



Fiscal Note
2nd Sub. H.B. 587 (Gray)
 2026 General Session
 Income Tax Amendments
 by Eliason, Steve



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(101,000,000)	\$(23,303,900)	\$(124,303,900)

State Government

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

Revenues	FY 2026	FY 2027	FY 2028
Income Tax Fund	\$0	\$(101,000,000)	\$(101,000,000)
Income Tax Fund, One-time	\$(1,300,000)	\$(22,000,000)	\$0
Total Revenues	\$(1,300,000)	\$(123,000,000)	\$(101,000,000)

Enactment of this legislation could reduce Income Tax Fund revenue by an estimated \$1,300,000 in FY 2026, \$123,000,000 in FY 2027, and \$101,000,000 in FY 2028, resulting from the lower income tax rate.

Expenditures	FY 2026	FY 2027	FY 2028
Income Tax Fund, One-time	\$0	\$3,900	\$0
Total Expenditures	\$0	\$3,900	\$0

Enactment of this legislation could cost the Tax Commission an estimated \$3,900 one-time from the Income Tax Fund in FY 2027 to implement changes to the State's tax systems, forms, instructions, training and processes.

	FY 2026	FY 2027	FY 2028
Net All Funds	\$(1,300,000)	\$(123,003,900)	\$(101,000,000)

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 reduce income taxes for individuals and businesses by an estimated \$1,300,000 in FY 2026, \$123,000,000 in FY 2027, and \$101,000,000 in FY 2028 in aggregate, resulting from the lower income tax rate; individual impacts will vary.

Regulatory Impact

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

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

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.