

**JOINT RESOLUTION SUPPORTING REPEAL
OF FEDERAL ESTATE TAX**

2003 GENERAL SESSION

STATE OF UTAH

Sponsor: Craig W. Buttars

This joint resolution of the Legislature requests that the members of Utah's congressional delegation work to pass and vote for the immediate and permanent repeal of the Estate Tax.

Be it resolved by the Legislature of the state of Utah:

WHEREAS, under tax relief legislation passed in 2001, the Estate Tax was temporarily phased out, not permanently eliminated;

WHEREAS, women and minorities are very often owners of small and medium-sized businesses, and the Estate Tax prevents their children from reaping the rewards of a lifetime trying to make a better life;

WHEREAS, farmers and other small businesses will face losing their farms and businesses if the federal government resumes the heavy taxation of citizens at death;

WHEREAS, employees suffer when they lose their jobs when small and medium-sized businesses are liquidated to pay estate taxes and because high capital costs depress the number of new businesses that could offer them a job;

WHEREAS, if the Estate Tax had been repealed in 1996, over the next nine years the United States economy would have averaged as much as \$11 billion per year in extra output, and an average of 145,000 additional new jobs would have been created;

WHEREAS, the persistent uncertainty created by the sunset provision prevents families and small businesses from taking advantage of the temporary repeal; and

WHEREAS, having repeatedly passed both the United States House of Representatives and the United States Senate, elimination of the Estate Tax has proven to hold wide bipartisan support:



28 NOW, THEREFORE, BE IT RESOLVED that the Legislature of the state of Utah
29 requests that the members of Utah's congressional delegation support, work to pass, and vote
30 for the immediate and permanent repeal of the Estate Tax.

31 BE IT FURTHER RESOLVED that a copy of this resolution be sent to the members of
32 Utah's congressional delegation.

Legislative Review Note

as of 1-27-03 9:30 AM

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

Office of Legislative Research and General Counsel

Fiscal Note**Joint Resolution Supporting Repeal of Federal Estate Tax***29-Jan-03***Bill Number HJR013***10:58 AM*

State Impact

Mailing requirements of this resolution can be handled within existing budgets.

Individual and Business Impact

No fiscal impact.

Office of the Legislative Fiscal Analyst