



28 (4) "Aircraft" is as defined in Section 72-10-102.

29 (5) "Airline" means any air carrier operating interstate routes on a scheduled basis which  
30 offers to fly passengers or cargo on the basis of available capacity on regularly scheduled routes.

31 (6) "Assessment roll" means a permanent record of the assessment of property as assessed  
32 by the county assessor and the commission and may be maintained manually or as a computerized  
33 file as a consolidated record or as multiple records by type, classification, or categories.

34 (7) "Certified revenue levy" means a property tax levy that provides the same amount of  
35 ad valorem property tax revenue as was collected for the prior year, plus new growth, but exclusive  
36 of revenue from collections from redemptions, interest, and penalties.

37 (8) "County-assessed commercial vehicle" means:

38 (a) any commercial vehicle, trailer, or semitrailer which is not apportioned under Section  
39 41-1a-301 and is not operated interstate to transport the vehicle owner's goods or property in  
40 furtherance of the owner's commercial enterprise;

41 (b) any passenger vehicle owned by a business and used by its employees for  
42 transportation as a company car or vanpool vehicle; and

43 (c) vehicles which are:

44 (i) especially constructed for towing or wrecking, and which are not otherwise used to  
45 transport goods, merchandise, or people for compensation;

46 (ii) used or licensed as taxicabs or limousines;

47 (iii) used as rental passenger cars, travel trailers, or motor homes;

48 (iv) used or licensed in this state for use as ambulances or hearses;

49 (v) especially designed and used for garbage and rubbish collection; or

50 (vi) used exclusively to transport students or their instructors to or from any private,  
51 public, or religious school or school activities.

52 (9) (a) Except as provided in Subsection (9)(b), for purposes of Section 59-2-801,  
53 "designated tax area" means a tax area created by the overlapping boundaries of only the following  
54 taxing entities:

55 (i) a county; and

56 (ii) a school district.

57 (b) Notwithstanding Subsection (9)(a), "designated tax area" includes a tax area created  
58 by the overlapping boundaries of:

59 (i) the taxing entities described in Subsection (9)(a); and

60 (ii) (A) a city or town if the boundaries of the school district under Subsection (9)(a) and  
61 the boundaries of the city or town are identical; or

62 (B) a special service district if the boundaries of the school district under Subsection (9)(a)  
63 are located entirely within the special service district.

64 (10) "Eligible judgment" means a judgment or final order under Section 59-2-1328 or  
65 Section 59-2-1330:

66 (a) that became a final and unappealable judgment or order no more than 14 months prior  
67 to the day on which the notice required by Subsection 59-2-919(4) is required to be mailed; and

68 (b) for which a taxing entity's share of the judgment or order is greater than or equal to the  
69 lesser of:

70 (i) [~~\$1,000~~] \$5,000; or

71 (ii) [~~1%~~] 2.5% of the total ad valorem property taxes collected by the taxing entity in the  
72 previous fiscal year.

73 (11) (a) "Escaped property" means any property, whether personal, land, or any  
74 improvements to the property, subject to taxation and is:

75 (i) inadvertently omitted from the tax rolls, assigned to the incorrect parcel, or assessed  
76 to the wrong taxpayer by the assessing authority;

77 (ii) undervalued or omitted from the tax rolls because of the failure of the taxpayer to  
78 comply with the reporting requirements of this chapter; or

79 (iii) undervalued because of errors made by the assessing authority based upon incomplete  
80 or erroneous information furnished by the taxpayer.

81 (b) Property which is undervalued because of the use of a different valuation methodology  
82 or because of a different application of the same valuation methodology is not "escaped property."

83 (12) "Fair market value" means the amount at which property would change hands  
84 between a willing buyer and a willing seller, neither being under any compulsion to buy or sell and  
85 both having reasonable knowledge of the relevant facts. For purposes of taxation, "fair market  
86 value" shall be determined using the current zoning laws applicable to the property in question,  
87 except in cases where there is a reasonable probability of a change in the zoning laws affecting that  
88 property in the tax year in question and the change would have an appreciable influence upon the  
89 value.

90 (13) "Farm machinery and equipment," for purposes of the exemption provided under  
91 Section 59-2-1101, means tractors, milking equipment and storage and cooling facilities, feed  
92 handling equipment, irrigation equipment, harvesters, choppers, grain drills and planters, tillage  
93 tools, scales, combines, spreaders, sprayers, haying equipment, and any other machinery or  
94 equipment used primarily for agricultural purposes; but does not include vehicles required to be  
95 registered with the Motor Vehicle Division or vehicles or other equipment used for business  
96 purposes other than farming.

97 (14) "Geothermal fluid" means water in any form at temperatures greater than 120 degrees  
98 centigrade naturally present in a geothermal system.

99 (15) "Geothermal resource" means:

100 (a) the natural heat of the earth at temperatures greater than 120 degrees centigrade; and

101 (b) the energy, in whatever form, including pressure, present in, resulting from, created by,  
102 or which may be extracted from that natural heat, directly or through a material medium.

103 (16) "Improvements" includes all buildings, structures, fixtures, fences, and improvements  
104 erected upon or affixed to the land, whether the title has been acquired to the land or not.

105 (17) "Intangible property":

106 (a) means property that is capable of private ownership separate from tangible property;  
107 and

108 (b) includes:

109 (i) moneys;

110 (ii) credits;

111 (iii) bonds;

112 (iv) stocks;

113 (v) representative property;

114 (vi) franchises;

115 (vii) licenses;

116 (viii) trade names;

117 (ix) copyrights; and

118 (x) patents.

119 (18) "Metalliferous minerals" includes gold, silver, copper, lead, zinc, and uranium.

120 (19) "Mine" means a natural deposit of either metalliferous or nonmetalliferous valuable

121 mineral.

122 (20) "Mining" means the process of producing, extracting, leaching, evaporating, or  
123 otherwise removing a mineral from a mine.

124 (21) (a) "Mobile flight equipment" means tangible personal property that is:

125 (i) owned or operated by an:

126 (A) air charter service;

127 (B) air contract service; or

128 (C) airline; and

129 (ii) (A) capable of flight;

130 (B) attached to an aircraft that is capable of flight; or

131 (C) contained in an aircraft that is capable of flight if the tangible personal property is  
132 intended to be used:

133 (I) during multiple flights;

134 (II) during a takeoff, flight, or landing; and

135 (III) as a service provided by an air charter service, air contract service, or airline.

136 (b) (i) "Mobile flight equipment" does not include a spare part other than a spare engine  
137 that is rotated:

138 (A) at regular intervals; and

139 (B) with an engine that is attached to the aircraft.

140 (ii) In accordance with Title 63, Chapter 46a, Utah Administrative Rulemaking Act, the  
141 commission may make rules defining the term "regular intervals."

142 (22) "Nonmetalliferous minerals" includes, but is not limited to, oil, gas, coal, salts, sand,  
143 rock, gravel, and all carboniferous materials.

144 (23) "Personal property" includes:

145 (a) every class of property as defined in Subsection (24) which is the subject of ownership  
146 and not included within the meaning of the terms "real estate" and "improvements";

147 (b) gas and water mains and pipes laid in roads, streets, or alleys;

148 (c) bridges and ferries; and

149 (d) livestock which, for the purposes of the exemption provided under Section 59-2-1112,  
150 means all domestic animals, honeybees, poultry, fur-bearing animals, and fish.

151 (24) (a) "Property" means property that is subject to assessment and taxation according to

152 its value.

153 (b) "Property" does not include intangible property as defined in this section.

154 (25) "Public utility," for purposes of this chapter, means the operating property of a  
155 railroad, gas corporation, oil or gas transportation or pipeline company, coal slurry pipeline  
156 company, electrical corporation, telephone corporation, sewerage corporation, or heat corporation  
157 where the company performs the service for, or delivers the commodity to, the public generally  
158 or companies serving the public generally, or in the case of a gas corporation or an electrical  
159 corporation, where the gas or electricity is sold or furnished to any member or consumers within  
160 the state for domestic, commercial, or industrial use. Public utility also means the operating  
161 property of any entity or person defined under Section 54-2-1 except water corporations.

162 (26) "Real estate or property" includes:

163 (a) the possession of, claim to, ownership of, or right to the possession of land;

164 (b) all mines, minerals, and quarries in and under the land, all timber belonging to  
165 individuals or corporations growing or being on the lands of this state or the United States, and all  
166 rights and privileges appertaining to these; and

167 (c) improvements.

168 (27) "Residential property," for the purposes of the reductions and adjustments under this  
169 chapter, means any property used for residential purposes as a primary residence. It does not  
170 include property used for transient residential use or condominiums used in rental pools.

171 (28) For purposes of Subsection 59-2-801(1)(e), "route miles" means the number of miles  
172 calculated by the commission that is:

173 (a) measured in a straight line by the commission; and

174 (b) equal to the distance between a geographical location that begins or ends:

175 (i) at a boundary of the state; and

176 (ii) where an aircraft:

177 (A) takes off; or

178 (B) lands.

179 (29) (a) "State-assessed commercial vehicle" means:

180 (i) any commercial vehicle, trailer, or semitrailer which operates interstate or intrastate to  
181 transport passengers, freight, merchandise, or other property for hire; or

182 (ii) any commercial vehicle, trailer, or semitrailer which operates interstate and transports

183 the vehicle owner's goods or property in furtherance of the owner's commercial enterprise.

184 (b) "State-assessed commercial vehicle" does not include vehicles used for hire which are  
185 specified in Subsection (8)(c) as county-assessed commercial vehicles.

186 (30) "Taxable value" means fair market value less any applicable reduction allowed for  
187 residential property under Section 59-2-103.

188 (31) "Tax area" means a geographic area created by the overlapping boundaries of one or  
189 more taxing entities.

190 (32) "Taxing entity" means any county, city, town, school district, special taxing district,  
191 or any other political subdivision of the state with the authority to levy a tax on property.

192 (33) "Tax roll" means a permanent record of the taxes charged on property, as extended  
193 on the assessment roll and may be maintained on the same record or records as the assessment roll  
194 or may be maintained on a separate record properly indexed to the assessment roll. It includes tax  
195 books, tax lists, and other similar materials.

196 Section 2. Section **59-2-1328** is amended to read:

197 **59-2-1328. Payment under protest -- Judgment for recovery -- Payment -- Tax levy**  
198 **-- Refunds.**

199 (1) As used in this section:

200 (a) "Refund" means an amount a taxing entity is ordered to pay a taxpayer in accordance  
201 with a judgment or final order issued by a court or the commission determining that a tax paid  
202 under protest or any portion of a tax paid under protest was unlawfully collected.

203 (b) "Refund" includes interest accruing to the amount described in Subsection (1)(a).

204 [(+) (2) (a) If it is determined in any action that a tax, or any portion of the tax, paid under  
205 protest, was unlawfully collected, a judgment for recovery of the tax plus interest as provided by  
206 law, together with costs of action, shall be entered in favor of the taxpayer.

207 (b) Upon being presented a duly authenticated copy of the judgment, the proper officer or  
208 officers of the state, county, or municipality whose officers collected or received the tax shall audit  
209 and allow the judgment, and cause a warrant to be drawn for the amount recovered by the  
210 judgment.

211 (c) If the judgment is obtained against a county, and any portion of the taxes included in  
212 the judgment are state, district, school, or other taxes levied by a taxing entity which have been or  
213 may be paid over to the state or to any school district or other taxing entity by the county, the

214 proper officer or officers of the state, school district, or other taxing entity shall, upon demand by  
 215 the county, cause a warrant to be drawn upon the treasurer of the state, school district, or other  
 216 taxing entity in favor of the county for the amount of the taxes received, together with interest as  
 217 provided by law and an equitable portion of the costs of the action.

218 ~~[(2)]~~ (3) (a) Each taxing entity may levy a tax to pay its share of one or more eligible  
 219 judgments, as defined in Section 59-2-102.

220 (b) The levy under Subsection ~~[(2)]~~ (3)(a) is in addition to, and exempt from, the maximum  
 221 levy established for the taxing entity.

222 ~~[(3)]~~ (4) Unless otherwise agreed to by a taxing entity and a taxpayer, all refunds [~~and~~  
 223 ~~interest~~] ordered under this section shall be paid by taxing entities to taxpayers:

224 (a) within 60 days ~~[of]~~ after the date the refund is ordered to be paid; or

225 (b) if a judgment levy is imposed by the taxing entity relating to the refund;

226 (i) if the refund ordered to be paid is \$5,000 or more, no later than December 31 of the year  
 227 in which the judgment levy is imposed[-]; and

228 (ii) if the refund ordered to be paid is less than \$5,000, within 60 days after the date the  
 229 refund is ordered to be paid.

230 Section 3. Section **59-2-1330** is amended to read:

231 **59-2-1330. Payment of property taxes -- Unlawful collection by county -- Liability**  
 232 **of state or taxing entity -- Disputed taxes -- Tax levy -- Refunds.**

233 (1) As used in this section:

234 (a) "Refund" means an amount a taxing entity is ordered to pay a taxpayer in accordance  
 235 with a judgment or final order issued by a court or the commission ordering a reduction in the  
 236 amount of any tax levied against property for tax purposes.

237 (b) "Refund" includes interest accruing to the amount described in Subsection (1)(a).

238 ~~[(1)]~~ (2) Unless otherwise specifically provided by statute, property taxes shall be paid  
 239 directly to the county assessor or the treasurer when due.

240 ~~[(2)]~~ (3) If the commission or a court of competent jurisdiction orders a reduction in the  
 241 amount of any tax levied against any property for tax purposes, the taxpayer shall be reimbursed  
 242 under Subsection ~~[(3)]~~ (4).

243 ~~[(3)]~~ (4) (a) The state and any taxing entity which has received property taxes or any  
 244 portion of property taxes is liable to a judgment debtor for the amount the state or the taxing entity



245 received plus interest as provided in Subsection [~~(3)~~] (4)(b) if:

246 (i) the taxes are collected by the authorized officer of any county;

247 (ii) a taxpayer obtains a judgment or final order from the county board of equalization or  
248 the commission against the county or an authorized officer of the county establishing that the taxes  
249 have been unlawfully collected; and

250 (iii) any portion of the taxes has been paid to the state or to any taxing entity by the county  
251 or its authorized officer.

252 (b) Interest under Subsection [~~(3)~~] (4)(a) shall accrue:

253 (i) at a rate equal to the rate earned by the county;

254 (ii) (A) on the amount of taxes received from the time the state or a taxing entity received  
255 the taxes; and

256 (B) for an equitable portion of the costs of action.

257 [~~(4)~~] (5) (a) Each taxing entity may levy a tax to pay its share of the judgment or final order  
258 under Subsection [~~(3)~~] (4) if:

259 (i) the judgment or final order is issued no later than 15 days prior to the date the levy is  
260 set under Subsection 59-2-924(2)(a);

261 (ii) the amount of the judgment levy is included on the notice under Section 59-2-919; and

262 (iii) the judgment or final order is an eligible judgment, as defined in Section 59-2-102.

263 (b) The levy under Subsection [~~(4)~~] (5)(a) is in addition to, and exempt from, the  
264 maximum levy established for the taxing entity.

265 [~~(5)~~] (6) (a) An owner of property assessed by the commission that has filed a valuation  
266 protest pursuant to Section 59-2-1007 and has not received a final decision on that protest shall  
267 pay, on or before the date of delinquency, the full amount of taxes due.

268 (b) A property owner that pays the full amount of taxes due under Subsection [~~(5)~~] (6)(a)  
269 is not required to pay penalties or interest on a disputed tax unless:

270 (i) a final decision is entered establishing a value greater than the value stated on the  
271 disclosure notice under Section 59-2-1317; and

272 (ii) the property owner fails to pay the additional tax liability within a 45-day period after  
273 the county bills the property owner for the additional tax.

274 [~~(6)~~] (7) Unless otherwise agreed to by a taxing entity and a taxpayer, all refunds [~~and~~  
275 ~~interest~~] ordered under this section shall be paid by taxing entities to taxpayers:

276 (a) within 60 days ~~[of]~~ after the date the refund is ordered to be paid; or  
277 (b) if a judgment levy is imposed by the taxing entity relating to the refund;  
278 (i) if the refund ordered to be paid is \$5,000 or more, no later than December 31 of the year  
279 in which the judgment levy is imposed~~[-]~~; and  
280 (ii) if the refund ordered to be paid is less than \$5,000, within 60 days after the date the  
281 refund is ordered to be paid.  
282 Section 4. **Effective date.**  
283 This act takes effect on January 1, 2003.

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**Legislative Review Note**  
**as of 11-21-01 9:37 AM**

A limited legal review of this legislation raises no obvious constitutional or statutory concerns.

**Office of Legislative Research and General Counsel**