

FISCAL NOTE

S.B. 65 3rd Sub. (Ivory)

SHORT TITLE: Alternative Energy Development Tax Incentives

SPONSOR: Adams, J. S.

2012 GENERAL SESSION

STATE GOVERNMENT (UCA 36-12-13(2)(b))

Enactment of this bill may reduce revenue to the General Fund by about \$200,000 in FY2013 and FY2014. Presuming the state has 20% of its energy in 2025 produced by the alternative energy sources identified in this bill, enactment of this bill may forgo revenue to the Education Fund by about \$60 million and forgo revenue to the General Fund by about \$14 million in FY2025

STATE BUDGET DETAIL TABLE

	FY 2012	FY 2013	FY 2014
Revenue:			
General Fund	\$0	(\$200,000)	(\$200,000)
Total Revenue	\$0	(\$200,000)	(\$200,000)
Expenditure	\$0	\$0	\$0
Net Impact, All Funds (Rev.-Exp.)	\$0	(\$200,000)	(\$200,000)
Net Impact, General/Education Funds	\$0	(\$200,000)	(\$200,000)

LOCAL GOVERNMENTS (UCA 36-12-13(2)(c))

Enactment of this bill likely will not result in direct, measurable costs for local governments.

DIRECT EXPENDITURES BY UTAH RESIDENTS AND BUSINESSES (UCA 36-12-13(2)(d))

Businesses eligible for the tax incentives authorized by this bill may see sales tax reductions of \$200,000 in FY2013 and FY2014. Also, by requiring eligible businesses to cover the costs of a certified public accountant and an independent auditor, this bill increases the administrative costs of complying with statute by an annual average of up to \$15,000 per eligible business. Presuming the state has 20% of its energy in 2025 produced by the alternative energy sources identified in this bill, enactment of this bill may reduce business taxes by about \$74 million in 2025.