



Fiscal Note
H.B. 186 2nd Sub. (Gray)
 2024 General Session
 License Plate Requirements
 by Thurston, N. (Escamilla, Luz.)



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$44,100	\$7,400	\$51,500

State Government

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

Revenues	FY 2024	FY 2025	FY 2026
Transportation Fund	\$0	\$(1,970,000)	\$(1,970,000)
Transportation Fund, One-time	\$(217,000)	\$660,000	\$608,500
Total Revenues	\$(217,000)	\$(1,310,000)	\$(1,361,500)

Enactment of this legislation could reduce the Tax Commission's personalized license plate fee revenue to the Transportation Fund by \$217,000 in FY 2024, \$1,310,000 in FY 2025, \$1,361,500 in FY 2026, \$1,412,900 in FY 2027, and \$1,464,300 in FY 2028. Full implementation of this legislation is projected to occur in FY 2038 with a reduction of \$1,970,000 ongoing to the Transportation Fund from personalized license plate fees.

Expenditures	FY 2024	FY 2025	FY 2026
General Fund	\$0	\$(37,600)	\$(37,600)
General Fund, One-time	\$(6,300)	\$0	\$0
Income Tax Fund	\$0	\$(6,500)	\$(6,500)
Income Tax Fund, One-time	\$(1,100)	\$0	\$0
Dedicated Credits Revenue	\$(1,800)	\$(10,800)	\$(10,800)
License Plate Restricted Account (GFR)	\$(100)	\$(400)	\$(400)
MV Enforcement Temp Permit Acct (GFR)	\$(15,500)	\$(92,900)	\$(92,900)
Sales and Use Tax Admin Fees (GFR)	\$(1,100)	\$(6,300)	\$(6,300)
Transfers	\$0	\$(200)	\$(200)
Uninsured Motorist I.D.	\$(100)	\$(500)	\$(500)
Total Expenditures	\$(26,000)	\$(155,200)	\$(155,200)

Enactment of this legislation could reduce costs for the Tax Commission by \$26,000 one-time in FY 2024 and \$155,200 ongoing in FY 2025 for two employees and technology related to the personalized license plate program. Of these reduced costs, \$6,300 one-time in FY 2024 and \$37,600 ongoing in FY 2025 were from the General Fund, and \$1,100 one-time in FY 2024 and \$6,500 ongoing in FY 2025 were from the Income Tax Fund.

	<i>FY 2024</i>	<i>FY 2025</i>	<i>FY 2026</i>
Net All Funds	<u>\$(191,000)</u>	<u>\$(1,154,800)</u>	<u>\$(1,206,300)</u>

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 reduce personalized license plate fees paid by businesses and individuals by \$50 per initial application and by \$10 per annual renewal. When fully implemented in FY 2038, personalized license plate fees for businesses and individuals in aggregate could be reduced by \$1,970,000 annually.

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.