

Utah State Tax Commission Tax and Revenue



Utah State Tax Commission

- Monthly webinars of various tax topics.
- Ability to access the recording and presentation after the event.
- Free to all attendees.



Utah State Tax Commission Monthly Webinars

tax.utah.gov/training/webinars

Tax Webinars & Videos

Each month, the Tax Commission holds live public webinars on various tax topics, with access to the recording after the event. We'll also add other training items here as needed. The links will appear below as they're available.

All webinars are held on the third Thursday of each month and begin at **10:00 a.m.**

What's new for the 2024 Income Tax season

When: **January 16, 2025**

Time: **10:00am, Mountain Time**

Description: Join us to look at Individual and Corporate income tax changes for the 2024 tax season. We will look at legislative and other changes.

NOTE: This webinar information will be the same information presented by the Utah State Tax Commission in the 2024 Utah Tax Roadshow, Utah State University Tax School and the IRS Fall Practitioner trainings.

[Register](#)

Upcoming Webinars

February 20, 2025 – Income Tax Credit Review – Part 1

March 20, 2025 – Income Tax Credit Review – Part 2

April 17, 2025 – Sales Tax Licensing Requirements and Application Process

May 15, 2025 – Basics of What is Taxable and What is Exempt from Sales Tax

June 19, 2025 – Review of Sales Tax Publications

Information presented in past webinar recordings is current as of the date of the recording and may not reflect legislative and other subsequent changes. For the most up-to-date information, please refer to our [Forms and Publications](#) and our [Recent Info and Tax Law Changes](#) page.

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Search:

Date	Title	Category/Tax Type	Links
Dec 19, 2024	Construction Industry Sales and Use Tax	Sales Tax	Video Link PDF
Nov 21, 2024	General Pass Through Entity Topics – SALT	Income Tax	Video Link PDF
Oct 17, 2024	Lodging Transient Room Taxes	Sales Taxes	Video Link PDF
Sep 19, 2024	Retirement Tax Topics and Credits	Individual Income Tax Credit	Video Link PDF
Aug 15, 2024	Restaurants, Facilitators and Grocery Foods	Sales Tax	MP4 PDF
Jul 18, 2024	Health Benefit Plan Credit	Individual Income Tax Credit	MP4 PDF
Jun 20, 2024	Sales Tax Refund Process	Sales Taxes	MP4 PDF
May 16, 2024	Military Income Common Topics and Credits	Income tax	MP4 PDF
Apr 18, 2024	How to determine the correct sales tax rate	Sales Taxes	MP4 PDF
Mar 21, 2024	Utah Child/Dependent Tax Information	IncomeTax	MP4 PDF
Mar 4, 2024	FTA Podcast: Customer Experience with Mike Lee	Customer Experience	External Video Link



What's New For the 2024 Income Tax Season



Topics

- General Information
- Legislative Updates
- Utah Domicile Review
- Other Info



General Information



Utah Personal Exemption

2024 Utah Personal Exemption increased to **\$2,046** for each qualifying dependent. Increased from \$1,941 in 2023.

(TC-40 - line 11)

Qualifying Dependents:

- Dependents 16 and under
- Other dependents who qualify for the child tax credit
- Dependents must be claimed on federal return
- Additional Utah personal exemption in year of qualifying dependents birth

• 2	Qualifying Dependents
a	_____ Dependents age 16 and under
b	_____ Other dependents
c	_____ Dependents born in 2024
d	_____ Total (add lines a, b and c)

See instructions.



Federal Standard Deduction

- 2024 Federal Standard Deduction (TC-40 - line 12)

Single or Married Filing Separate:
\$14,600

Head of Household:
\$21,900

Married Filing Jointly or Qualifying Surviving Spouse:
\$29,200



Taxpayer Tax Credit Base Phase Out Amounts

The Taxpayer Tax Credit is 'phased out' or **limited by 1.3%** of any income over a certain amount based on the filing status of the return. (TC-40 - line 17)

<u>2023</u>		<u>2024</u>	
\$16,742	→	\$17,652	Single or Married Filing Separately
\$25,114	→	\$26,478	Head of Household
\$33,484	→	\$35,304	Married Filing Jointly or Qualifying Surviving Spouse



2024 Legislative Updates

Individual & Corporate



HB 89

Tax Refund Amendments

Effective on or after January 1, 2025

- Requires that if an **amended** tax return results in an overpayment equal to more than 30% of the total tax liability reported on the **original** return filed for the tax period, and the refund interest payable on the overpayment exceed \$200 in any calendar year, the refund interest rate is:
 - Reduced from 2% above the federal short term rate to 2% below the federal short term rate but not to exceed 3% or be less than 0%.
 - If this reduced refund interest calculation would reduce the refund interest payable to the taxpayer on the overpayment for the calendar year from more than \$200 to less than \$200, the refund interest payable to the taxpayer shall be equal to \$200 for the calendar year.

Excludes overpayments resulting from Tax Commission error or overpayment refunded to a federally recognized tribe from being subject to the reduced refund interest calculation.



HB 124




Energy Infrastructure Amendments

Effective for a taxable year beginning on or after January 1, 2024

Modifies the qualifications for the High Cost Infrastructure Development tax credit to include:

- Emissions reduction projects
- Mineral processing projects
- Water purification projects
- Water resource forecasting projects.



 (801) 538-8682
 energy.utah.gov
 energytaxcredits@utah.gov

HB 241

Clean Energy Amendments

Effective May 1, 2024

Replaces the term “renewable” with the word “clean” for purposes of the corporate and individual “Clean Energy Systems” tax credits.



UTAH OFFICE OF
ENERGY DEVELOPMENT

Address: 288 N 1460 W Ste 400, SLC UT 84116

General Office Number: 801-538-8732

Tax Credits Number: 801-538-8682

Email: energy@utah.gov

HB 465

Housing Affordability Revisions

For a taxable year beginning on or after January 1, 2024

- Allows any individual or corporate low-income housing tax credits allocated in a calendar year that are subsequently returned to the Utah Housing Corporation or recaptured by the corporation may be allocated in the following year.



UTAH HOUSING CORPORATION

2479 South Lake Park Blvd
West Valley City, Utah 84120

8:00 am to 5:30 pm Monday - Friday
Phone: [\(801\)-902-8200](tel:(801)902-8200) | [\(800\)-284-6950](tel:(800)284-6950)

HB 529

Utah Fits All Scholarship Program Amendments

Effective May 1, 2024

Authorizes the Tax Commission, upon request, to disclose a taxpayer's state individual income tax information to a program manager of the Utah Fits All Scholarship Program if the taxpayer consents in writing to the disclosure.

The taxpayer's written consent includes the taxpayer's name, social security number, and any other information the commission requests that is necessary to verify the identity of the taxpayer.



UTAH FITS ALL
UFASCHOLARSHIP.COM
OFFICIAL UFA PROGRAM MANAGER WEBSITE

Website: ufascholarship.com

Email: support@ufascholarship.com

Telephone: (385)-503-8327

SB 14

Corporate Dissolution Amendments

Corporation
Income Tax Return

2024
TC-20

For 2024 or fiscal year (mm/dd/yyyy):
/ / and ending - / /

• Mark "X" if you filed federal form 8886

• Mark "X" for §59-7-303(3) election

Employer Identification Number

UT Incorporation/Qualification No.

Mark "X" if a current annual report filed with the Div. of Corporations

• 1

Effective taxable year beginning on or after January 1, 2024

Requires that a corporation or pass-through entity must report on the corporation's or pass-through entity's tax return:

- Whether the entity has filed a current annual report with the Division of Corporations, and
- The entity's commerce entity number

This reporting requirement **does not** apply to an individual, estate, or trust.



SB 33

Individual Income Tax Amendments

Effective a taxable year beginning on or after January 1, 2024

1. Changes the presumption that an individual has Utah income tax domicile based on the individual's voting record
 - provides that an individual has Utah income tax domicile for a taxable year, if in the taxable year, the individual or their spouse votes in Utah and has not registered to vote or voted in another state.
 - If the individual or their spouse did not vote in Utah in a Utah election, but are not registered to vote in another state is a factor that may be considered in weight of evidence.
2. Changes the presumption that an individual or their spouse asserted residency in the state for purposes of filing an individual income tax return for the taxable year to a factor that may be considered in weight of evidence.



SB 33

Individual Income Tax Amendments (continued)

Effective a taxable year beginning on or after January 1, 2024

3. Changes the presumption that an individual has Utah income tax domicile if an individual or their spouse receives a primary residential property tax exemption.
 - An individual or their spouse receiving a residential property tax exemption for the taxable year becomes a factor that may be considered in weight of evidence.
4. Repeals the exception from Utah income tax domicile for temporary absences from the state of at least 761 consecutive days.



SB 44

Alternative Education Scholarship Combination

Effective taxable year beginning on or after January 1, 2024

Renames the Special Needs Opportunity Scholarship Program to the Carson Smith Opportunity Scholarship Program.



Hours: Monday – Friday 9am – 5pm

Phone: (801) 477-0057 for application inquiries

Phone: (801) 477-0484 for donation inquiries

Email: info@childrenfirsteducationfund.org

Address: 5414 W. Daybreak Pkwy., C-4 #433, South Jordan, UT 84009

SB 69

Income Tax Amendments

Effective taxable year beginning on or after January 1, 2024

Reduces the corporate and individual income tax rate to **4.55%**.

Note: This is reduced from 4.65% in 2023



2023 HB 170

Child Tax Credit for 2024

Reminder for the 2024 tax year:

(code AT)

Child Tax Credit

You may claim a \$1,000 non refundable credit for any child who:

1. qualifies for the federal child tax credit under IRC 24, and
2. was, on the last day of 2024, **at least one year and no more than three years old.**

Tax Credit reduced by \$.10 per dollar of Modified Adjusted Gross Income over phase out amounts:

Married Filing Separate or filer of 1040-NR - **\$27,000**

Single, Head of Household or Qualified Surviving Spouse - **\$43,000**

Married Filing Joint - **\$54,000**



CPE for Utah Tax Practitioners



Coming in 2025



HB 153

Child Care Revisions

Effective for a taxable year beginning on or after **January 1, 2025**

Changes the definition of a “qualifying child” for purposes of the nonrefundable child tax credit against individual income tax to a child that is **at least one year old** and **younger than 5 years old** on the last day of the taxable year.



State and Local Tax (SALT) Deduction – Utah Tax Credit

Expires for tax years beginning AFTER December 31, 2025

2022 HB 444 - Allows a pass through entity (PTE) to elect to pay Utah income tax on voluntary taxable income on behalf of all Final PTETs as a method of mitigating the federal limitation on the deduction for state and local taxes. This process may not always be beneficial. A PTE should consult an independent tax advisor to determine if this process is beneficial for their circumstances.



For more information visit tax.utah.gov

Utah Domicile



Utah Domicile

[§59-10-136](#)

Effective: January 1, 2024

Test 1

You are domiciled in Utah if you or your spouse:

1. claimed a child tax credit (IRC §24) for a dependent on your federal tax return, and the dependent is enrolled in a Utah public K-12 school (this does not apply if you are the noncustodial parent and are not married to the custodial parent);
2. are enrolled as a resident student in a Utah state institution of higher education;
or
3. voted in Utah during the tax year and were neither registered to vote nor voted in another state.



Utah Domicile

(Continued)

[§59-10-136](#)

Effective: January 1, 2024

Test 2

Even if you do not meet the conditions in Test 1, you are still domiciled in Utah if you or your spouse:

1. have a permanent home in Utah to which either of you intend to return after being absent; and
2. have voluntarily settled in Utah, not for a special or temporary purpose, but with the intent of making a permanent home.



Utah Domicile

(Continued)

[§59-10-136](#)

Effective: January 1, 2024

Whether you have a permanent home in Utah is based on a preponderance of the evidence (i.e., the evidence you have a permanent home is more convincing than any evidence you do not), taking into consideration all of the following facts and circumstances:

- You or your spouse has a Utah driver's license.
- You or your spouse receive a residential exemption for a primary residence under UC §59-2, *Property Tax Act*.
- You or your spouse claims a federal tax credit (IRC §24) for a dependent who is enrolled as a resident student in a Utah state institution of higher education.
- The nature and quality of the living accommodations you or your spouse has in Utah compared to another state.
- You have a spouse or dependent in Utah for whom you or your spouse claims a federal tax credit under IRC §24.



Utah Domicile

(Continued)

§59-10-136

Effective: January 1, 2024

- The physical location where you or your spouse earns income.
- The state of registration of a vehicle owned or leased by you or your spouse.
- You or your spouse has a membership in a church, club or similar organization in Utah.
- You or your spouse lists a Utah address on mail, a telephone listing, a listing in an official government publication, other correspondence, or similar item.
- You or your spouse lists a Utah address on a federal or state tax return.
- You or your spouse file a Utah income tax return as a full year or part-year resident.
- You or your spouse claims Utah residency on a document (other than a Utah income tax return) filed with or provided to a court or other government entity.



Utah Domicile

(Continued)

§59-10-136

Effective: January 1, 2024

- You or your spouse fails to obtain a permit or license normally required of a resident in the state where you claim to have domicile.
- You are the noncustodial parent of a dependent enrolled in a Utah public K-12 school for which you claimed a child tax credit (IRC §24) on your federal tax return, and you are divorced from the custodial parent.
- You maintain a place of abode (i.e., the place where you usually live) in Utah and spent 183 or more days of the tax year in Utah.
- You or your spouse did not vote in Utah during the tax year but voted in Utah in any of the three prior years and were not registered to vote in another state during those three years.



Utah Domicile for Spouses

[§59-10-136](#)

Effective: January 1, 2024

If your spouse has Utah domicile under Test 1 (above), you also have Utah domicile. If your spouse has Utah domicile under Test 2, you also have Utah domicile unless you can establish by a preponderance of the evidence (i.e., the evidence for your claim is more convincing than any evidence against it) that during the tax year and the three prior years you did not:

1. own property in Utah,
2. spend more than 30 total days during a year in Utah,
3. receive earned income for services performed in Utah,
4. vote in Utah, or
5. have a Utah driver's license.

You are not considered to have a spouse with Utah domicile if:

1. you and your spouse are legally separated or divorced, or
2. you and your spouse both claimed married filing separately on your federal individual income tax returns for the tax year.



Domicile For Military Members



Domicile for Military Members



Federal law defines the residency of service members and their spouses. See [50 U.S.C. 4001\(a\)](#).

(1)- A **service member** shall neither lose nor acquire a residence or domicile for purposes of taxation with respect to the person, personal property, or income of the service member by reason of being absent or present in any tax jurisdiction of the United States solely in compliance with military orders.

(2) - A **spouse of a service member** shall neither lose nor acquire a residence or domicile for purposes of taxation with respect to the person, personal property, or income of the spouse by reason of being absent or present in any tax jurisdiction of the United States solely to be with the service member in compliance with the service member's military orders.

NOTE: When electing to change residency please contact your financial officer to update your form [DD 2058 – State of Legal Residence Certificate](#)



Domicile for Military Members

Changed in 2023- [H.R.7939 - Veterans Auto and Education Improvement Act of 2022](#)

Election: **IF MARRIED**

For any taxable year of the marriage, a service member and the spouse of such service member may elect to use for purposes of taxation, regardless of the date on which the marriage of the service member and the spouse occurred, any of the following:

- (A) The residence or domicile of the service member.
- (B) The residence or domicile of the spouse.
- (C) The permanent duty station of the service member.



NOTE: When electing to change residency please contact your financial officer to update your form [DD 2058 – State of Legal Residence Certificate](#)



Other info

- Interest
- Tips for Preparers
- Refund Tips
- Tax Commission Resources



Interest

- Interest rate will change to **6%** for 2025
- *Rate determined by adding two percentage points to Federal rate and in accordance with Utah Code 59-1-402.*
- Calculated from the date payment was due until payment is received.
- Applies to overpayments, refunds, underpayments and delinquencies.



Preparer Tips

Filing returns with an ITIN:

- Returns can be filed with an ITIN on the TC-40 return
- ITIN's **can not** be used on the TC-40W.
 - TC-40W must have the same SSN as reported on W-2s.
- Credit for withholdings will be disallowed if filed with a ITIN on the TC-40W.
- Withholding credits can be denied and refunds stopped.
- Must be able to verify withholding in order to process refund.



Preparer Tips

IRC §965(a) Deferred Foreign Income - Utah Installment Payments:

TC-20R was filed for the 2017 tax period (If fiscal, tax period beginning in 2017)

- 2022 installment was increased to 15%
- 2023 installment was increased to 20%
- **2024 installment is increasing to 25% - Final installment**

2024 Utah TC-20 Instructions

Installment Table

First installment:	8% (paid with TC-20R)
Second Installment:	8%
Third installment:	8%
Fourth installment:	8%
Fifth installment:	8%
Sixth installment:	15%
Seventh installment:	20%
Eighth installment:	25%



Refund Tips

- E-File can speed up the refund process
- Use direct deposit
- Check for accuracy
- File early (fraudsters file early in hopes to get refund before you do)
- Advise taxpayers to respond quickly to Identity Verification letters
- If your system has been breached, or data has been compromised, notify the Tax Commission immediately.
 - Contact the Suspicious Filers Group @ 801-297-3857
 - PTIN#'s or SS#'s can be flagged for fraud alerts



Tax Commission Resources

Contact Us	
Practitioner Hotline	801-297-7790 or 1-800-662-4335 ext. 7790
Customer Service – payment processing & liens	801-297-2200 or 1-800-662-4335
Taxpayer Resources Unit – basic tax questions	801-297-7705 or 1-800-662-4335 ext. 7705
TAP Support	801-297-3996 or 1-800-662-4335 ext. 3996 Email: tapsupport@utah.gov
Taxpayer Advocate Service	801-297-7562 or 1-800-662-4335 ext. 7562
Email	taxmaster@utah.gov
Online Resources	
Tax Commission Website	tax.utah.gov
Forms and Publications	tax.utah.gov/forms
Online Services (TAP)	tap.utah.gov
Tax Practitioner Information	tax.utah.gov/taxpros
Individual Income Tax	incometax.utah.gov
Tax Training	tax.utah.gov/training
X (formerly Twitter) Facebook Instagram	@UtahStateTax Utah State Tax Commission utahstatetaxcommission



Thank You

