The Utah Department of Transportation (UDOT) will extend the I-15 Express Lanes from Layton Parkway to I-84 in Riverdale. This project will help increase mobility and reduce congestion along I-15. Construction is expected to begin early spring and continue through 2020.

Additional Improvements Include:
- New bridges over I-15 at Church Street and 200 South
- Extended the on-ramp from Layton Parkway to Hill Field Road
- Bridge widening and deck replacements at seven locations
- Ramp meters at the on-ramps from Riverdale Road, 650 North, 700 South and 200 South
- Improved northbound on- and offramps at 5600 South

What to Expect:
- Day and night work, seven days a week
- All lanes open during daytime hours, Monday through Friday
- Narrow, shifted lanes on I-15
- Occasional noise, dust or vibration

Contact the project team with questions and to sign up for updates.
H.B. 441 includes many provisions to modernize Utah’s tax codes, including:

- **Anticipate future new economic activity**
  - By including all services in the new base, with limited exceptions, the bill is structured to automatically apply to future services that do not exist today.

- **Broaden the sales tax base to include all services with the following exemptions:**
  - Agriculture, forestry, fishing and hunting services
  - Construction services if provided for construction of new buildings, roads, or bridges. Except for:
    - some heavy and civil engineering construction
    - electrical contractor services
    - plumbing and HVAC contractor services
  - Land Subdivision services
  - Manufacturing services
  - Wholesale trade services
  - Scheduled passenger air transportation and support services for air transportation
  - Ground freight transportation services
  - Transit and school bus services
  - USPS Postal Services
  - Library Services
  - Financial Services except for financial investment services
  - Leases of residential and commercial real estate
  - Real estate brokerage services
  - Professional employer organization services
  - K-12, college, university, and trade school services
  - Educational support services
  - Health care services except for cosmetic medical procedures
  - Religious organization services
  - Grantmaking and giving services
  - Social advocacy and civic organization services
  - Public administration services
  - Sales of services solely provided by individuals under age 18

- **Implement excise tax in lieu of sales tax expansion in certain cases**
  - Medical insurance premium tax of 1%
    - Paid by the insurer
  - Real estate transfer tax of 0.075% on all real estate transactions except refinances
    - Includes, raw land, lots, commercial and residential buildings
    - Paid by the purchaser
    - Collected by title company

- **Eliminate 15 sales tax exemptions**
  - Electricity to ski resorts for lifts
  - Ski resort equipment and parts
  - Machinery or equipment purchased by the film industry and used to produce certain media
  - Address list or database used to send direct mail
  - Database access (viewing or retrieval of information)
  - Aircraft manufactured in Utah
  - Vending machine food sold for $1 or less under certain circumstances
  - Unassisted cleaning of property (coin operated laundry, etc.)
  - Tangible personal property (including vehicles) trade-ins as part of payment for purchase
  - Car wash that does not include interior cleaning
  - Newspapers, including subscriptions
  - Admissions to college athletic events
  - Water
  - Textbooks purchased by a student (not including a college book store)
Expanded base is offset by decreased rates and credits

- The General Fund's tax base is broadened by an estimated $36 Billion
- These increases in the base are offset by:
  - Sales tax rate reduction to 3.10%
  - Income tax rate reduction to 4.75%
  - Expanded Utah Personal Exemption for low-to-middle income Utahns
    - Full expansion to level prior to federal tax reform for those making up to $70,000 (Joint filing status)
  - EITC for Utahns experiencing intergenerational poverty
  - 10% of federal EITC amount
  - Social security benefits individual income tax credit
- Implementation structure that phases-in the reduced sales tax rate to ensure assumptions are validated
  - Jan. 1, 2020 - state sales and use tax rate reduced from 4.7% to 3.9%
  - Oct. 1, 2020 - if sales and use tax revenue collections meet or exceed revenue estimates, state rate reduced from 3.9% to 3.1%
  - Fiscal Years 2019-2020 and 2020-2021 - any revenues collected in excess of revenue estimates put in restricted account to be used to lower sales and use tax rates
- Hold harmless provisions for local option sales taxes
  - Maintain statewide local rates (1.0% + 0.25%)
  - Beginning Jan. 1, 2020 any revenue in excess of previous year collection + growth factor put in restricted account for hold harmless distribution
    - Growth factor = CPI growth + statewide population growth
  - Reduce variable local option rates (0% - 2.75%) proportionate to new base
  - Reduced by 17% of original rate once on Jan 1, 2020 and once on Oct 1, 2020
  - Any revenue losses can be offset with restricted account funds

---

**Tax change for the "Typical" Utahn**


- Spending or taxable items pre-change: 40%
- Spending on taxable items post-change: 48%
- Net Tax Reduction: $640

<table>
<thead>
<tr>
<th>Broader Sales Tax Base</th>
<th>Lower General Sales Tax Rate to 3.1%</th>
<th>Expand Personal Exemptions for &lt;$70K in Income</th>
<th>Income Tax Rate to 4.75%</th>
</tr>
</thead>
<tbody>
<tr>
<td>500</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>400</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>300</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>200</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>100</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>50</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>30</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>20</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>10</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>5</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>3</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>0.5</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

---

OFFICE OF LEGISLATIVE RESEARCH AND GENERAL COUNSEL | OFFICE OF THE LEGISLATIVE FISCAL ANALYST