



Nate Runyan

Partner
801.799.5934
Salt Lake City
nrunyan@hollandhart.com



Kate Bradshaw

Director of Government Affairs
801.799.5711
Salt Lake City
kabradshaw@hollandhart.com



Mark Buchi

Senior Counsel
801.799.5885
Salt Lake City
mkbuchi@hollandhart.com

Utah Tax Restructuring and Equalization Task Force Releases Draft of Tax Restructuring Policy Proposal

Insight — 10/22/2019

In an effort to address Utah's structural tax revenue imbalance, the Utah Tax Restructuring and Equalization Task Force released a draft of its tax restructuring policy proposal (Proposal). The Proposal is authored by Senator Lyle Hillyard (R-Logan) and Representative Francis Gibson (R-Mapleton) and outlines a tax structure that would provide the Legislature increased flexibility in deciding how to fund state programs and address policy concerns. The Proposal is a result of feedback the Task Force received from eight listening tours it hosted throughout the State and four issue study sessions. It will be the subject of the next Task Force meeting on October 22 at 4:30 pm.

Highlights of the Proposal include:

- An overall income tax cut of approximately \$75 million (affecting both corporations and individuals)
- Restoring full sales tax to unprepared food (with offsets for low income)
- Limited expansion of sales tax to services
- Removal of some sales tax exemptions
- Additional sales tax to gas and assessed at the distributor level
- Transitioning to direct user fees for transportation costs

Holland & Hart's Government Affairs and State & Local Tax teams are available to discuss the proposal in more detail and its potential effects on businesses and individuals.

This publication is designed to provide general information on pertinent legal topics. The statements made are provided for educational purposes only. They do not constitute legal or financial advice nor do they necessarily reflect the views of Holland & Hart LLP or any of its attorneys other than the author(s). This publication is not intended to create an attorney-client relationship between you and Holland & Hart LLP. Substantive changes in the law subsequent to the date of this publication might affect the analysis or commentary. Similarly, the analysis may differ



Billy Hesterman

Government Affairs Specialist
801.799.5709
Salt Lake City
WSHesterman@hollandhart.com

depending on the jurisdiction or circumstances. If you have specific questions as to the application of the law to your activities, you should seek the advice of your legal counsel.