



# Fiscal Note

## S.B. 281

2023 General Session  
Modifications to Military Income Tax  
by Millner, A.



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

JR4-4-101

|                            | Ongoing       | One-time    | Total |
|----------------------------|---------------|-------------|-------|
| Net GF/ITF/USF (rev.-exp.) | \$(2,240,000) | \$2,240,000 | \$0   |

### State Government

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

| Revenues                  | FY 2023    | FY 2024       | FY 2025              |
|---------------------------|------------|---------------|----------------------|
| Income Tax Fund           | \$0        | \$(2,240,000) | \$(2,240,000)        |
| Income Tax Fund, One-time | \$0        | \$2,240,000   | \$0                  |
| <b>Total Revenues</b>     | <b>\$0</b> | <b>\$0</b>    | <b>\$(2,240,000)</b> |

Enactment of this bill could reduce Income Tax Fund revenue by approximately \$2.2 million ongoing beginning 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.

| Net All Funds | FY 2023 | FY 2024 | FY 2025       |
|---------------|---------|---------|---------------|
|               | \$0     | \$0     | \$(2,240,000) |

### 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)

Enactment of this legislation could qualify an estimated 788 claimants for the nonrefundable tax credit, for an average tax savings of \$2,843 in tax year 2024 (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.