



Fiscal Note
S.B. 71 2nd Sub. (Salmon)
 2024 General Session
 Cannabis Business Tax Credit
 Amendments
 by Vickers, E. (Vickers, Evan.)



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(1,070,000)	\$100,000	\$(970,000)

State Government

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

Revenues	FY 2024	FY 2025	FY 2026
Income Tax Fund	\$0	\$(1,070,000)	\$(1,070,000)
Income Tax Fund, One-time	\$0	\$100,000	\$0
Total Revenues	\$0	\$(970,000)	\$(1,070,000)

Enactment of this legislation could reduce revenues to the Income Tax Fund by \$970,000 in FY 2025 and \$1,070,000 ongoing beginning in FY 2026.

Expenditures	FY 2024	FY 2025	FY 2026
Dedicated Credits Revenue	\$0	\$1,000	\$0
Total Expenditures	\$0	\$1,000	\$0

Enactment of this legislation could cost the Department of Agriculture approximately \$1,000 one-time from the Qualified Production Enterprise Fund in FY 2025 for staff time to collect and report cannabis business licensee data; the agency has indicated this cost could be absorbed.

	FY 2024	FY 2025	FY 2026
Net All Funds	\$0	\$(971,000)	\$(1,070,000)

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)

Businesses that sell medical cannabis may be eligible for a nonrefundable income tax credit that could result in aggregate tax savings of \$970,000 in tax year 2024 (FY 2025) and \$1,070,000 ongoing beginning in tax year 2025 (FY 2026).

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.