



Fiscal Note
S.B. 59

2024 General Session
Government Leased Property Tax
Exemption
by Fillmore, L.



General, Income Tax, and Uniform School Funds

JR4-4-101

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

State Government

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

Revenues	FY 2024	FY 2025	FY 2026
Total Revenues	\$0	\$0	\$0

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

Expenditures	FY 2024	FY 2025	FY 2026
Total Expenditures	\$0	\$0	\$0

Enactment of this legislation could result in a reduction in costs to state agencies related to property taxes paid by agencies leasing property through a triple net lease, beginning in tax year 2024. Impacts could vary depending on the property leased; aggregate impact unknown.

Net All Funds	FY 2024	FY 2025	FY 2026
	\$0	\$0	\$0

Local Government

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

Enactment of this legislation could result in a reduction in costs to local governments related to property taxes paid by local governments leasing property through a triple net lease, beginning in tax year 2024. Impacts could vary depending on the property leased; aggregate impact unknown.

Individuals & Businesses

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

Enactment of this legislation could result in a reduction in property taxes paid on property leased through a triple net lease which would newly qualify for the exclusive use property tax exemption, beginning in tax year 2024. This in turn could result in a proportional increase, or tax shift, in property taxes paid by individuals and businesses due to changes in the collection rate and certified tax rate that may result from the additional exempt properties. The magnitude of that shift would depend on the total value of newly exempt entities in a tax area.

Regulatory Impact

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

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

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.