



House of Representatives *State of Utah*

UTAH STATE CAPITOL COMPLEX • 350 STATE CAPITOL
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February 20, 2025

Mr. Speaker,

The Revenue and Taxation Committee recommends **H.B. 389**, CHILD CARE BUSINESS TAX CREDIT, by Representative J. E. Thompson, be replaced and reports a favorable recommendation on **1st Sub. H.B. 389**, CHILD CARE BUSINESS TAX CREDIT with the following amendments:

1. *Page Line 28 through 35:*

28 Revenue Code.
 29 (b)"Qualified child care expenditure" means the amount paid or incurred ~~{-}~~
 30 ~~{(f)}~~ for the operating costs of a qualified child care facility of the employer,
 including
 31 costs related to training employees, offering scholarship programs, and providing
 32 increased compensation to employees with higher levels of child care training ~~{-}~~
~~or}~~
 33 ~~{(ii)under a contract with a qualified child care facility to provide child care~~
~~services}~~
 34 ~~{to the employer's employees.}~~
 35 (c)"Qualified child care facility" means the same as that term is defined in Section
 45F.

2. *Page Line 49 through 55:*

49 construct, rehabilitate, or expand property:
 50 (i)for a qualified child care facility of the employer; **and**
 51 (ii)with respect to which the employer is allowed a deduction for depreciation, or
 52 amortization in lieu of depreciation ~~{-; and}~~ ~~{-}~~
 53 ~~{(iii)that is not part of the principal residence of the employer or an~~
~~employee of the-~~
 54 ~~{employer.}~~
 55 (e)"Qualifying taxpayer" means a taxpayer that:

Respectfully,

Joseph Elison
Vice-Chair

Voting: 8-3-0

5 HB0389.HC1.wpd 2/20/25 5:39 pm csttt/RBO avarthur/ajanak

Bill Number



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Action Class



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