



Fiscal Note
S.B. 142 1st Sub. (Green)
 2024 General Session
 Lawn Equipment Tax Credit Amendments
 by Pitcher, S. (Pitcher, Stephanie.)



General, Income Tax, and Uniform School Funds

JR4-4-101

| | Ongoing | One-time | Total |
|----------------------------|---------------|-------------|---------------|
| Net GF/ITF/USF (rev.-exp.) | \$(7,000,000) | \$1,600,000 | \$(5,400,000) |

State Government

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

| Revenues | FY 2024 | FY 2025 | FY 2026 |
|---------------------------|------------|----------------------|----------------------|
| Income Tax Fund | \$0 | \$(7,000,000) | \$(7,000,000) |
| Income Tax Fund, One-time | \$0 | \$1,600,000 | \$900,000 |
| Total Revenues | \$0 | \$(5,400,000) | \$(6,100,000) |

Enactment of this legislation could reduce Income Tax Fund revenue by an estimated \$5.4 million in FY 2025, \$6.1 million in FY 2026, and \$7.0 million in FY 2027 from nonrefundable credits to taxpayers that sell new electric powered lawn equipment to commercial purchasers. This credit is scheduled to expire after FY 2027.

| Expenditures | FY 2024 | FY 2025 | FY 2026 |
|--------------------|---------|---------|---------|
| Total Expenditures | \$0 | \$0 | \$0 |

Enactment of this legislation likely will not materially impact state expenditures.

| | FY 2024 | FY 2025 | FY 2026 |
|----------------------|------------|----------------------|----------------------|
| Net All Funds | \$0 | \$(5,400,000) | \$(6,100,000) |

Local Government

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

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

Individuals & Businesses

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

Sellers of new electric powered lawn equipment to commercial purchasers may be eligible to claim a nonrefundable income tax credit, estimated to reduce income tax paid by such sellers, in aggregate, by approximately \$5.4 million in FY 2025, \$6.1 million in FY 2026, and \$7.0 million in FY 2027.

Regulatory Impact

UCA 36-12-13(2)(d)

Enactment of this legislation likely will not change the regulatory burden for Utah residents or businesses.

This bill does not create a new program or significantly expand an existing program.

Notes on Notes

Fiscal notes estimate the direct costs or revenues of enacting a bill. The Legislature uses them to balance the budget. They do not measure a bill's benefits or non-fiscal impacts like opportunity costs, wait times, or inconvenience. A fiscal note is not an appropriation. The Legislature decides appropriations separately.