could be mitigated by state funds appropriated to replace reduced property tax revenues.

**Individuals & Businesses**

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

Utah taxpayers may see lower property tax payments as a result of this bill. With the total estimated reduction of \$150.9 million included in this bill, a home owner of a primary residence valued at \$400,000 may see a savings of \$62.00 and the owner of a business valued at \$1.0 million may see a savings of \$283.00.

**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.