HOMELESSNESS AMENDMENTS
2024 GENERAL SESSION
STATE OF UTAH
Chief Sponsor: Steve Eliason
Senate Sponsor: Kirk A. Cullimore
LONG TITLE
General Description:
This bill modifies provisions related to the oversight and provision of services for
individuals experiencing homelessness.
Highlighted Provisions:
This bill:
<ul> <li>clarifies the Utah Homelessness Council (council) executive committee's duty to</li> </ul>
serve in an advisory capacity for the council;
<ul> <li>requires the council to make rules establishing standards for the prioritization of</li> </ul>
beds located in homeless shelters;
<ul> <li>prohibits the awarding of state funds to homeless shelters that fail to comply with</li> </ul>
the prioritization standards established by the council;
<ul> <li>allows a homeless shelter that provides any amount of matching funds to receive</li> </ul>
grants for ongoing operations from the council;
<ul> <li>requires the council to consider the amount of matching grants provided by</li> </ul>
homeless shelters in awarding grants for ongoing operations;
<ul> <li>allows the Office of Homeless Services to use uncommitted Homeless Shelter</li> </ul>
Cities Mitigation Restricted Account (account) funds for disbursement in the
following year;
<ul> <li>prohibits municipalities from receiving account funds unless a municipality</li> </ul>
enforces an ordinance prohibiting panhandling;



28	<ul><li>increases the temperature for which a code blue alert takes effect;</li></ul>
29	<ul> <li>authorizes municipalities to implement emergency measures to assist individuals</li> </ul>
80	experiencing homelessness during dangerous weather conditions;
31	<ul> <li>clarifies the amount of the reduction to the annual local contribution required by</li> </ul>
32	certain local governments based on the availability of homeless shelter beds; and
33	<ul> <li>makes technical and conforming changes.</li> </ul>
34	Money Appropriated in this Bill:
5	None
6	Other Special Clauses:
7	This bill provides retrospective operation.
8	Utah Code Sections Affected:
9	AMENDS:
0	35A-16-205, as last amended by Laws of Utah 2022, Chapter 403
1	35A-16-302, as last amended by Laws of Utah 2023, Chapter 302
2	35A-16-402, as last amended by Laws of Utah 2023, Chapter 302
3	35A-16-403, as last amended by Laws of Utah 2023, Chapter 302
4	35A-16-701, as enacted by Laws of Utah 2023, Chapter 302
5	35A-16-702, as enacted by Laws of Utah 2023, Chapter 302
6	59-12-205, as last amended by Laws of Utah 2023, Chapters 302, 471 and 492
7	ENACTS:
8	<b>35A-16-205.1</b> , Utah Code Annotated 1953
9	Be it enacted by the Legislature of the state of Utah:
1	Section 1. Section <b>35A-16-205</b> is amended to read:
2	35A-16-205. Duties of the homelessness council and executive committee.
3	(1) The homelessness council:
4	[(1)] (a) shall provide final approval for:
5	[(a)] (i) the homeless services budget;
6	[(b)] (ii) the strategic plan; and
7	[(c)] (iii) the awarding of funding for the provision of homeless services as described
8	in Subsection 35A-16-203(1)(d):

59	$\left[\frac{(2)}{(b)}\right]$ in cooperation with the coordinator, shall:
60	[(a)] (i) develop and maintain the homeless services budget;
61	[(b)] (ii) develop and maintain the strategic plan; and
62	[(c)] (iii) review applications and approve funding for the provision of homeless
63	services in the state as described in Subsection 35A-16-203(1)(d);
64	[(3)] (c) shall review local and regional plans for providing services to individuals
65	experiencing homelessness;
66	[ <del>(4)</del> ] <u>(d)</u> shall cooperate with local homeless councils to:
67	[(a)] (i) develop a common agenda and vision for reducing homelessness in each local
68	oversight body's respective region;
69	[(b)] (ii) as part of the homeless services budget, develop a spending plan that
70	coordinates the funding supplied to local stakeholders; and
71	[(c)] (iii) align local funding to projects that improve outcomes and target specific
72	needs in each community;
73	[(5)] (e) shall coordinate gap funding with private entities for providing services to
74	individuals experiencing homelessness;
75	[(6)] (f) shall recommend performance and accountability measures for service
76	providers, including the support of collecting consistent and transparent data; [and]
77	[ <del>(7)</del> ] (g) when reviewing and giving final approval for requests as described in
78	Subsection 35A-16-203(1)(d):
79	[(a)] (i) may only recommend funding if the proposed recipient has a policy to share
80	client-level service information with other entities in accordance with state and federal law to
81	enhance the coordination of services for individuals who are experiencing homelessness; and
82	[(b)] (ii) shall identify specific targets and benchmarks that align with the strategic plan
83	for each recommended award[:]; and
84	(h) shall establish standards for the prioritization of beds located in homeless shelters
85	in accordance with Section 35A-16-205.1.
86	(2) The executive committee shall act in an advisory capacity for the homelessness
87	council and make recommendations regarding the homelessness council's duties under
88	Subsection (1).
89	Section 2. Section <b>35A-16-205.1</b> is enacted to read:

90	35A-16-205.1. Homelessness council to establish standards for the prioritization of
91	homeless shelter beds Dissemination Compliance with standards required for receipt
92	of state funds.
93	(1) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
94	homelessness council shall make rules establishing standards for the prioritization of beds
95	located in a homeless shelter.
96	(2) In establishing standards under Subsection (1), the homelessness council shall:
97	(a) assign highest priority for available beds to:
98	(i) individuals eligible for assistance under Chapter 3, Part 3, Family Employment
99	Program, subject to Subsection (2)(b); and
100	(ii) individuals discharged from the Utah State Hospital, created in Section 26B-5-302;
101	<u>and</u>
102	(b) require a homeless shelter, if feasible, to allocate an average of 85% of the total
103	number of beds located in a homeless shelter to individuals described in Subsection (2)(a)(i).
104	(3) The office shall disseminate the standards established by the homelessness council
105	under Subsection (1) to each homeless shelter located within the state.
106	(4) Notwithstanding any other provisions in this chapter, state funds may not be
107	awarded under this chapter directly to, or for the benefit of, a homeless shelter located within
108	the state unless the homeless shelter complies with the standards established by the
109	homelessness council under Subsection (1).
110	Section 3. Section <b>35A-16-302</b> is amended to read:
111	35A-16-302. Uses of Homeless to Housing Reform Restricted Account.
112	(1) The homelessness council may award ongoing or one-time grants or contracts
113	funded from the Homeless to Housing Reform Restricted Account created in Section
114	35A-16-303.
115	(2) As a condition of receiving money, including any ongoing money, from the
116	restricted account, an entity awarded a grant or contract under this section shall provide
117	detailed and accurate reporting on at least an annual basis to the homelessness council and the
118	coordinator that describes:
119	(a) how money provided from the restricted account has been spent by the entity; and
120	(b) the progress towards measurable outcome-based benchmarks agreed to between the

121	entity and the homelessness council before the awarding of the grant or contract.
122	(3) In determining the awarding of a grant or contract under this section, the
123	homelessness council and the coordinator shall:
124	(a) ensure that the services to be provided through the grant or contract will be
125	provided in a cost-effective manner;
126	(b) give priority to a project or contract that will include significant additional or
127	matching funds from a private organization, nonprofit organization, or local government entity;
128	(c) ensure that the project or contract will target the distinct housing needs of one or
129	more at-risk or homeless subpopulations, which may include:
130	(i) families with children;
131	(ii) transitional-aged youth;
132	(iii) single men or single women;
133	(iv) veterans;
134	(v) victims of domestic violence;
135	(vi) individuals with behavioral health disorders, including mental health or substance
136	use disorders;
137	(vii) individuals who are medically frail or terminally ill;
138	(viii) individuals exiting prison or jail; or
139	(ix) individuals who are homeless without shelter;
140	(d) consider whether the project will address one or more of the following goals:
141	(i) diverting homeless or imminently homeless individuals and families from
142	emergency shelters by providing better housing-based solutions;
143	(ii) meeting the basic needs of homeless individuals and families in crisis;
144	(iii) providing homeless individuals and families with needed stabilization services;
145	(iv) decreasing the state's homeless rate;
146	(v) implementing a coordinated entry system with consistent assessment tools to
147	provide appropriate and timely access to services for homeless individuals and families;
148	(vi) providing access to caseworkers or other individualized support for homeless
149	individuals and families;
150	(vii) encouraging employment and increased financial stability for individuals and
151	families being diverted from or exiting homelessness;

152	(viii) creating additional affordable housing for state residents;
153	(ix) providing services and support to prevent homelessness among at-risk individuals
154	and adults;
155	(x) providing services and support to prevent homelessness among at-risk children,
156	adolescents, and young adults;
157	(xi) preventing the reoccurrence of homelessness among individuals and families
158	exiting homelessness; and
159	(xii) providing medical respite care for homeless individuals where the homeless
160	individuals can access medical care and other supportive services; and
161	(e) address the needs identified in the strategic plan described in Section 35A-16-203
162	for inclusion in the annual written report described in Section 35A-1-109.
163	(4) In addition to the other provisions of this section, in determining the awarding of a
164	grant or contract under this section to design, build, create, or renovate a facility that will
165	provide shelter or other resources for the homeless, of the homelessness council, with the
166	concurrence of the coordinator, may consider whether the facility will be:
167	(a) located near mass transit services;
168	(b) located in an area that meets or will meet all zoning regulations before a final
169	dispersal of funds;
170	(c) safe and welcoming both for individuals using the facility and for members of the
171	surrounding community; and
172	(d) located in an area with access to employment, job training, and positive activities.
173	(5) In accordance with Subsection (4), and subject to the approval the homelessness
174	council, with the concurrence of the coordinator, the following may recommend a site location,
175	acquire a site location, and hold title to real property, buildings, fixtures, and appurtenances of
176	a facility that provides or will provide shelter or other resources for the homeless:
177	(a) the county executive of a county of the first class on behalf of the county of the first
178	class, if the facility is or will be located in the county of the first class in a location other than
179	Salt Lake City;

(c) a nonprofit entity approved by the homelessness council, with the concurrence of

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181 182 (b) the state;

the coordinator; and

183	(d) a mayor of a municipality on behalf of the municipality where a facility is or will be
184	located.
185	(6) (a) If a homeless shelter commits to provide any amount of matching funds under
186	this Subsection (6), the homelessness council, with the concurrence of the coordinator, may
187	award a grant for the ongoing operations of the homeless shelter.
188	(b) In awarding a grant under this Subsection (6), the homelessness council, with the
189	concurrence of the coordinator, shall consider:
190	(i) the number of beds available at the homeless shelter [and];
191	(ii) the number and quality of the homeless services provided by the homeless
192	shelter[-]; and
193	(iii) the amount of matching funds provided by the homeless shelter.
194	(7) The office may expend money from the restricted account to offset actual office and
195	homelessness council expenses related to administering this section.
196	Section 4. Section 35A-16-402 is amended to read:
197	35A-16-402. Homeless Shelter Cities Mitigation Restricted Account Formula
198	for disbursing account funds to eligible municipalities.
199	(1) There is created a restricted account within the General Fund known as the
200	Homeless Shelter Cities Mitigation Restricted Account.
201	(2) The account shall be funded by:
202	(a) local sales and use tax revenue deposited into the account in accordance with
203	Section 59-12-205;
204	(b) interest earned on the account; and
205	(c) appropriations made to the account by the Legislature.
206	(3) The office shall administer the account.
207	(4) (a) Subject to appropriations, the office shall annually disburse funds from the
208	account as follows:
209	(i) 87.5% shall be disbursed to first-tier eligible municipalities that have been approved
210	to receive account funds under Section 35A-16-403, of which:
211	(A) 70% of the amount described in Subsection (4)(a)(i) shall be disbursed
212	proportionately among applicants based on the total number of individuals experiencing
213	homelessness who are served by eligible shelters within each municipality, as determined by

214	the	office:
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(B) 20% of the amount described in Subsection (4)(a)(i) shall be disbursed proportionately among applicants based on the total number of individuals experiencing homelessness who are served by eligible shelters within each municipality as compared to the total population of the municipality, as determined by the office; and

- (C) 10% of the amount described in Subsection (4)(a)(i) shall be disbursed proportionately among applicants based on the total year-round capacity of all eligible shelters within each municipality, as determined by the office;
- (ii) 2.5% shall be disbursed to second-tier eligible municipalities that have been approved to receive account funds under Section 35A-16-403, of which:
- (A) 70% of the amount described in Subsection (4)(a)(ii) shall be disbursed proportionately among applicants based on the total number of individuals experiencing homelessness who are served by eligible shelters within each municipality, as determined by the office;
- (B) 20% of the amount described in Subsection (4)(a)(ii) shall be disbursed proportionately among applicants based on the total number of individuals experiencing homelessness who are served by eligible shelters within each municipality as compared to the total population of the municipality, as determined by the office; and
- (C) 10% of the amount described in Subsection (4)(a)(ii) shall be disbursed proportionately among applicants based on the total year-round capacity of all eligible shelters within each municipality, as determined by the office; and
- (iii) 10% shall be disbursed to third-tier eligible municipalities that have been approved to receive account funds under Section 35A-16-403, in accordance with a formula established by the office and approved by the homelessness council.
- (b) In disbursing funds to second-tier municipalities under Subsection (4)(a)(ii), the maximum amount of funds that the office may disburse each year to a single second-tier municipality may not exceed 50% of the total amount of funds disbursed under Subsection (4)(a)(ii).
- (c) The office may disburse funds under Subsection (4)(a)(iii) to an authorized provider of a third-tier eligible municipality.
  - (d) The office may disburse funds to a third-tier municipality or an authorized provider

245	under Subsection (4)(a)(iii) regardless of whether the municipality receives funds under
246	Subsection (4)(a)(i) as a first-tier municipality or funds under Subsection (4)(a)(ii) as a
247	second-tier municipality.
248	(e) [H] Except as provided in Subsection (4)(f), if any account funds are available to
249	the office for disbursement under this section after making the disbursements required in
250	Subsection (4)(a), the office may disburse the available account funds to third-tier
251	municipalities that have been approved to receive account funds under Section 35A-16-403.
252	(f) The office may use any uncommitted account funds for disbursements under this
253	section in the following year.
254	(5) The office may use up to 2.75% of any appropriations made to the account by the
255	Legislature to offset the office's administrative expenses under this part.
256	Section 5. Section <b>35A-16-403</b> is amended to read:
257	35A-16-403. Eligible municipality application process for Homeless Shelter Cities
258	Mitigation Restricted Account funds.
259	(1) An eligible municipality may apply for account funds to mitigate the impacts of the
260	location of an eligible shelter through the provision of eligible services within the eligible
261	municipality's boundaries.
262	(2) (a) The homelessness council shall set aside time on the agenda of a homelessness
263	council meeting that occurs before the beginning of the next fiscal year to allow an eligible
264	municipality to present a request for account funds for that next fiscal year.
265	(b) An eligible municipality may present a request for account funds by:
266	(i) sending an electronic copy of the request to the homelessness council before the
267	meeting; and
268	(ii) appearing at the meeting to present the request.
269	(c) The request described in Subsection (2)(b)(ii) shall contain:
270	(i) a proposal outlining the need for eligible services, including a description of each
271	eligible service for which the eligible municipality requests account funds;
272	(ii) a description of the eligible municipality's proposed use of account funds;
273	(iii) a description of the outcomes that the funding would be used to achieve, including
274	indicators that would be used to measure progress toward the specified outcomes; and
275	(iv) the amount of account funds requested.

(d) (i) On or before September 30, an eligible municipality that received account funds during the previous fiscal year shall file electronically with the homelessness council a report that includes:

- (A) a summary of the amount of account funds that the eligible municipality expended and the eligible municipality's specific use of those funds;
- (B) an evaluation of the eligible municipality's effectiveness in using the account funds to address the eligible municipality's needs due to the location of an eligible shelter;
- (C) an evaluation of the eligible municipality's progress regarding the outcomes and indicators described in Subsection (2)(c)(iii); and
- (D) any proposals for improving the eligible municipality's effectiveness in using account funds that the eligible municipality may receive in future fiscal years.
- (ii) The homelessness council may request additional information as needed to make the evaluation described in Subsection (2)(e).
- (e) The homelessness council shall evaluate a request made in accordance with this Subsection (2) and may take the following factors into consideration in determining whether to approve or deny the request:
- (i) the strength of the proposal that the eligible municipality provided to support the request;
- (ii) if the eligible municipality received account funds during the previous fiscal year, the efficiency with which the eligible municipality used any account funds during the previous fiscal year;
- (iii) the availability of funding for the eligible municipality under Subsection 35A-16-402(4);
- (iv) the availability of alternative funding for the eligible municipality to address the eligible municipality's needs due to the location of an eligible shelter; and
  - (v) any other considerations identified by the homelessness council.
- (f) After making the evaluation described in Subsection (2)(e), and subject to Subsection (2)(g), the homelessness council shall vote to either approve or deny an eligible municipality's request for account funds.
- 305 (g) (i) Except as provided in Subsection (2)(g)(ii), an eligible municipality may not receive account funds under this section unless the eligible municipality enforces:

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experiencing homelessness.

307	(A) [enforces] an ordinance that prohibits camping; and
308	(B) an ordinance that prohibits conduct that impedes or blocks traffic in violation of
309	<u>Subsection</u> 41-6a-1009(4).
310	(ii) Subsection (2)(g)(i)(A) does not apply if each homeless shelter located within the
311	county in which the eligible municipality is located is at full capacity, as defined by rule made
312	by the office in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act.
313	(h) If the homelessness council approves an eligible municipality's request to receive
314	account funds under Subsection (2)(f), the office, subject to appropriation, shall calculate the
315	amount of funds for disbursement to the eligible municipality under Subsection
316	35A-16-402(4).
317	(3) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
318	office shall make rules governing the process for calculating the amount of funds that an
319	eligible municipality may receive under Subsection 35A-16-402(4).
320	Section 6. Section <b>35A-16-701</b> is amended to read:
321	<b>35A-16-701.</b> Definitions.
322	As used in this part:
323	(1) "Affected county" means a county of the first, second, third, or fourth class in
324	which a code blue event is anticipated.
325	(2) "Applicable local homeless council" means the local homeless council that is
326	responsible for coordinating homeless response within an affected county.
327	(3) "Capacity limit" means a limit as to the number of individuals that a homeless
328	shelter may provide temporary shelter to under a conditional use permit.
329	(4) "Code blue alert" means a proclamation issued by the Department of Health and
330	Human Services under Section 35A-16-702 to alert the public of a code blue event.
331	(5) "Code blue event" means a weather event in which the National Weather Service
332	predicts temperatures of [15] 18 degrees Fahrenheit or less, including wind chill, or any other
333	extreme weather conditions established in rules made by the Department of Health and Human
334	Services under Subsection 35A-16-702(4), to occur in any county of the first, second, third, or
335	fourth class for two hours or longer within the next 24 to 48 hours.
336	(6) "Homeless shelter" means a facility that provides temporary shelter to individuals

338	(7) "Municipality" means a city, town, or metro township.
339	Section 7. Section <b>35A-16-702</b> is amended to read:
340	35A-16-702. Code blue alert Content Dissemination Rulemaking.
341	(1) The Department of Health and Human Services shall:
342	(a) monitor and evaluate forecasts and advisories produced by the National Weather
343	Service;
344	(b) issue a code blue alert under this section if the Department of Health and Human
345	Services identifies a code blue event; and
346	(c) disseminate the code blue alert to:
347	(i) the public at large;
348	(ii) homeless shelters located within an affected county;
349	(iii) local government entities located within an affected county;
350	(iv) the office; and
351	(v) any other relevant public or private entities that provide services to individuals
352	experiencing homelessness within an affected county.
353	(2) The code blue alert shall:
354	(a) identify each affected county;
355	(b) specify the duration of the code blue alert;
356	(c) describe the provisions that take effect for the duration of the code blue alert as
357	described in Section 35A-16-703; and
358	(d) include the information prepared by the office under Subsection (3).
359	(3) (a) The office shall prepare and regularly update information to assist individuals
360	experiencing homelessness during a code blue event, including:
361	(i) the location and availability of homeless shelters and other community resources
362	and services for individuals experiencing homelessness;
363	(ii) information regarding public safety and emergency services; and
364	(iii) any other information considered relevant by the office.
365	(b) The office shall submit to the Department of Health and Human Services the
366	information prepared and updated under Subsection (3)(a).
367	(4) (a) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
368	the Department of Health and Human Services, in coordination with the office, shall make

309	rules to implement this section.
370	(b) The rules under Subsection (4)(a) shall:
371	(i) establish any extreme weather conditions that warrant the issuance of a code blue
372	alert; and
373	(ii) establish standards for:
374	(A) monitoring and evaluating National Weather Service forecasts and advisories to
375	identify code blue events;
376	(B) issuing code blue alerts under this section, including the form, content, and
377	dissemination of code blue alerts;
378	(C) the provisions that take effect within an affected county for the duration of a code
379	blue alert[, as provided in] under Section 35A-16-703; and
380	(D) coordinating with the office to receive the information described in Subsection (3).
381	(5) Nothing in this section prohibits a municipality from [issuing a safety alert based on
382	other] implementing emergency plans or other measures to assist individuals experiencing
383	homelessness at times when environmental conditions [that] present a substantial threat to the
384	health or safety of individuals experiencing homelessness, provided that the emergency plans
385	or other measures implemented by the municipality do not conflict with any applicable
386	provisions in effect during a code blue event under Section 35A-16-703.
387	Section 8. Section <b>59-12-205</b> is amended to read:
388	59-12-205. Ordinances to conform with statutory amendments Distribution of
389	tax revenue Determination of population.
390	(1) To maintain in effect sales and use tax ordinances adopted pursuant to Section
391	59-12-204, a county, city, or town shall adopt amendments to the county's, city's, or town's
392	sales and use tax ordinances:
393	(a) within 30 days of the day on which the state makes an amendment to an applicable
394	provision of Part 1, Tax Collection; and
395	(b) as required to conform to the amendments to Part 1, Tax Collection.
396	(2) (a) Except as provided in Subsections (3) and (4) and subject to Subsection (5):
397	(i) 50% of each dollar collected from the sales and use tax authorized by this part shall
398	be distributed to each county, city, and town on the basis of the percentage that the population
399	of the county, city, or town bears to the total population of all counties, cities, and towns in the

400 state; and

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- (ii) (A) except as provided in Subsections (2)(a)(ii)(B), (C), and (D), 50% of each dollar collected from the sales and use tax authorized by this part shall be distributed to each county, city, and town on the basis of the location of the transaction as determined under Sections 59-12-211 through 59-12-215;
- (B) 50% of each dollar collected from the sales and use tax authorized by this part within a project area described in a project area plan adopted by the military installation development authority under Title 63H, Chapter 1, Military Installation Development Authority Act, shall be distributed to the military installation development authority created in Section 63H-1-201;
- (C) beginning July 1, 2022, 50% of each dollar collected from the sales and use tax authorized by this part within a project area under Title 11, Chapter 58, Utah Inland Port Authority Act, shall be distributed to the Utah Inland Port Authority, created in Section 11-58-201; and
- (D) 50% of each dollar collected from the sales and use tax authorized by this part within the lake authority boundary, as defined in Section 11-65-101, shall be distributed to the Utah Lake Authority, created in Section 11-65-201, beginning the next full calendar quarter following the creation of the Utah Lake Authority.
- (b) Subsection (2)(a)(ii)(C) does not apply to sales and use tax revenue collected before July 1, 2022.
  - (3) (a) As used in this Subsection (3):
    - (i) "Eligible county, city, or town" means a county, city, or town that:
- 422 (A) for fiscal year 2012-13, received a tax revenue distribution under Subsection (3)(b) 423 equal to the amount described in Subsection (3)(b)(ii); and
- 424 (B) does not impose a sales and use tax under Section 59-12-2103 on or before July 1, 425 2016.
  - (ii) "Minimum tax revenue distribution" means the total amount of tax revenue distributions an eligible county, city, or town received from a tax imposed in accordance with this part for fiscal year 2004-05.
- 429 (b) An eligible county, city, or town shall receive a tax revenue distribution for a tax 430 imposed in accordance with this part equal to the greater of:

431	(i) the payment required by Subsection (2); or
432	(ii) the minimum tax revenue distribution.
433	(4) (a) For purposes of this Subsection (4):
434	(i) "Annual local contribution" means the lesser of \$275,000 or an amount equal to
435	2.55% of the participating local government's tax revenue distribution amount under
436	Subsection (2)(a)(i) for the previous fiscal year.
437	(ii) "Participating local government" means a county or municipality, as defined in
438	Section 10-1-104, that is not an eligible municipality certified in accordance with Section
439	35A-16-404.
440	(b) For revenue collected from the tax authorized by this part that is distributed on or
441	after January 1, 2019, the commission, before making a tax revenue distribution under
442	Subsection (2)(a)(i) to a participating local government, shall:
443	(i) adjust a participating local government's tax revenue distribution under Subsection
444	(2)(a)(i) by:
445	(A) subtracting an amount equal to one-twelfth of the annual local contribution for
446	each participating local government from the participating local government's tax revenue
447	distribution; and
448	(B) if applicable, reducing the amount described in Subsection (4)(b)(i)(A) by an
449	amount equal to one-twelfth of \$250 for each bed that is available at all homeless shelters
450	located within the boundaries of the participating local government, as reported to the
451	commission by the Office of Homeless Services in accordance with Section 35A-16-405; and
452	(ii) deposit the resulting amount described in Subsection (4)(b)(i) into the Homeless
453	Shelter Cities Mitigation Restricted Account created in Section 35A-16-402.
454	(c) For a participating local government that qualifies to receive a distribution
455	described in Subsection (3), the commission shall apply the provisions of this Subsection (4)
456	after the commission applies the provisions of Subsection (3).
457	(5) (a) As used in this Subsection (5):
458	(i) "Annual dedicated sand and gravel sales tax revenue" means an amount equal to the
459	total revenue an establishment described in NAICS Code 327320, Ready-Mix Concrete
460	Manufacturing, of the 2022 North American Industry Classification System of the federal
461	Executive Office of the President, Office of Management and Budget, collects and remits under

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- (ii) "Sand and gravel" means sand, gravel, or a combination of sand and gravel.
  - (iii) "Sand and gravel extraction site" means a pit, quarry, or deposit that:
- 465 (A) contains sand and gravel; and
- 466 (B) is assessed by the commission in accordance with Section 59-2-201.
- 467 (iv) "Ton" means a short ton of 2,000 pounds.
- 468 (v) "Tonnage ratio" means the ratio of:
  - (A) the total amount of sand and gravel, measured in tons, sold during a calendar year from all sand and gravel extraction sites located within a county, city, or town; to
  - (B) the total amount of sand and gravel, measured in tons, sold during the same calendar year from sand and gravel extraction sites statewide.
  - (b) For purposes of calculating the ratio described in Subsection (5)(a)(v), the commission shall:
  - (i) use the gross sales data provided to the commission as part of the commission's property tax valuation process; and
  - (ii) if a sand and gravel extraction site operates as a unit across municipal or county lines, apportion the reported tonnage among the counties, cities, or towns based on the percentage of the sand and gravel extraction site located in each county, city, or town, as approximated by the commission.
  - (c) (i) Beginning July 2023, and each July thereafter, the commission shall distribute from total collections under this part an amount equal to the annual dedicated sand and gravel sales tax revenue for the preceding calendar year to each county, city, or town in the same proportion as the county's, city's, or town's tonnage ratio for the preceding calendar year.
  - (ii) The commission shall ensure that the revenue distributed under this Subsection (5)(c) is drawn from each jurisdiction's collections in proportion to the jurisdiction's share of total collections for the preceding 12-month period.
  - (d) A county, city, or town shall use revenue described in Subsection (5)(c) for class B or class C roads.
  - (6) (a) Population figures for purposes of this section shall be based on the most recent official census or census estimate of the United States Bureau of the Census.
    - (b) If a needed population estimate is not available from the United States Bureau of

493	the Census, population figures shall be derived from the estimate from the Utah Population
494	Committee.
495	(c) The population of a county for purposes of this section shall be determined only
496	from the unincorporated area of the county.

H.B. 421

497 Section 9. **Effective date.** 

01-29-24 11:10 AM

This bill takes effect on May 1, 2024.

499 Section 10. **Retrospective operation.** 

Section 59-12-205 has retrospective operation for a taxable year beginning on or after

501 <u>January 1, 2024.</u>