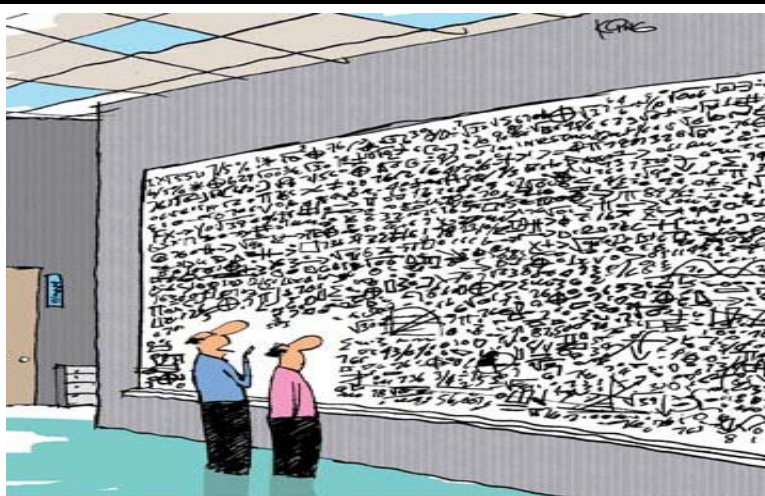


2018
LEGISLATIVE UPDATE



CHAIRMAN JOHN L. VALENTINE
UTAH STATE TAX COMMISSION
MAY 24, 2018

2018 Legislative Update



“...and that, in simple terms, is the new, proposed tax reform plan.”

Tax Administration

H.B. 316

Tax Commission Information Sharing Amendments

Rep. Last



Income Tax

H.B. 53

Military Spouse Income Tax Amendments

Rep. Eliason




Income / Property Tax

H.B. 293
 Tax Rebalancing Revisions
 Rep. Last



Individual Income Tax

Name: Average Joe
 Filing Status: Married Filing Joint
 Dependents : 3 Children
 FAGI: \$70,000

Average Joe	2017	2018 BEFORE Utah Changes
	\$70,000 income	\$70,000 income
	\$15,190 personal exemptions	\$0 personal exemptions
	\$12,700 Standard Deduction	\$24,000 Standard Deduction
	\$1,126 Utah Taxpayer Tax Credit	\$893 Utah Taxpayer Tax Credit
	5% Utah Tax Rate	5% Utah Tax Rate
	\$2,374 Utah Income Tax	\$2,607 Utah Income Tax
	DIFFERENCE	\$233 (about 10% increase)

Individual Income Tax

Name: Average Joe
 Filing Status: Married Filing Joint
 Dependents : 3 Children
 FAGI: \$70,000

Average Joe



2017	2018 AFTER Utah Changes
\$70,000 income	\$70,000 income
\$15,190 personal exemptions	\$0 personal exemptions
\$12,700 Standard Deduction	\$24,000 Standard Deduction
\$1,126 Utah Taxpayer Tax Credit	\$893 Utah Taxpayer Tax Credit
5% Utah Tax Rate	4.95% Utah Tax Rate
\$2,374 Utah Income Tax	\$2,572 Utah Income Tax
DIFFERENCE	\$198 (about 8% increase)

Sales Tax

S.B. 37

Sales and Use Tax Exemption Amendments

Sen. Stephenson



Motor Vehicle

S.B. 42

Support Special Group Historical License Plate

Sen. Fillmore



Motor Vehicle

S.B. 71

Road Tolls Provisions

Sen. Niederhauser



Property Tax

S.B. 76

Commercial Property Tax Amendments

Sen. Hemmert



Motor Vehicle

S.B. 119

Special Group License Plate Amendments

Sen. Henderson



Motor Vehicle / Sales Tax

S.B. 136
Transportation Governance Amendments
Sen. Harper



Income Tax

S.B. 141
Electric Energy Amendments
Sen. Bramble



Sales Tax

S.B. 233

Sales and Use Tax Amendments

Sen. Stephenson



Sales Tax

S.B. 235

Homeless Shelter Funding Amendments

Sen. Davis



Income Tax

S.B. 244

Tax Reform Provisions

Sen. Stephenson



Special Session?

KEY ISSUES

Special Session Tax Issues:

- Clarify the definition of “unadjusted income” to account for repatriation and GILTI income.
- Clarify that the 8 year deferred repayment applies to corporate repatriation income reported for 2017 tax year.

Special Session?

KEY ISSUES

Special Session Tax Issues:

- Match Utah corporate NOL treatment to Utah individual and partnership NOL treatment.
- Clarify the definition of “dependent” and “dependent beneficiary” under Utah code.

QUESTIONS?

