



Fiscal Note
2nd Sub. H.B. 210 (Gray)
 2026 General Session
 Tax Penalties Amendments
 by Ballard, Melissa G.



General, Income Tax, and Uniform School Funds

JR4-4-101

| | Ongoing | One-time | Total |
|----------------------------|-------------|---------------|-------------|
| Net GF/ITF/USF (rev.-exp.) | \$1,288,900 | \$(1,596,100) | \$(307,200) |

State Government

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

| Revenues | FY 2026 | FY 2027 | FY 2028 |
|---------------------------|------------|--------------------|--------------------|
| Income Tax Fund | \$0 | \$1,288,900 | \$1,288,900 |
| Income Tax Fund, One-time | \$0 | \$(1,588,300) | \$0 |
| Total Revenues | \$0 | \$(299,400) | \$1,288,900 |

Enactment of this legislation could decrease Income Tax Fund revenue by \$299,400 in FY 2027 and increase total income tax liability \$1,288,900 in FY 2028 due to the net effect of modifying income thresholds and enacting a tax credit for married fillers.

| Expenditures | FY 2026 | FY 2027 | FY 2028 |
|---------------------------|------------|----------------|------------|
| Income Tax Fund, One-time | \$0 | \$7,800 | \$0 |
| Total Expenditures | \$0 | \$7,800 | \$0 |

Enactment of this legislation may cost the Tax Commission \$7,800 one-time from the Income Tax Fund in FY 2027 for system modifications to administer the provisions of the legislation.

| | FY 2026 | FY 2027 | FY 2028 |
|----------------------|------------|--------------------|--------------------|
| Net All Funds | \$0 | \$(307,200) | \$1,288,900 |

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)

Enactment of this legislation could increase tax liability for about 113,000 taxpayers by an average of \$161, and decrease tax liability for about 125,000 taxpayers by an average of \$150 ongoing beginning in FY 2027 due to the net effect of modifying income thresholds and enacting a tax credit for married fillers. In aggregate, enactment of this legislation may decrease the total income tax liability of taxpayers by \$299,400 in FY 2027 and increase total income tax liability \$1,288,900 in FY 2028.

Regulatory Impact

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

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

Performance Evaluation

JR1-4-601

This bill does not create a new program or significantly expand an existing program.

Notes on Notes

Fiscal explanations 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 explanation is not an appropriation. The Legislature decides appropriations separately.