SEVENTEENTH BIENNIAL REPORT

of the

UTAH STATE TAX COMMISSION

FOR THE FISCAL YEARS

1963-1964

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BIENNIAL REPORT
OF THE
STATE TAX COMMISSION

ORVILLE GUNTHER
Chairman

DONALD T. ADAMS

ARIAS G. BELNAP

ALLAN M. LIPMAN
Commissioners

G. W. BARBEN
Executive Secretary

ROSCOE E. HAMMOND
Consultant

FOR THE PERIOD FROM JULY 1, 1962 TO JUNE 30, 1964

THE STATE OF UTAH
STATE TAX COMMISSION
200 STATE OFFICE BUILDING
SALT LAKE CITY

COMMISSIONERS
ORVILLE GUNTHER
CHAIRMAN
ALLAN M. LIPMAN
ARIAS G. BELNAP
DONALD T. ADAMS

G.W. BARBEN
EXECUTIVE SECRETARY

January 4, 1965

To His Excellency
The Honorable Calvin L. Rampton, Governor
and Members of the Legislature of the
State of Utah

Gentlemen:

We submit herewith the biennial report of the State Tax Commission covering the period from July 1, 1962 to June 30, 1964, with recommendations as to such legislation as will correct or eliminate defects in the operations of the tax laws, and will equalize the burden of taxation within the State.

This report is made in compliance with the requirements of the law as stated in Section 59-5-46, Utah Code Annotated 1953, as amended.

Respectfully submitted,

STATE TAX COMMISSION

Chairman

Commissioners

Executive Secretary

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SUMMARY OF THE RECOMMENDATIONS

We respectfully recommend that:

Cigarette Tax

1. Section 59-18-10 be amended to provide that all of the revenue which is received from the operation of the cigarette tax to be credited either to the Uniform School Fund or the General Fund.

Individual Income Tax

2. The Legislature make a thorough study of the Utah Individual Income Tax Act and of the United States Internal Revenue Code dealing with individual income taxation for the purpose of determining whether the Utah law should be amended to conform with the Internal Revenue Code.

3. The withholding tax provision of the Individual Income Tax Act be amended to provide that a ten per cent penalty be imposed in the case of late payment or late filing of the withholding tax return instead of the twenty-five per cent penalty as now provided.

Insurance Premium Tax

4. Section 31-14-4 of the insurance premium tax law be amended to provide that insurance companies which pay the premium tax under the provisions of the self-insurers feature of the law be required to file their returns on a calendar year basis instead of the fiscal year.

Motor Fuel Tax

5. The legal incidence of the the motor fuel tax be placed on the refiner, the distributor or importer and not on the consumer.

6. The special fuel tax law be amended to provide that the same penalty which is now imposed upon the special fuel tax dealer be also imposed upon the user who does not buy his special fuel from a licensed user dealer.

Motor Vehicle Registration

7. The motor vehicle registration act be amended for the purpose of improving administrative procedures and to eliminate conflicts and that the Uniform Vehicle Code be used as a basis for the proposed amendments.

8. An appropriation be made to provide for complete background reflectorization of motor vehicle license plates.

Motor Vehicle Dealers and Salesmen Act

9. The Motor Vehicle Dealers and Salesmen Act be amended to provide that the individuals and corporations which lease vehicles be required to come under the jurisdiction of the Motor Vehicle Dealers Administration in the same manner that motor vehicle dealers now are required.

10. The Motor Vehicle Dealers and Salesmen Act be amended to provide that when a motor vehicle salesman changes his employment from one dealership to another that he pay a $5.00 transfer fee to help pay the cost of the administration of this act.

Oleomargarine Tax

11. The oleomargarine tax law be either repealed or amended to provide for the collection of the tax through the use of stamps.

Property Tax

12. The Legislature propose an amendment to the Constitution of Utah to authorize the Legislature to exempt motor vehicles from property taxation and to enact an excise tax in lieu thereof to be distributed to the various taxing units.

13. Section 17-21-22, Utah Code Annotated 1953 be amended to provide that all changes in recording ownership of real property made during any calendar year be transmitted monthly to the county assessor on or before the last day of the month following the month in which the change was recorded in the office of the county recorder.

Sales and Use Tax

14. The sales and use tax laws be rewritten and combined in one act.

15. The sales tax law be a change to vendor or retailer type tax rather than a consumer tax.

16. The sales tax law be amended to include the taxation of sales of power by non-profit electrical corporations organized under the provisions of the Rural Electrification Act.

17. The sales and use tax law be amended to provide that six per cent interest be allowed taxpayers on overpayments of the sales or use tax.

18. The exemption of the sale of draft beer sold for consumption on the premises, as provided in Section 59-15-6 of the sales tax act, be repealed.

State Tax System Committee

19. Sections 59-19-1 to 59-19-7, inclusive, which provide for the appointment of a committee to recommend new legislation and amendments to existing legislation to the 27th Legislature or to any Special Session of the 26th Legislature authorized to consider amendments to the revenue producing laws of the state, be repealed.

Uniform System of Accounts

20. Chapter 20, U.C.A. 1953, Replacement Volume 6, which requires the State Tax Commission to establish a uniform system of accounts be repealed.

RECOMMENDATIONS

Cigarette Tax

1. We respectively recommend that Section 59-18-10 be amended to provide that all of the revenue which is received from the operation of the cigarette tax be credited either to the Uniform School Fund or the General Fund.

The law now provides: " . . . the state tax commission shall sell the stamps therein provided for only to persons holding licenses issued as provided in this chapter, and the moneys received from the sale of such stamps in excess of one mill per cigarette shall be turned into the general fund of the state. The money received from the first mill levied on each cigarette shall be allocated to the Uniform School Fund. All other moneys received from penalties, fees and taxes provided by this chapter shall be credited to the general fund . . ."

This division of receipts results in an awkward administrative operation and complicates the comparative statistical studies. We recommend that this feature of the law be simplified by crediting all of the revenue derived from this tax to one fund.

Individual Income Tax

2. We respectfully recommend that the Legislature make a thorough study of the Utah Individual Income Tax Act and of the United States Internal Revenue Code dealing with individual income taxation for the purpose of determining whether the Utah law should be amended to conform with the Internal Revenue Code.

At the time that the Utah Individual Income Tax Act was enacted in 1931, it followed very closely the structure of the federal act. While the Utah law has been amended in a limited way from time to time, the federal act has undergone such material changes that the two laws now differ in several important features. If the Utah law were amended to correspond generally with the federal act, it would assist taxpayers in the preparation of their returns and would facilitate the administration of the law. The differences between the two laws is now so great, particularly, in the field of exemptions that we feel a careful study should be made to determine whether the Utah law should be amended to bring it into line, as far as is consistent, with the federal act.

3. We respectfully recommend that the withholding tax provision of the Individual Income Tax Act be amended to provide that a ten per cent penalty be imposed in the case of late payment or late filing of the withholding tax return instead of the twenty-five per cent penalty as now provided.

Section 59-14-21 of the Individual Income Tax Act contains the following provision: "Failure to file return and pay tax—Penalty.—In case of any failure to make and file a return and pay the tax as required by this chapter, within the time prescribed by law or prescribed by the tax commission in pursuance of law, twenty-five per cent of the tax shall be added to the tax, except that when a return is filed after such time and it is shown that the failure to file it was due to reasonable cause and not due to willful neglect no such addition shall be made to the tax. The amount so added to any tax shall be collected at the same time and in the same manner and as part of the tax, unless the tax has been paid before the discovery of the neglect, in which case the amount so added shall be collected in the same manner as the tax."

Paragraph (g) of Section 59-14-71 which deals with the withholding provision reads as follows: "In so far as they are not inconsistent with the provisions of this section, all of the provisions in the Individual Income Tax Act relating to records, penalties, interest, deficiencies, redetermination of deficiencies, overpayments, refunds, assessments, and venue shall be available to the tax commission for the enforcement of the provisions of this act." It is this feature of the law which we believe should be amended.

We call your attention to paragraphs (d), (e) and (f) of Section 59-14-71 which we think adequately protects the state in the collection of taxes which have been withheld by employers. In view of this, we think that the penalty of twenty-five per cent as imposed by Section 59-14-21 is excessive and should be reduced to ten per cent.

Insurance Premium Tax

4. We respectfully recommend that Section 31-14-4 of the insurance premium tax law be amended to provide that insurance companies which pay the premium tax under the provisions of the self-insurers feature of the law be required to file their returns on a calendar year basis instead of the fiscal year.

Other insurance companies are required to file their returns on a calendar year basis. It would simplify the accounting problem not only of insurance companies but also of the Tax Commission if all insurance company returns were filed on a calendar year basis.

Motor Fuel Tax

5. We respectfully recommend that the legal incidence of the motor fuel tax be placed on the refiner, the distributor or importor and not on the consumer.

This will simplify the accounting procedures for retail dealers and for the Tax Commission also. In view of the fact that Section 59-14-5 provides: "In computing net income there shall be allowed as deductions from gross income: . . .

"(2) All taxes imposed upon and paid by the taxpayer and state motor fuels tax paid by the taxpayer even though imposed upon the refiner, distributor or retailer . . ."

6. We respectfully recommend that the special fuel tax law be amended to provide that the same penalty which is now imposed upon the special fuel tax dealer be also imposed upon the user who does not buy his special fuel from a licensed user dealer.

In view of the fact that there is a substantial number of users of special fuel who consume large quantities of this fuel in their motor vehicle operations, we feel that they should be subject to the same penalty and provisions of the law as the dealer.

Motor Vehicle Registration

7. We respectfully recommend that the motor vehicle registration act be amended for the purpose of improving administrative procedures and to eliminate conflicts and that the Uniform Vehicle Code be used as a basis for the proposed amendment.

The following explanation appears in the Foreward to the last publication of the Uniform Vehicle Code.

"The Uniform Vehicle Code is a specimen set of motor vehicle laws, designed and advanced as a comprehensive guide or standard for state motor vehicle laws. It is based not on theory but on actual experience under various state laws throughout the nation.

"First produced in 1926 by a Committee of the National Conference on Street and Highway Safety in cooperation with the National Conference of Commissioners on Uniform State Laws, the Code reflects the felt need for uniformity in traffic regulation throughout the United States and, to this end, it serves as a reliable guide for the use of the legislatures of the several states.

"Since its inception, the Code has been periodically reviewed. Changes have been made where warranted by new developments in state laws and by practical experience. However, changes are not made lightly or in any hope of any easy panacea but only on a clear preponderance of evidence of need and practicality. This edition of the Code reflects changes made following such a review of the document in 1962."

8. We respectfully recommend that an appropriation be made to provide for complete background reflectorization of motor vehicle license plates.

Within recent years the numerals on motor vehicle license plates have been reflectorized. This has proven to be a good safety device. It is our position if the background of the plate is completely reflectorized, it will improve the plate and will increase the safety advantage of the plates that are now being produced.

Motor Vehicle Dealers and Salesmen Act

9. We respectfully recommend that the Motor Vehicle Dealers and Salesmen Act be amended to provide that the individuals and corporations which lease vehicles be required to come under the jurisdiction of the Motor Vehicle Dealers Administration in the same manner that motor vehicle dealers now are required.

The 1949 Utah Legislature enacted what is known as the Motor Vehicle Dealers and Salesmen Act. This legislation was necessary to protect the buying public from unscrupulous people engaging in the automobile business. The Motor Vehicle Dealers and Salesmen Act requires that any person, firm or corporation engaging in the business of buying and selling, or exchanging new or used motor vehicles must post a $5,000 surety bond for a dealer's license and $1,000 surety bond for a salesman's license, with the Motor Vehicle Dealers administrator, to protect the public from any fraud or fraudulent representation.

During this time the Motor Vehicle Dealers Administration has eliminated over one hundred dealers from engaging in the business because of unscrupulous acts and violations of the motor vehicle laws.

The Motor Vehicle Dealers Administration is now faced with a problem involving leasing companies which lease motor vehicles, and the public has no protection under this act. The business of leasing motor vehicles has grown rapidly within the past few years, and the Motor Vehicle Dealers Advisory Board has recommended that the leasing

of motor vehicles be subjected to the same provisions of the Motor Vehicle Dealers and Salesman Act as the motor vehicle dealers themselves. The Tax Commission concurs in this recommendation.

10. We respectfully recommend that the Motor Vehicle Dealers and Salesmen Act be amended to provide that when a motor vehicle salesman changes his employment from one dealership to another that he pay a $5.00 transfer fee to help pay the cost of the administration of this act.

The Motor Vehicle Dealers Advisory Board has also recommended that when a motor vehicle dealer salesman changes his employment from one dealership to another that he be required to pay a $5.00 transfer fee, and the Tax Commission concurs in this recommendation. The purpose is to help finance the operation of this act.

Oleomargarine Tax

11. We respectfully recommend that the oleomargarine tax law be either repealed or amended to provide for the collection of the tax through the use of stamps.

The Tax Commission has found it impossible to administer this tax equitably on the basis of reports and audits. We feel that there is very little justification for the tax and suggest its repeal; but if the Legislature determines to continue the operation of the tax, we earnestly recommend that we go back to the old basis, awkward as it was, of collecting the tax through the sale of stamps. If this is done, we suggest that the law require stamps to be affixed to each package of margarine.

Property Tax

12. We respectfully recommend that the Legislature propose an amendment to the Constitution of Utah to authorize the Legislature to exempt motor vehicles from property taxation and to enact an excise tax in lieu thereof to be distributed to the various taxing units.

Section 41-1-32, Utah Code Annotated 1953 contains the following provision for the enforcement of the property tax on motor vehicles.

"41-1-32. Payment of taxes before registration—The department, before issuing any motor vehicle license, shall require from every applicant for such license a certificate from the county assessor of the county in which the motor vehicle has situs for taxation a certificate to the following effect:

"(a) That the property tax on the said motor vehicle for the current year has been paid; or "(b) That in his opinion such tax is a lien on real property sufficient to secure the payment thereof; or

"(c) That such motor vehicle is exempt by law from payment of property tax for the current year. * * * "

Elsewhere in the code the law provides that motor vehicles shall be assessed at the domicile of the owner unless they are usually used or kept in a taxing unit other than such domicile. In which case they must be assessed in such other taxing unit. The law resulted in a very successful administration of the property tax except in those instances where non-resident operators of commercial motor vehicles operate in Utah without ICC or UPSC permits, but the determination of the situs for assessment purposes in some counties involves an awkward and time-consuming process. It is, in part, for this reason that the Commission has made the above recommendation, but it is also for the purpose of establishing a more equitable basis for the taxation of motor vehicles. While motor vehicles are now assessed uniformly according to their value, the amount of the tax varies widely. The boundary line between two special taxing districts may result in two vastly different tax bills on automobiles of the same value.

For the year 1964 there were over 400 taxing units in the state where separate levies were made. The boundaries of the special taxing districts are made for the purpose of determining that area in which the special service is to be provided. These do not always follow natural courses such as street and section lines. This makes it very difficult and time conuming for the assessor in the counties which have numerous taxing districts to locate the addresses of the owners of vehicles by taxing district. The situation is further complicated by the fact that the time for the registration of motor vehicles is limited and often there are long lines of applicants for the registration. Whatever time it takes for the assessor to locate the taxing district for each applicant slows down the process and inconveniences all those who are waiting in line.

The plan that the Tax Commission recommends is to provide an excise tax based upon the age, make and value of each motor vehicle which approximates the property tax now being collected. This excise tax would be uniform on each motor vehicle having the same age, make and value. The tax would be collected in one operation at the time the registration of the motor vehicle is made. The revenue derived from this excise tax would be distributed to the various taxing units in an equitable manner. The plan does not contemplate any change in the distribution of revenue from motor vehicle registration fees.

In view of the requirements of the Constitution, it will be necessary to amend Article 13, Sections 2 and 5, before the Legislature could pass the necessary laws to put this plan into operation. These amendments are necessary, first in order to make it possible for the Legislature to exempt motor vehicles from the property tax, and second to provide for an excise tax in lieu therefore which would be distributed to local units of government.

13. We respectfully recommend that the Section 17-21-22, Utah Code Annotated 1953 be amended to provide that all changes in recording ownership of real property made during any calendar year be transmitted monthly to the county assessor on or before the last day of the month following the month in which the change was recorded in the office of the county recorder. We propose that the following be added to this section: "Provided, however, that all current changes in recording ownership made during any calendar year be transmitted monthly to the county assessor on or before the last day of the month following the month in which the change was recorded in the office of the county recorder."

The purpose of this recommendation is to provide a constant flow of information to the county assessor dealing with the changes of ownership in real estate. The law now provides that the county recorder shall each year prepare copies of ownership maps and plats and descriptions showing the record owners at noon on the first day of January which further provides that the recorder shall on or before the first Monday after the first Tuesday of January of each year transmit these copies to the county assessor. If a county recorder does not provide this information to the county assessor well in advance of the date required, under the current law, it would be impossible for the assessor to get his records in order for the current year's assessment. In the smaller counties of the state, of course, the change in ownership is not very great; but along the Wasatch Front, it is highly important for the county assessors to receive these changes in an orderly manner each month so that shortly after January 1st, his records will be in order to commence the assessment.

Sales and Use Tax

14. We respectfully recommend that the sales and use tax laws be rewritten and combined into one act.

From time to time during the years since these two laws were first enacted, they have been amended in many respects, particularly the sales tax law; but the amendments have served to draw some of the provisions farther apart rather than combine them. Many exemptions are in the sales tax law that are not in the use tax law. The administrative features of these two laws can best be understood by taxpayers and best effectively enforced with the greatest degree of equality if they are substantially the same. It is recommended, therefore, that these two laws be combined into one act

15. We respectfully recommend that the sales tax law be changed to a vendor or retailer type tax rather than a consumer tax.

There is some confusion as to whether the sales tax is a consumer tax, but it is generally regarded to be so. If the act were amended, it would eliminate this confusion and will make it possible to tax some sales of personal property which are not now being taxed.

16. We respectfully recommend that the sales tax law be amended to include the taxation of sales of power by non-profit electrical corporations organized under the provisions of the Rural Electrification Act.

Consumers of electricity who purchase such electricity from corporations organized under the provisions of the Rural Electrification Act do not have to pay sales taxes on such transactions. Other consumers who purchase electricity from private and public utilities are required to pay a sales tax on such sales.

17. We respectfully recommend that the sales and use tax law be amended to provide that six per cent interest be allowed taxpayers on overpayments of the sale or use tax.

In those cases where a taxpayer fails to pay the full amount of the tax when it becomes due, he is required to pay six per cent interest on the amount of the deficiency from the date that it was due until the date of the payment; but if the taxpayer pays more than the amount which is due, he is not credited with interest on the overpayment. As a matter of equity, we believe that the same interest rate should be paid on overpayments as is now charged on deficiencies.

18. We respectfully recommend that the exemption of the sale of draft beer sold for consumption on the premises, as provided in Section 59-15-6 of the sales tax act, be repealed.

The sale of bottled beer is subject to the sales tax, and the sale of soda fountain beverages is subject to the tax also. While this repeal would not materially affect the state's revenue, we are of the opinion that it should be made as a matter of equity.

State Tax System Committee

19. We respectfully recommend that Sections 59-19-1 to 59-19-7, inclusive, which provide for the appointment of a committee to recommend new legislation and amendments to existing legislation to the 27th Legislature or to any Special Session of the 26th Legislature authorized to consider amendments to the revenue producing laws of the state, be repealed.

This law was originally enacted in 1945, and an appropriation in the sum of $25,000 was made at that time. The law provided for the appointment of a committee and required that "the committee shall be prepared to recommend new legislation and amendments to existing legislation to the 27th Legislature or to any Special Session of the 26th Legislature authorized to consider amendments to the revenue producing laws of the state." The act is no longer in force or effect. Its presence in the code is confusing; we recommend its repeal.

Uniform System of Accounts

20. We respectfully recommend that Chapter 20, U.C.A. 1953, Replacement Volume 6, which requires the State Tax Commission to establish a uniform system of accounts be repealed.

Chapter 105, Laws of Utah 1959 amended Section 59-5-46 dealing with the general powers and duties of the State Tax Commission by deleting the requirement for the Commission to establish a uniform system of accounts and also amended Section 67-3-1 and thereby transferred this responsibility from the Tax Commission to the State Auditor. Chapter 20, referred to above, conflicts with the law which now requires the State Auditor to perform the duties heretofore required by the Tax Commission.

THE EFFECT OF 1963 LEGISLATION ON STATE TAX REVENUE

Sales and Use Tax and Taxes on Tobacco

The Sales and Use Tax Law was amended by S. B. 91 and H. B. 144. S. B. 91 increased the sales and use tax by one-half of one per cent on all classes of sales listed in Section 59-15-4 and provided for the earmarking of the revenue derived from this increase for state building purposes.

H. B. 144 exempted "trade-ins" in computing the tax. Thus H. B. 144 reduced the tax in those cases where personal property was traded in a transaction in which the payment of the purchase price consisted in whole or in part of other personal property. The net effect of these amendments and of other factors which influenced sales and use tax collections during the fiscal year ended June 30, 1964, as compared with the two prior fiscal years is shown in Schedule A on page 16.

House Bill Number 136 amended several sections of the law dealing with the tax on cigarettes, and in addition provided for a tax on tobacco products other than cigarettes. This law became effective July 1, 1963 and was in operation, therefor, during the fiscal year which ended June 30, 1964. The tax on cigarettes was increased from four cents on the ordinary package to eight cents, and the tax on other tobacco products was established at twenty-five per cent of the manufacturer's sales price.

The receipts from the cigarette tax are credited in part to the Uniform School Fund and in part to the State General Fund. In addition to the revenue accruing from the sale of stamps, the State General Fund also receives the fees from licenses to sell cigarettes. Section 59-18-10 provides ". . . the moneys received from the sale of such stamps in excess of one mill per cigarette shall be turned into the general fund of the state. The money received from the first mill levied on each cigarette shall be allocated to the uniform school fund. All other moneys received from the penalties, fees and taxes provided by this chapter shall be credited to the general fund. . . ." It will be observed that the actual receipts from the cigarette tax during the past fiscal year was less than double the amount received during the fiscal year ended June 30, 1963. It is presumed that the loss in cigarette tax collections during the last fiscal year was due largely to the report of the United States Surgeon General regarding the effect of smoking cigarettes upon health.

Schedule B on page 17 shows in detail the amounts collected from tobacco taxes and the funds to which the receipts from these taxes were credited.

TAX RECEIPTS FOR THE THREE PAST FISCAL YEARS

	Fiscal Year Ended June 30, 1962	Fiscal Year Ended June 30, 1963	Fiscal Year Ended June 30, 1964
STATE GENERAL FUND			
Beer Tax	$ 285,202.04	$ 286,059.98	$ 309,303.24
Cigarette Tax	1,252,810.78	1,344,137.34	3,547,697.52
Tobacco Tax	.00	.00	179,658.48
Corporation Franchise Tax Property Base	219,239.56	270,284.68	292,472.81
Inheritance Tax	1,374,953.98	1,508,955.74	1,624,209.62
Insurance Tax	2,430,558.29	2,618,704.82	2,732,639.59
Mine Occupation Tax	3,497,840.81	2,476,140.71	4,005,334.34
Oleomargarine Tax	766,559.12	854,472.36	743,207.83
Sales and Use Tax	31,918,146.96	35,856,905.94	41,609,062.01
Total	$ 41,745,311.54	$ 45,215,661.57	$ 55,043,585.44
UNIFORM SCHOOL FUND			
Individual Income Tax	$ 18,944,966.88	$ 20,691,988.54	$ 22,394,683.51
Corporation Income Tax	37,686.41	61,803.48	76,466.45
Corporation Franchise Tax Income Base	7,187,801.98	6,505,478.62	6,535,235.52
Cigarette Tax	1,218,896.75	1,286,589.73	1,120,090.57
Sales and Use Taxes	4,909,067.70	5,406,244.49	.00
Total	$ 32,298,419.72	$ 33,952,104.86	$ 30,126,476.05
ROAD FUNDS			
Motor Fuel Tax	$ 20,458,431.51	$ 21,436,315.72	$ 21,697,591.74
Motor Vehicle Registration Fund	4,966,786.19	5,152,761.07	5,363,321.04
Special Fuel Tax (Diesel)	1,871,858.83	1,907,685.08	1,882,519.11
Mileage and Temporary Permit Fees	1,303,064.48	1,324,108.20	1,445,428.13
Total	$ 28,600,141.01	$ 29,820,870.07	$ 30,388,860.02

	Fiscal Year Ended June 30, 1962	Fiscal Year Ended June 30, 1963	Fiscal Year Ended June 30, 1964
SPECIAL FUNDS			
Car and Bus Tax	$ 283,480.13	$ 284,975.75	$ 305,657.62
Firemen's Pension Fund	222,351.74	241,929.98	243,803.56
Motor Vehicle Control Fund	216,921.80	237,909.00	255,091.00
M.V.D.A. Fund	67,395.00	71,530.00	73,715.00
Public Service Commission Fund	107,381.13	75,765.23	137,023.59
Sales Tax Cash Bonds	92,205.77	100,723.47	77,933.31
School Lunch Fund	719,427.05	748,773.00	746,838.47
Special Fuel Cash Bonds	9,690.00	4,055.46	6,300.98
Suspense	199,861.28	(203,167.25)	70,272.27
Automobile Drivers' Education	459,143,00	489,318,00	511,412.00
Boat Fuel Tax	61,734.12	62,868.96	70,601.16
Withholding Tax Cash Bond	.00	.00	753.44
Mileage Fee Cash Bond	1,120.00	750.00	850.00
State Building Fund	.00	.00	6,220,687.79
Employees Combined Injury and Benefit Fund	.00	.00	96,969.75
Total	$ 2,440,711.02	$ 2,115,431.60	$ 8,817,909.94
Total State Taxes	$105,084,583.29	$111,104,068.10	$124,376,831.45
LOCAL TAX COLLECTIONS			
Uniform Local Sales and Use Tax	$ 6,157,039.84	$ 7,553,644.97	$ 7,866,383.66
GRAND TOTAL	$111,241,623.13	$118,657,713.07	$132,243,215.11

(Schedule A)

STATE TAX RECEIPTS FROM THE SALES AND USE TAX FOR THE THREE LAST FISCAL YEARS

Fund	Fiscal Year Ended June 30, 1962	Fiscal Year Ended June 30, 1963	Fiscal Year Ended June 30, 1964
State General Fund	$31,918,146.96	$35,856,905.94	$41,609,062.01
Uniform School Fund	4,909,067.70	5,406,244.49	
State Building Fund			6,220,687.79
TOTAL	$36,827,214.66	$41,263,150.43	$47,829,749.80

While Schedule A shows the sales and use taxes which were paid to the tax commission during the three year period it does not show the full force and effect of the amendments during the first fiscal year after the effective dates of the act. This is due to the following provision of the law.

59-15-5 * * * "The tax imposed by this act shall be due and payable to the state tax commission quarterly on or before the thirtieth day of the month next succeeding each calendar quarterly period, the first of such quarterly periods being the period commencing with the first day of January, 1953. Every vendor shall on or before the thirtieth day of the month next succeeding each calendar quarterly period, file with the commission a return for the preceding quarterly period. The return shall be accompanied by a remittance of the amount of tax herein required to be collected by the vendor for the period covered by the return." * * *

For the most part the sales and use taxes which were remitted to the Tax Commission during the first calendar quarter beginning July 1,

1963, were the amounts collected by the retailers and others prior to July 1 so that the major effects of these two amendments were not shown until the retailors remitted their collections just prior to October 1, 1963.

The cigarette tax law was amended by doubling the rate of tax and in addition a tax was imposed on other tobacco products at the rate of 25 per cent of the manufacturers sales price. The following tabulation shows a comparison of tax collections on cigarettes for the two year period prior to the effective dates of these amendments and for the first fiscal year in which the increase became effective. A separate statement shows the collections on other tobacco products during the first year of its operation.

(Schedule B)

Receipts from the Cigarette Tax and From the Tax on Tobacco Products Other Than Cigarettes for the Three Last Fiscal Years.

Fund	Fiscal Year Ended June 30, 1962	Fiscal Year Ended June 30, 1963	Fiscal Year Ended June 30, 1964
State General Fund	$ 1,252,810.78	$ 1,344,137.34	$ 3,727,356.00*
Uniform School Fund	1,218,896.75	1,286,589.73	1,120,090.57
TOTAL	$ 2,471,707.53	$ 2,630,727.07	$ 4,847,446.57

**Includes $179,658.48 tax on tobacco products other than cigarettes.*

Summary of Distributions of Uniform Local Sales and Use Tax to Participating Units

UNIT—	Ordinance Effective	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs July 1, 1962 to June 30, 1963	Net Distribution July 1, 1962 to June 30, 1963	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs July 1, 1963 to June 30, 1964	Net Distribution July 1, 1963 to June 30, 1964
Bever County	10-1-61	$ 3,510.04	$ 87.74	$ 3,422.30	$ 3,339.03	$ 83.48	$ 3,255.55
Cities and Towns							
Beaver	10-1-61	10,339.61	258.50	10,081.11	10,990.80	274.77	10,716.03
Milford	10-1-61	8,309.60	207.74	8,101.86	8,399.12	209.98	8,189.14
Minersville	10-1-61	1,349.23	33.73	1,315.50	1,378.64	34.45	1,344.19
Total Cities and Towns		19,998.44	499.97	19,498.47	20,768.56	519.20	20,249.36
Total Beaver County including Cities and Towns		$ 23,508.48	$ 587.71	$ 22,920.77	$ 24,107.59	$ 602.68	$ 23,504.91
Cache County	4-1-62	$ 243,931.84	$ 6,098.29	$ 237,833.55	$ 241,417.12	$ 6,035.43	$ 235,381.69
Daggett County	7-1-59	$ 16,274.57	$ 406.86	$ 15,867.71	$ 4,138.22	$ 103.46	$ 4,034.76
Cities and Towns							
Manila	7-1-63				1,080.34	27.00	1,053.34
Total Cities and Towns					1,080.34	27.00	1,053.34
Total Daggett County including Cities and Towns		$ 16,274.57	$ 406.86	$ 15,867.71	$ 5,218.56	$ 130.46	$ 5,088.10
Davis County	7-1-59	$ 34,243.01	$ 856.07	$ 33,386.94	$ 28,906.62	$ 722.66	$ 28,183.96
Cities and Towns							
Bountiful	7-1-59	120,102.15	3,002.55	117,099.60	131,494.37	3,287.36	128,207.01
Centerville	7-1-59	7,727.44	193.19	7,534.25	7,526.47	188.17	7,338.30
Clearfield	7-1-59	46,242.62	1,156.07	45,086.55	44,582.54	1,114.56	43,467.98
Clinton	9-1-59	481.22	12.02	469.20	682.43	17.06	665.37
East Layton	7-1-59	275.47	6.88	268.59	531.83	13.29	518.54
Farmington	7-1-59	9,203.50	230.09	8,973.41	9,071.81	226.79	8,845.02
Kaysville	7-1-59	13,824.86	345.62	13,479.24	16,025.67	400,63	15,625.04
Layton	7-1-59	67,205.86	1,680.15	65,525.71	67,618.07	1,690.45	65,927.62
North Salt Lake	7-1-59	22,378.84	559.48	21,819.36	27,501.55	687.53	26,814.02
South Weber	7-1-59	2,964.16	74.10	2,890.06	3,960.27	99.01	3,861.26
Sunset	7-1-59	11,393.51	284.84	11,108.67	8,641.44	216.03	8,425.41
Syracuse	7-1-59	12,405.13	310.12	12,095.01	22,311.45	557.78	21,753.67
West Bountiful	7-1-59	7,448.59	186.21	7,262.38	5,366.91	134.17	5,232.74
West Point	7-1-59	293.48	7.33	286.15	420.89	10.52	410.37
Woods Cross	7-1-59	9,598.55	239.96	9,358.59	9,471.53	236.78	9,234.75
Total Cities and Towns		$ 331,545.38	$ 8,288.61	$ 323,256.77	$ 355,207.23	$ 8,880.13	$ 346,327.10
Total Davis County including Cities and Towns		$ 365,788.39	$ 9,144.68	$ 356,643.71	$ 384,113.85	$ 9,602.79	$ 374,511.06
Duchesne County	1-1-60	$ 3,457.81	$ 86.45	$ 3,371.36	$ 3,832.44	$ 95.80	$ 3,736.64
Cities and Towns							
Altamont	1-1-60	759.15	18.99	740.16	929.49	23.23	906.26
Duchesne	1-1-60	4,294.64	107.37	4,187.27	4,650.80	116.26	4,534.54
Myton	1-1-60	791.34	19.79	771.55	780.73	19.51	761.22
Roosevelt	1-1-60	34,792.43	869.81	33,922.62	33,229.90	830.75	32,399.15
Tabiona	1-1-60	679.34	16.97	662.37	632.93	15.83	617.10
Total Cities and Towns		41,316.90	1,032.93	40,283.97	40,223.85	1,005.58	39,218.27
Total Duchesne County including Cities and Towns		$ 44,774.71	$ 1,119.38	$ 43,655.33	$ 44,056.29	$ 1,101.38	$ 42,954.91
Emery County	7-1-60	$ 2,343.14	$ 58.57	$ 2,284.57	$ 4,594.04	$ 114.84	$ 4,479.20
Cities and Towns							
Castle Dale	7-1-60	2,865.06	71.62	2,793.44	3,223.96	80.60	3,143.36
Cleveland	7-1-60	524.56	13.12	511.44	542.70	13.57	529.13
Emery	7-1-60	770.89	19.26	751.63	890.77	22.27	868.50
Ferron	7-1-60	2,063.84	51.60	2,012.24	2,577.75	64.45	2,513.30
Green River	7-1-60	7,245.94	181.14	7,064.80	8,873.32	221.83	8,651.49
Huntington	7-1-60	2,541.38	63.53	2,477.85	2,396.34	59.91	2,336.43
Orangeville	7-1-60	1,362.65	34.07	1,328.58	1,149.75	28.74	1,121.01
Total Cities and Towns		17,374.32	434.34	16,939.98	19,654.59	491.37	19,163.22
Total Emery County including Cities and Towns		$ 19,717.46	$ 492.91	$ 19,224.55	$ 24,248.63	$ 606.21	$ 23,642.42

SUMMARY OF DISTRIBUTIONS OF UNIFORM LOCAL SALES AND USE TAX TO PARTICIPATING UNITS—*Continued*

UNIT—	Ordinance Effective	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs July 1, 1962 to June 30, 1963	Net Distribution July 1, 1962 to June 30, 1963	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs July 1, 1963 to June 30, 1964	Net Distribution July 1, 1963 to June 30, 1964
Garfield County	4-1-60	$ 3,520.96	$ 88.02	$ 3,432.94	$ 4,176.73	$ 104.42	$ 4,072.31
Cities and Towns							
Antimony	4-1-60	185.03	4.62	180.41	199.04	4.98	194.06
Boulder	4-1-60	81.46	2.02	79.44	87.37	2.17	85.20
Cannonville	7-1-60	193.83	4.84	188.99	201.53	5.04	196.49
Escalante	4-1-60	1,233.03	30.82	1,202.21	1,616.63	40.42	1,576.21
Hatch	4-1-60	546.02	13.66	532.36	680.58	17.01	663.57
Henrieville	4-1-60	99.00	2.47	96.53	99.15	2.48	96.67
Panguitch	4-1-60	12,073.55	301.84	11,771.71	14,891.26	372.29	14,518.97
Tropic	4-1-60	471.76	11.79	459.97	565.02	14.13	550.89
Total Cities and Towns		$ 14,883.68	$ 372.06	$ 14,511.62	$ 18,340.58	$ 458.52	$ 17,882.06
Total Garfield County including Cities and Towns		$ 18,404.64	$ 460.08	$ 17,944.56	$ 22,517.31	$ 562.94	$ 21,954.37
Grand County	7-1-59	$ 30,597.29	$ 764.93	$ 29,832.36	$ 26,137.64	$ 653.42	$ 25,484.22
Cities and Towns							
Moab	7-1-59	96,717.69	2,417.95	94,299.74	58,148.11	1,453.71	56,694.40
Total Cities and Towns		96,717.69	2,417.95	94,299.74	58,148.11	1,453.71	56,694.40
Total Grand County including Cities and Towns		$ 127,314.98	$ 3,182.88	$ 124,132.10	$ 84,285.75	$ 2,107.13	$ 82,178.63
Iron County	7-1-61	$ 2,211.15	$ 55.28	$ 2,155.87	(Repealed in County Areas—July 1, 1962)		
Cities and Towns							
Cedar City	7-1-61	82,124.62	2,053.12	80,071.50	83,404.47	2,085.11	81,319.36
Kanarraville	7-1-61	479.99	11.99	468.00	481.23	12.03	469.20
Parowan	7-1-61	4,975.00	124.37	4,850.63	5,297.54	132.44	5,165.10
Total Cities and Towns		87,579.61	2,189.48	85,390.13	89,183.24	2,229.58	86,953.66
Total Iron County including Cities and Towns		$ 89,790.76	$ 2,244.76	$ 87,546.00	$ 89,183.24	$ 2,229.58	$ 86,953.66

UNIT—	Ordinance Effective	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs July 1, 1962 to June 30, 1963	Net Distribution July 1, 1962 to June 30, 1963	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs July 1, 1963 to June 30, 1964	Net Distribution July 1, 1963 to June 30, 1964
Juab County	1-1-62	$ 2,570.92	$ 64.27	$ 2,506.65	$ 2,467.94	$ 61.70	$ 2,406.24
Cities and Towns							
Eureka	1-1-62	3,987.27	99.68	3,887.59	4,364.15	109.10	4,255.05
Levan	1-1-62	667.11	16.68	650.43	557.66	13.93	543.73
Mona	1-1-62	276.64	6.92	269.72	283.27	7.09	276.18
Nephi	1-1-62	21,894.64	547.37	21,347.27	24,429.14	610.72	23,818.42
Total Cities and Towns		26,825.66	670.65	26,155.01	29,634.22	740.84	28,893.38
Total Juab County including Cities and Towns		$ 29,396.58	$ 734.92	$ 28,661.66	$ 32,102.16	$ 802.54	$ 31,299.62
Kane County	7-1-59	$ 2,974.91	$ 74.37	$ 2,900.54	$ 1,613.27	$ 40.33	$ 1,572.94
Cities and Towns							
Alton	7-1-59	82.92	2.08	80.84	62.60	1.57	61.03
Glendale	7-1-59	398.51	9.96	388.55	409.53	10.23	399.30
Kanab	7-1-59	13,251.58	331.28	12,920.30	12,577.92	314.45	12,263.47
Orderville	7-1-59	1,572.21	39.45	1,538.76	1,703.57	42.58	1,660.99
Total Cities and Towns		15,311.22	382.77	14,928.45	14,753.62	368.83	14,384.79
Total Kane County including Cities and Towns		$ 18,286.13	$ 457.14	$ 17,828.99	$ 16,366.89	$ 409.16	$ 15,957.73
Millard County	4-1-63				$ 4,921.61	$ 123.04	$ 4,798.57
Cities and Towns							
Delta	4-1-63				19,557.18	488.93	19,068.25
Fillmore	4-1-63				16,399.49	409.99	15,989.50
Hinckley	4-1-63				652.29	16.31	635.98
Holden	4-1-63				575.50	14.39	561.11
Kanosh	4-1-63				1,107.88	27.69	1,080.19
Leamington	4-1-63				204.35	5.11	199.24
Lynndyl	4-1-63				193.52	4.84	188.68
Meadow	4-1-63				348.47	8.71	339.76
Oak City	4-1-63				313.63	7.84	305.79
Scipio	4-1-63				319.25	7.98	311.27
Total Cities and Towns					39,671.56	991.79	38,679.77
Total Millard County including Cities and Towns					$ 44,593.17	$ 1,114.83	$ 43,478.34

SUMMARY OF DISTRIBUTIONS OF UNIFORM LOCAL SALES AND USE TAX TO PARTICIPATING UNITS—*Continued*

UNIT—	Ordinance Effective	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs July 1, 1962 to June 30, 1963	Net Distribution July 1, 1962 to June 30, 1963	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs July 1, 1963 to June 30, 1964	Net Distribution July 1, 1963 to June 30, 1964
Morgan County	10-1-61	$ 24,338.03	$ 608.45	$ 23,729.58	$ 16,758.38	$ 418.96	$ 16,339.42
Piute County	7-1-59	$ 3,062.64	$ 76.56	$ 2,986.08	$ 5,695.97	$ 142.39	$ 5,553.58
Cities and Towns							
Circleville	7-1-63				1,091.05	27.28	1,063.77
Junction	1-1-64				67.27	1.68	65.59
Total Cities and Towns					1,158.32	28.96	1,129.36
Total Piute County including Cities and Towns		$ 3,062.64	$ 76.56	$ 2,986.08	$ 6,854.29	$ 171.35	$ 6,682.94
Salt Lake County	7-1-59	$ 972,681.14	$ 24,317.02	$ 948,364.12	$1,089,586.61	$ 27,239.66	$1,062,346.95
Cities and Towns							
Bingham Canyon	7-1-59	18,888.54	472.21	18,416.33	21,132.02	528.30	20,603.72
Midvale	7-1-59	53,328.12	1,333.20	51,994.92	42,025.42	1,050.64	40,974.78
Murray	7-1-59	164,713.65	4,117.84	160,595.81	174,223.58	4,355.59	169,867.99
Riverton	7-1-59	25,202.00	630.05	24,751.95	24,345.81	608.64	23,737.17
Salt Lake City	7-1-59	2,912,073.85	72,801.84	2,839,272.01	2,889,800.67	72,245.01	2,817,555.66
Sandy	7-1-59	16,315.46	407.88	15,907.58	5,389.99	134.75	5,255.24
South Jordan	7-1-59	2,606.15	65.16	2,540.99	5,960.23	149.00	5,811.23
South Salt Lake City	7-1-59	226,671.89	5,666.80	221,005.09	242,327.42	6,058.19	236,269.23
West Jordan	7-1-59	11,898.20	297.46	11,600.74	12,543.64	313.60	12,230.04
Total Cities and Towns		$3,431,697.86	$ 85,792.44	$3,345,905.42	$3,417,748.78	$ 85,443.72	$3,332,305.06
Total Salt Lake County including Cities and Towns		$4,404,379.00	$ 110,109.46	$4,294,269.54	$4,507,335.39	$ 112,683.38	$4,394,652.01
San Juan County	7-1-59	$ 24,464.98	$ 611.63	$ 23,853.35	$ 21,000.62	$ 525.01	$ 20.475.61
Cities and Towns							
Blanding	7-1-59	21,998.59	549.97	21,448.62	19,512.02	487.81	19,024.21
Monticello	7-1-59	26,801.92	670.04	26,131.88	18,794.83	469.86	18,324.97
Total Cities and Towns		48,800.51	1,220.01	47,580.50	38,306.85	957.67	37,349.18
Total San Juan County including Cities and Towns		$ 73,265.49	$ 1,831.64	$ 71,433.85	$ 59,307.47	$ 1,482.68	$ 57,824.79
Sanpete County	7-1-63				$ 2,795.35	$ 69.88	$ 2,725.47
Cities and Towns							
Centerfield	7-1-63				683.91	17.09	666.82
Ephraim	7-1-63				6,533.94	163.36	6,370.58
Fairview	7-1-63				1,579.34	39.48	1,539.86
Fayette	10-1-63				77.69	1.94	75.75
Fountain Green	7-1-63				527.14	13.18	513.96
Gunnison	7-1-63				9,035.62	225.89	8,809.73
Manti	7-1-63				6,904.42	172.61	6,731.81
Mayfield	10-1-63				186.78	4.67	182.11
Moroni	7-1-63				2,068.49	51.71	2,016.78
Mt. Pleasant	7-1-63				6,897.34	172.43	6,724.91
Spring City	7-1-63				383.97	9.59	374.38
Wales	10-1-63				45.49	1.14	44.35
Total Cities and Towns					34,924.13	873.09	34,051.04
Total Sanpete County including Cities and Towns					$ 37,719.48	$ 942.97	$ 36,776.51
Sevier County	7-1-61	$ 5,200.85	$ 130.02	$ 5,070.83	$ 6,697.11	$ 167.42	$ 6,529.69
Cities and Towns							
Aurora	7-1-61	829.35	20.72	808.63	831.83	20.79	811.04
Elsinore	7-1-61	665.82	16.65	649.17	788.94	19.73	769.21
Glenwood	7-1-61	222.92	5.57	217.35	241.05	6.03	235.02
Joseph	7-1-61	255.67	6.39	249.28	265.54	6.65	258.89
Monroe	7-1-61	4,068.49	101.70	3,966.79	3,719.33	92.98	3,626.35
Redmond	7-1-61	782.95	19.58	763.37	479.17	11.98	467.19
Richfield	7-1-61	58,685.85	1,467.15	57,218.70	57,278.14	1,431.94	55,846.20
Salina	7-1-61	13,675.14	341.87	13,333.27	14,103.01	352.57	13,750.44
Sigurd	7-1-61	545.53	13.63	531.90	771.68	19.29	752.39
Total Cities and Towns		79,731.72	1,993.26	77,738.46	78,478.69	1,961.96	76,516.73
Total Sevier County including Cities and Towns		$ 84,932.57	$ 2,123.28	$ 82,809.29	$ 85,175.80	$ 2,129.38	$ 83,046.42

SUMMARY OF DISTRIBUTIONS OF UNIFORM LOCAL SALES AND USE TAX TO PARTICIPATING UNITS—*Continued*

UNIT—	Ordinance Effective	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs July 1, 1962 to June 30, 1963	Net Distribution July 1, 1962 to June 30, 1963	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs July 1, 1963 to June 30, 1964	Net Distribution July 1, 1963 to June 30, 1964
Summit County	4-1-63				$ 9,794.31	$ 244.85	$ 9,549.46
Cities and Towns							
Coalville	4-1-63				8,873.94	221.85	8,652.09
Francis	4-1-63				138.16	3.45	134.71
Henefer	4-1-63				635.12	15.88	619.24
Kamas	4-1-63				8,900.07	222.50	8,677.57
Oakley	4-1-63				649.82	16.27	633.55
Park City	4-1-63				7,738.99	193.47	7,545.52
Total Cities and Towns					26,936.10	673.42	26,262.68
Total Summit County including Cities and Towns					$ 36,730.41	$ 918.27	$ 35,812.14
Tooele County	7-1-63				$ 4,608.74	$ 115.21	$ 4,493.53
Cities and Towns							
Grantsville	7-1-63				4,859.32	121.48	4,737.84
Stockton	7-1-63				583.96	14.60	569.36
Tooele	7-1-63				59,524.25	1,488.11	58,036.14
Wendover	7-1-63				4,100.58	102.52	3,998.06
Total Cities and Towns					69,068.11	1,726.71	67,341.40
Total Tooele County including Cities and Towns					$ 73,676.85	$ 1,841.92	$ 71,834.93
Uintah County	4-1-62	$ 43,076.16	$ 1,076.90	$ 41,999.26	$ 44,725.96	$ 1,118.15	$ 43,607.81
Cities and Towns							
Maeser	4-1-62	1,752.24	43.81	1,708.43	2,114.21	52.85	2,061.36
Vernal	4-1-62	90,052.86	2,251.32	87,801.54	72,706.17	1,817.65	70,888.52
Total Cities and Towns		91,805.10	2,295.13	89,509.97	74,820.38	1,870.50	72,949.88
Total Uintah County including Cities and Towns		$ 134,881.26	$ 3,372.03	$ 131,509.23	$ 119,546.34	$ 2,988.65	$ 116,557.69

SUMMARY OF DISTRIBUTIONS OF UNIFORM LOCAL SALES AND USE TAX TO PARTICIPATING UNITS—*Continued*

UNIT—	Ordinance Effective	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs July 1, 1962 to June 30, 1963	Net Distribution July 1, 1962 to June 30, 1963	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs July 1, 1963 to June 30, 1964	Net Distribution July 1, 1963 to June 30, 1964
Utah County	7-1-61	$ 75,894.36	$ 1,897.37	$ 73,996.99	$ 84,911.76	$ 2,122.79	$ 82,788.97
Cities and Towns							
Alpine	1-1-62	721.77	18.04	703.73	883.48	22.08	861.40
American Fork	7-1-61	51,345.72	1,283.64	50,062.08	53,657.45	1,341.44	52,316.01
Genola	7-1-61	216.52	5.41	211.11	247.03	6.17	240.86
Gosehen	7-1-61	705.65	17.65	688.00	841.99	21.04	820.95
Lehi	7-1-61	14,448.37	361.21	14,087.16	14,258.65	356.46	13,902.19
Lindon	7-1-61	1,658.71	41.47	1,617.24	1,888.71	47.21	1,841.50
Mapleton	10-1-61	1,020.47	25.51	994.96	1,152.52	28.81	1,123.71
Orem	10-1-61	81,182.77	2,029.56	79,153.21	84,028.13	2,100.70	81,927.43
Payson	7-1-61	27,058.85	676.46	26,382.39	26,399.84	659.99	25,739.85
Pleasant Grove	7-1-61	23,413.42	585.34	22,828.08	21,731.29	543.29	21,188.00
Provo	7-1-61	374,957.12	9,373.93	365,583.19	388,774.01	9,719.35	379,054.66
Salem	7-1-61	2,301.81	57.55	2,244.26	2,187.88	54.70	2,133.18
Santaquin	7-1-61	3,749.74	93.74	3,656.00	3,528.44	88.21	3,440.23
Spanish Fork	7-1-61	48,828.93	1,220.72	47,608.21	46,546.54	1,163.66	45,382.88
Springville	7-1-61	38,729.60	968.24	37,761.36	38,850.74	971.27	37,879.47
Total Cities and Towns		670,339.45	16,758.47	653,580.98	684,976.70	17,124.38	667,852.32
Total Utah County including Cities and Towns		$ 746,233.81	$ 18,655.84	$ 727,577.97	$ 769,888.46	$ 19,247.17	$ 750,641.29
Wasatch County	7-1-61	$ 5,597.31	$ 139.93	$ 5,457.38	$ 5,876.34	$ 146.91	$ 5,729.43
Cities and Towns							
Charlestown	7-1-61	93.23	2.32	90.91	95.78	2.40	93.38
Heber City	7-1-61	31,489.96	787.25	30,702.71	31,123.83	778.09	30,345.74
Midway	7-1-61	3,099.15	77.47	3,021.68	3,569.72	89.25	3,480.47
Wallsburg	7-1-61	66.41	1.66	64.75	61.83	1.54	60.29
Total Cities and Towns		34,748.75	868.70	33,880.05	34,851.16	871.28	33,979.88
Total Wasatch County including Cities and Towns		$ 40,346.06	$ 1,008.63	$ 39,337.43	$ 40,727.50	$ 1,018.19	$ 39,709.31

SUMMARY OF DISTRIBUTIONS OF UNIFORM LOCAL SALES AND USE TAX TO PARTICIPATING UNITS—*Continued*

UNIT—	Ordinance Effective	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs July 1, 1962 to June 30, 1963	Net Distribution July 1, 1962 to June 30, 1963	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs July 1, 1963 to June 30, 1964	Net Distribution July 1, 1963 to June 30, 1964
Washington County Cities and Towns	7-1-59	$ 3,944.85	$ 98.61	$ 3,846.24	$ 4,649.56	$ 116.24	$ 4,533.32
Enterprise	7-1-59	1,532.29	38.30	1,493.99	1,761.97	44.05	1,717.92
Hurricane	7-1-59	9,189.64	229.73	8,959.91	10,605.89	265.15	10,340.74
LaVerkin	7-1-59	219.98	5.50	214.48	218.63	5.47	213.16
Leeds	7-1-59	145.94	3.65	142.29	180.26	4.51	175.75
New Harmony	7-1-59	82.13	2.05	80.08	75.11	1.88	73.23
St. George	7-1-59	47,774.80	1,194.37	46,580.43	51,054.55	1,276.37	49,778.18
Santa Clara	7-1-59	748.80	18.72	730.08	768.27	19.20	749.07
Springdale	7-1-59	2,263.57	56.59	2,206.98	2,675.05	66.87	2,608.18
Toquerville	10-1-60	138.31	3.45	134.86	107.72	2.70	105.02
Virgin	7-1-59	135.20	3.37	131.83	147.75	3.69	144.06
Washington	7-1-59	926.38	23.16	903.22	1,073.69	26.83	1,046.86
Total Cities and Towns		63,157.04	1,578.89	61,578.15	68,668.89	1,716.72	66,952.17
Total Washington County including Cities and Towns		$ 67,101.89	$ 1,677.50	$ 65,424.39	$ 73,318.45	$ 1,832.96	$ 71,485.49
Weber County	7-1-61	$ 957,157.99	$ 23,928.95	$ 933,229.04	$ 956,341.28	$ 23,908.54	$ 932,432.74

RECAPITULATION

	Gross Collections July 1, 1962 to June 30, 1963	Administrative Costs	Net Distribution	Gross Collections July 1, 1963 to June 30, 1964	Administrative Costs	Net Distribution
Total Cities and Towns	$5,071,833.33	$ 126,795.66	$4,945,037.67	$5,216,604.01	$ 130,414.96	$5,086,189.05
Total Counties	2,461,053.95	61,526.29	2,399,527.66	2,578,986.65	64,474.59	2,514,512.06
GRAND TOTAL	$7,532,887.28	$ 188,321.95	$7,344,565.33	$7,795,590.66	$ 194,889.55	$7,600,701.11

Refund of Motor Fuel Taxes

Chapter 69, Laws of Utah 1959 provides "that any person who shall purchase and use within the State of Utah any motor fuel for the purpose of operating, running and propelling stationary farm engines and propelling farm machinery used solely for non-highway agricultural use and who shall have paid the tax on such motor fuel as provided by this Section shall be entitled to a refund of such tax subject to the conditions and limitations as hereinafter provided . . ."

The following schedule shows the operations of this law during the past biennium.

	1961-62 Period	1962-63 Period	Increase (Decrease)	%Increase %(Dec.)
Total claims paid	3,218	3,472	254	7.89%
Total gallons	7,842,745	8,672,993	830,248	10.59%
Taxable gallons included	2,227,678	2,450,276	222,598	9.99%
Refundable gallons	5,614,994	6,222,717	607,723	—10.82%
%Refundable to total	71.596%	71.742%		
Refund at 6c per gallon	$ 336,900.93	$ 373,362.36	$ 36,461.43	10.84%
"Sales Tax" deducted	33,740.82	36,915.33	3,174.51	9.41%
Administrative costs	16,849.14	14,941.97	(1,907.17)	(11.33%)
Net amount paid	$ 286,311.12	$ 321,505.06	$ 35,193.94	12.29%
Average gross refund	$ 104.69	$ 107.54	$ 2.85	2.72%
Average net refund	$ 88.97	$ 92.59	—$ 3.62	4.07%

Property Taxes Over a Ten-Year Period

Calendar Year	Assessed Valuation of State	Property Taxes Levied All Purposes	Average Tax Levy
1954	$1,072,424,034	$ 51,302,864	4.784
1955	1,104,716,500	60,113,257	5.442
1956	1,164,886,237	60,682,595	5.209
1957	1,252,342,342	67,520,586	5.391
1958	1,307,344,603	72,564,172	5.551
1959	1,316,292,887	83,269,805	6.236
1960	1,328,626,629	86,962,502	6.545
1961	1,343,838,206	94,233,249	7.012
1962	1,381,901,288	96,568,098	6.988
1963	1,451,172,817	106,837,362	7.362

Total Property Taxes for all Purposes Charged Against Each Class of Property

	1962	1963	Amount of Increase or (Decrease)	Percent of Increase or (Decrease)
Residential Real Estate	$ 6,090,980	$ 6,682,010	$ 591,030	9.70
Commercial and Industrial Real Estate	3,633,790	3,992,145	358,355	9.86
Agricultural Real Estate	4,426,287	4,679,265	252,978	5.72
Unclassified Real Estate	46,504	56,148	9,644	20.74
Residential Buildings	24,360,556	27,009,237	2,648,681	10.87
Commercial and Industrial Buildings	10,940,595	12,076,071	1,135,476	10.38
Agricultural Buildings	712,241	771,651	59,410	8.34
Motor Vehicles	6,467,806	7,320,148	852,342	13.18
Merchandise and Fixtures	5,976,215	6,327,939	351,724	5.89
Commercial and Industrial Machinery	4,034,093	4,455,520	421,427	10.45
Agricultural Machinery	310,749	352,451	41,702	13.42
Other Personal Property	464,642	496,028	31,386	6.76
Range Cattle	285,968	368,953	82,985	29.02
Other Cattle	255,789	303,178	47,389	18.53
Horses and Mules	39,808	46,511	6,703	16.84
Sheep	239,697	210,010	(29,687)	(12.39)
Other Animals	22,311	25,249	2,938	13,17
Poultry	13,639	11,885	(1,754)	(12.86)
Airlines	170,542	182,976	12,434	7.29
Bus Lines	201,382	219,681	18,299	9.09
Car Companies	170,584	163,366	(7,218)	(4.23)
Express Companies	4,492	6,307	1,815	40.41
Gas Companies	1,610,439	1,822,804	212,365	13.19
Pipe Line Companies	835,251	867,160	31,909	3.82
Power Companies	3,789,916	4,052,740	262,824	6.93
Railroad Companies	3,920,917	4,093,328	172,411	4.40
Telegraph Companies	21,421	22,013	592	2.76
Telephone Companies	2,767,402	3,166,049	398,647	14.41
Terminal Companies	184,057	185,340	1,283	.70
Transit-Traction Companies	20,714	22,739	2,025	9.78
Water Companies	23,606	26,434	2,828	11.98
Mining Companies	14,525,705	16,822,026	2,296,321	15.81
Oil and Gas Companies (Started 1963 so was added into Mining Cos.)				
TOTALS	$96,568,098	$106,837,362	$10,269,264	10.63
By County Assessor	68,321,670	75,184,399	6,862,729	10.04
By State Tax Commission	28,246,428	31,652,963	3,406,535	12.06

DISTRIBUTION OF PROPERTY TAXES ACCORDING TO PURPOSE

TOTALS FOR STATE

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$63,577,304	$ 70,501,113	$ 6,923,809	10.89
Cities and Towns	14,439,243	15,015,740	576,497	3.99
County	15,073,507	17,350,559	2,277,052	15.11
Special Taxing Districts	3,345,814	3,848,483	502,669	15.02
Bounty	132,230	121,467	(10,763)	(8.14)
TOTALS	$96,568,098	$106,837,362	$10,269,264	10.63

TOTALS FOR EACH COUNTY

Beaver County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 312,480	$ 333,253	$ 20,773	6.65
Cities and Towns	47,490	49,308	1,818	3.83
County	54,397	57,457	3,060	5.63
Special Taxing Districts	19,616	28,152	8,536	43.52
Bounty	6,647	6,631	(16)	(.24)
TOTALS	$ 440,630	$ 474,801	$ 34,171	7.76

Box Elder County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 2,608,043	$ 3,042,714	$ 434,671	16.67
Cities and Towns	358,857	388,209	29,352	8.18
County	517,469	636,619	119,150	23.08
Special Taxing Districts	73,091	82,694	9,603	13.14
Bounty	10,244	10,008	(236)	(2.30)
TOTALS	$ 3,567,704	$ 4,160,244	$ 592,540	16.61

Cache County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 1,722,393	$ 1,857,916	$ 135,523	7.87
Cities and Towns	374,737	400,636	25,899	6.91
County	388,280	408,820	20,540	5.29
Special Taxing Districts	7,138	1,744	6	.08
Bounty	2,199	2,365	166	7.55
TOTALS	$ 2,494,747	$ 2,676,881	$ 182,134	7.30

Carbon County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 1,619,086	$ 1,692,783	$ 73,697	4.55
Cities and Towns	148,905	146,510	(2,395)	(1.61)
County	436,235	429,186	(7,049)	(1.62)
Special Taxing Districts	16,255	30,829	14,574	89.66
Bounty	1,842	1,659	(183)	(9.93)
TOTALS	$ 2,222,323	$ 2,300,967	$ 78,644	3.54

Daggett County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 78,360	$ 74,599	$ (3,761)	(4.80)
Cities and Towns	424	3,973	3,549	837.03
County	11,162	12,573	1,411	12.64
Special Taxing Districts	—	—	—	—
Bounty	1,008	998	(10)	(.99)
TOTALS	$ 90,954	$ 92,143	$ 1,189	1.31

Davis County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 2,878,976	$ 3,239,107	$ 360,131	12.51
Cities and Towns	703,208	769,203	65,995	9.38
County	748,175	800,175	52,000	6.95
Special Taxing Districts	442,132	526,757	84,625	19.14
Bounty	882	910	28	3.17
TOTALS	$ 4,773,373	$ 5,336,152	$ 562,779	11.79

Duchesne County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 438,434	$ 495,558	$ 57,124	13.03
Cities and Towns	51,550	54,398	2,848	5.52
County	137,317	157,219	19,902	14.49
Special Taxing Districts	—	—	—	—
Bounty	6,934	8,057	1,123	16.20
TOTALS	$ 634,235	$ 715,232	$ 80,997	12.77

Emery County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 429,991	$ 460,800	$ 30,809	7.17
Cities and Towns	40,547	41,050	503	1.24
County	102,941	106,935	3,994	3.88
Special Taxing Districts	5,077	4,559	(518)	(10.20)
Bounty	4,006	3,609	(397)	(9.91)
TOTALS	$ 582,562	$ 616,953	$ 34,391	5.90

Garfield County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 168,458	$ 175,446	$ 6,988	4.15
Cities and Towns	35,268	35,947	679	1.93
County	42,019	42,792	773	1.84
Special Taxing Districts	3,341	3,483	142	4.25
Bounty	1,777	1,689	(88)	(4.95)
TOTALS	$ 250,863	$ 259,357	$ 8,494	3.39

Grand County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 620,850	$ 801,167	$ 180,317	29.04
Cities and Towns	82,585	83,735	1,150	1.39
County	188,113	189,948	1,835	.98
Special Taxing Districts	20,217	22,900	2,683	13.27
Bounty	5,268	4,209	(1,059)	(20.10)
TOTALS	$ 917,033	$ 1,101,959	$ 184,926	20.17

Iron County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 1,657,494	$ 1,817,508	$ 160,014	9.65
Cities and Towns	181,688	182,392	704	.39
County	355,623	418,315	62,692	17.63
Special Taxing Districts	—	—	—	—
Bounty	5,647	5,945	298	5.28
TOTALS	$ 2,200,452	$ 2,424,160	$ 223,708	10.17

Juab County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 318,008	$ 381,679	$ 63,671	20.02
Cities and Towns	57,263	58,421	1,158	2.02
County	135,575	137,197	1,622	1.20
Special Taxing Districts	—	—	—	—
Bounty	8,653	8,359	(294)	(3.40)
TOTALS	$ 519,499	$ 585,656	$ 66,157	12.73

Kane County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 151,369	$ 175,260	$ 23,891	15.78
Cities and Towns	24,896	29,474	4,578	18.39
County	51,374	50,857	(517)	(1.01)
Special Taxing Districts	—	2,460	2,460	100.00
Bounty	593	458	(135)	(22.77)
TOTALS	$ 228,232	$ 258,509	$ 30,277	13.27

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Millard County				
Schools	$ 555,953	$ 633,233	$ 77,280	13.90
Cities and Towns	59,069	59,891	822	1.39
County	124,035	128,816	4,781	3.85
Special Taxing Districts	38,195	31,000	(7,195)	(18.84)
Bounty	19,580	6,806	(12,774)	(65.24)
TOTALS	$ 796,832	$ 859,746	$ 62,914	7.90
Morgan County				
Schools	$ 324,178	$ 345,230	$ 21,052	6.49
Cities and Towns	18,788	19,359	571	3.04
County	103,778	120,761	16,983	16.36
Special Taxing Districts	7,257	7,318	61	.84
Bounty	678	773	95	14.01
TOTALS	$ 454,679	$ 493,441	$ 38,762	8.53
Piute County				
Schools	$ 103,363	$ 105,243	$ 1,880	1.82
Cities and Towns	7,836	8,008	172	2.19
County	25,262	25,986	724	2.87
Special Taxing Districts	—	—	—	—
Bounty	774	831	57	7.36
TOTALS	$ 137,235	$ 140,068	$ 2,833	2.06
Rich County				
Schools	$ 142,993	$ 173,427	$ 30,434	21.28
Cities and Towns	3,993	4,501	508	12.72
County	39,032	47,842	8,810	22.57
Special Taxing Districts	—	—	—	—
Bounty	3,240	3,068	(172)	(5.31)
TOTALS	$ 189,258	$ 228,838	$ 39,580	20.91
Salt Lake County				
Schools	$ 29,236,294	$ 33,635,717	$ 4,399,423	15.05
Cities and Towns	7,553,217	7,821,578	268,361	3.55
County	7,265,177	8,878,894	1,613,717	22.21
Special Taxing Districts	1,843,849	2,195,757	351,908	19.09
Bounty	2,072	1,987	(85)	(4.10)
TOTALS	$ 45,900,609	$ 52,533,933	$ 6,633,324	14.45

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
San Juan County				
Schools	$ 3,401,323	$ 2,969,268	$ (432,055)	(12.70)
Cities and Towns	37,493	38,884	1,391	3.71
County	733,033	727,762	(5,271)	(.72)
Special Taxing Districts	5,400	5,971	571	10.57
Bounty	3,004	2,715	(289)	(9.62)
TOTALS	$ 4,180,253	$ 3,744,600	$ (435,653)	10.42
Sanpete County				
Schools	$ 544,628	$ 577,161	$ 32,533	5.97
Cities and Towns	105,334	100,976	(4,358)	(4.14)
County	109,222	110,622	1,400	1.28
Special Taxing Districts	6,068	6,146	78	1.29
Bounty	5,765	6,171	406	7.04
TOTALS	$ 771,017	$ 801,076	$ 30,059	3.90
Sevier County				
Schools	$ 577,841	$ 605,028	$ 27,187	4.70
Cities and Towns	128,113	123,734	(4,379)	(3.42)
County	111,927	114,573	2,646	2.36
Special Taxing Districts	—	—	—	—
Bounty	4,262	6,273	2,011	47.18
TOTALS	$ 822,143	$ 849,608	$ 27,465	3.34
Summit County				
Schools	$ 569,222	$ 628,390	$ 59,168	10.39
Cities and Towns	43,494	55,057	11,563	26.59
County	116,205	112,992	(3,213)	(2.76)
Special Taxing Districts	14,006	15,099	1,093	7.80
Bounty	1,715	1,617	(98)	(5.71)
TOTALS	$ 744,642	$ 813,155	$ 68,513	9.20
Tooele County				
Schools	$ 856,235	$ 953,636	$ 97,401	11.38
Cities and Towns	222,564	279,817	57,253	25.72
County	208,653	223,907	15,254	7.31
Special Taxing Districts	—	—	—	—
Bounty	13,906	12,836	(1,070)	(7.69)
TOTALS	$ 1,301,358	$ 1,470,196	$ 168,838	12.97

Uintah County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 1,272,519	$ 1,515,410	$ 242,891	19.09
Cities and Towns	55,155	63,787	8,632	15.65
County	251,118	277,513	26,395	10.51
Special Taxing Districts	27,609	30,559	2,950	10.68
Bounty	10,722	10,867	145	1.35
TOTALS	$ 1,617,123	$ 1,898,136	$ 281,013	17.38

Utah County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 6,417,867	$ 6,901,218	$ 483,351	7.5[illegible]
Cities and Towns	1,557,236	1,653,138	95,902	6.16
County	929,078	949,022	19,944	2.15
Special Taxing Districts	66,662	36,082	(30,580)	(45.87)
Bounty	5,250	6,215	965	18.38
TOTALS	$ 8,976,093	$ 9,545,675	$ 569,582	6.35

Wasatch County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 306,786	$ 326,430	$ 19,644	6.40
Cities and Towns	32,725	34,149	1,424	4.35
County	94,446	98,220	3,774	4.00
Special Taxing Districts	154	154	0	0
Bounty	788	943	155	19.67
TOTALS	$ 434,899	$ 459,896	$ 24,997	5.75

Washington County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 405,002	$ 472,058	$ 67,056	16.5[illegible]
Cities and Towns	109,891	112,001	2,110	1.9[illegible]
County	132,148	140,876	8,728	6.60
Special Taxing Districts	—	—	—	—
Bounty	839	1,244	405	48.27
TOTALS	$ 647,880	$ 726,179	$ 78,299	12.09

Wayne County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 77,384	$ 84,066	$ 6,682	8.63
Cities and Towns	2,967	3,409	442	14.90
County	23,952	25,729	1,777	7.42
Special Taxing Districts	—	—	—	—
Bounty	2,079	1,996	(83)	(3.99)
TOTALS	$ 106,382	$ 115,200	$ 8,818	8.29

Weber County

Purpose	1962	1963	Increase or (Decrease)	Percent of Change
Schools	$ 5,781,774	$ 6,027,808	$ 246,034	4.26
Cities and Towns	2,393,950	2,394,195	245	.01
County	1,637,761	1,918,951	281,190	17.17
Special Taxing Districts	749,747	811,419	61,672	8.23
Bounty	1,856	2,228	372	20.04
TOTALS	$ 10,565,088	$ 11,154,601	$ 589,513	5.58

WITHHOLDING TAX REFUNDS

As Provided By the Individual Income Tax Act

The following tabulation shows the number of withholding tax refunds and the total amount of such refunds which were processed each fiscal year since the enactment of the law.

Fiscal Year Ended June 30	No. of Refunds	Total Amount of Refunds
1958	5,100	$ 30,712
1959	7,500	63,523
1960	67,200	435,732
1961	138,000	1,584,113
1962	168,800	1,964,268
1963	153,800	1,874,737
1964	175,800	2,333,413

The Individual Income Tax Act was amended in 1957 effective July 1 to provide for the withholding of income taxes from non-residents who were subject to the Utah law. In the above tabulation the refunds for the fiscal years ended June 30, 1958, 1959, and the first half of 1960 were limited to non-residents. In 1959 it was again amended to provide for general withholding effective July 1 of that year. The refunds for the second half of 1960 and for the years following were made under the provisions of the general withholding tax law.

AUDITING OF TAX RETURNS

	Fiscal Year Ended June 30, 1963	Fiscal Year Ended June 30,1964
Cigarette and Tobacco	$	$ 10,993.26
Corporation Franchise	490,304.70	561,512.14
Individual Income	547,635.12	641,203.79
Inheritance	78,585.74	209,009.47
Insurance	17,414.23	16,346.38
Mileage Fee	35,927.66	15,962.46
Motor Fuel	10,608.52	3,453.51
Oleomargarine	86,301.75	1,824.10
Sales and Use	990,675.55	883,313.89
Special Fuel	26,818.48	45,381.90
TOTAL	$2,284,271.75	$2,389,000.90

The above statement shows the deficiency assessments which resulted during each of the two past fiscal years from the audit of taxpayers' statements.