

## Individual and Corporate Income Tax Credits by Category

**About the document:** Below is a list of the corporate and individual income tax credits. Credits are grouped into one of five categories: (1) business incentives, (2) charitable, (3) behavior incentives, (4) ease of administration, and (5) the taxpayer credit. Business incentives are further categorized into business development and establishment, infrastructure / investment, energy development and production, and motion picture incentives. Note that credits within Title 59, Chapter 7 are credits claimed on a corporate income tax return and credits within Title 59, Chapter 10 are credits claimed on an individual income tax return.

Reference #	Credit Code Section and Description (Effective date if recently enacted; notes) (Note: Click to view the code section.)	Brief Description of Credit Calculation [tax return cap] (notes)	Credit Notes: Refundable?; Carry back; Carry forward; Impacted fund; Credit cap	2017	2018	2019	2020	2021
				<b>Business Incentives (broken into four subcategories)</b>				
<b>Business Incentives - Business Development and Establishment</b>								
1	59-7-612 Tax credit for research activities conducted in the state	% of qualified research expenses	No; CB0; CF14; ITF; None	240 \$37,435,466	281 \$64,295,888	308 \$63,265,772	322 \$74,881,111	377 \$92,817,952
2	59-10-1012 Tax credit for research activities conducted in the state	% of qualified research expenses	No; CB0; CF14; ITF; None	2,136 \$32,822,988	2,114 \$37,862,190	2,405 \$45,096,532	2,646 \$51,840,866	2,719 \$61,436,520
3	59-7-614.2 Economic development tax credit (EDTIF)	Determined by GOEO based on new state revenue / other factors	Yes; CB0; CF0; ITF; None	30 \$11,507,715	22 \$18,590,591	19 \$10,585,878	20 \$14,632,388	26 \$23,074,633
4	59-10-1107 Economic development tax credit (EDTIF)	Determined by GOEO based on new state revenue / other factors	Yes; CB0; CF0; ITF; None	11 \$12,085	60 \$2,141,052	76 \$3,295,614	59 \$2,438,882	67 \$3,327,917
5	59-7-614.10 Enterprise zone tax credit (No new enterprise zones designated on or after 01/01/2021)	Determined by GOEO based on jobs created / investment	No; CB0; CF3; ITF; None	23 \$311,971	35 \$489,494	20 \$245,213	24 \$384,595	29 \$414,066
6	59-10-1037 Enterprise zone tax credit (No new enterprise zones designated on or after 01/01/2021)	Determined by GOEO based on jobs created / investment	No; CB0; CF3; ITF; None	1,307 \$15,502,996	1,607 \$18,376,481	1,424 \$17,791,112	1,281 \$14,498,206	1,237 \$12,673,757
7	59-10-1022 Tax credit for capital gains used to purchase qualifying stock in a Utah small business	4.65% of a qualifying capital gain transaction	No; CB0; CF0; ITF; None	178 \$414,080	171 \$812,303	187 \$1,344,736	202 \$1,273,215	201 \$1,327,257
8	59-10-1025 Investment in a life science establishment	35% of investment taken over three years [\$350k per year]	No; CB0; CF0; ITF; None	<10 \$1,000	<10 \$6,000	<10 \$90,000	<10 \$8,000	-- --
9	59-7-624 Targeted business tax credit for community investment project	Determined by GOEO [\$100k per year]	Yes; CB0; CF0; ITF; \$300,000	<10 \$1,000	<10 \$250,000	<10 \$200,000	<10 \$0	<10 \$1,000
10	59-10-1112 Targeted business tax credit for community investment project	Determined by GOEO [\$100k per year]	Yes; CB0; CF0; ITF; \$300,000	<10 \$60,000	<10 \$30,000	<10 \$150,000	<10 \$2,000	0 \$0
11	59-7-621 Rural jobs creation tax credit	Amount of eligible capital contribution to rural investment company taken over four (phase 1)/CF4	No; CB0; CF7 (phase 1)/CF4	0 0	0 0	0 0	0 \$0	<10 \$2,250,000
12	59-10-1038 Rural job creation tax credit	Amount of eligible capital contribution to rural investment company taken over four (phase 1)/CF4	No; CB0; CF7 (phase 1)/CF4	<10 \$1,000	<10 \$1,000	<10 0	<10 \$1,000	<10 \$1,000
13	59-10-1045 Credit for taxes paid by pass-through entity (Effective 2022; Available through TY 2025)	Amount of tax on income attributed to a pass-through entity taxpayer that is paid by the pass-through entity	No; CB0; CF5; ITF; None	-- --	-- --	-- --	-- --	-- --
<b>Subtotal</b>				<b>\$98,070,301</b>	<b>\$142,854,999</b>	<b>\$142,064,857</b>	<b>\$159,960,263</b>	<b>\$197,324,102</b>

**Business Incentives - Infrastructure / Investment**

14	59-7-601 Interest income from state and federal securities	1% of gross interest income	No; CB3; CF5; ITF; None	41	49	58	54	53
15	59-7-607 Low-income housing tax credit (LIHTC)	Determined by UHC [100% federal low-income housing credit]	No; CB3; CF5; ITF; None	<10	<10	<10	<10	<10
16	59-10-1010 Low-income housing tax credit (LIHTC)	Determined by UHC [100% federal low-income housing credit]	No; CB3; CF5; ITF; None	57	67	77	86	68
17	59-7-609 Historic preservation tax credit	20% of costs	No?; CB0; CF5; ITF; None	0	0	<10	<10	<10
18	59-10-1006 Historic preservation tax credit	20% of costs	No; CB0; CF5; ITF; None	189	195	217	208	223
19	59-7-610 Recycling market development zones tax credit	4.65% of mach/equip costs; 20% of other expenses up to \$2,000	No; CB0; CF3; ITF; None	<10	<10	<10	<10	<10
20	59-10-1007 Recycling market development zones tax credit	4.65% of mach/equip costs; 20% of other expenses up to \$2,000	No; CB0; CF3; ITF; None	78	70	16	<10	<10
21	59-7-619 High cost infrastructure development tax credit	Determined by OED based on development costs / other factors	No; CB0; CF7; ITF; None	0	0	0	0	0
22	59-10-1034 High cost infrastructure development tax credit	Determined by OED based on development costs / other factors	No; CB0; CF7; ITF; None	<10	<10	<10	<10	<10
<b>Subtotal</b>				<b>\$5,941,813</b>	<b>\$7,372,070</b>	<b>\$6,833,197</b>	<b>\$10,641,207</b>	<b>\$13,766,107</b>

**Business Incentives - Energy Development and Production**

23	59-7-614 Residential renewable energy system tax credit	25% of cost [\$2,000 per unit] (solar panel credit phased out by 2024)	No; CB0; CF4; ITF; None	0	0	<10	<10	<10
24	59-10-1014 Residential renewable energy system tax credit	25% of cost [\$2,000 per unit] (solar panel credit phased out by 2024)	No; CB0; CF4; ITF; None	4,222	2,915	4,331	5,900	4,985
25	59-7-614 Commercial renewable energy system tax credit (Production Tax Credit)	10% of cost [\$50,000 per unit]; \$0.0035 per kwh used/sold [48 months]	Yes; CB0; CF0; ITF; None	14	13	20	25	15
26	59-10-1106 Commercial renewable energy system tax credit (Production Tax Credit)	10% of cost [\$50,000 per unit]; \$0.0035 per kwh used/sold [48 months]	Yes; CB0; CF0; ITF; None	582	278	518	504	593
27	59-7-614.7 Alternative energy development tax credit (AEDI)	Determined by OED based on new state revenue / other factors	No; CB0; CF7; ITF; None	0	0	0	0	0
28	59-10-1029 Alternative energy development tax credit (AEDI)	Determined by OED based on new state revenue / other factors	No; CB0; CF7; ITF; None	0	0	0	0	0
29	59-10-1024 Purchase of solar energy units	25% of purchase [\$2,000]	No; CB0; CF4; ITF; None	5,266	2,272	<10	<10	<10
30	59-7-626 Nonrenewable hydrogen production system (Effective 2022)	0.12 per kg per year up to 5,600 metric tons [48 months]	Yes; CB0; CFO; ITF; None	--	--	--	--	--
31	59-10-1113 Nonrenewable hydrogen production system (Effective 2022)	0.12 per kg per year up to 5,600 metric tons [48 months]	Yes; CB0; CFO; ITF; None	--	--	--	--	--
<b>Subtotal</b>				<b>\$27,433,154</b>	<b>\$14,558,420</b>	<b>\$14,053,455</b>	<b>\$19,051,901</b>	<b>\$17,264,314</b>

**Business Incentives - Motion Picture Incentives**

32	59-7-614.5 Production costs of state-approved motion picture production	Determined by GOEO based on \$ left in state / new state revenue	Yes; CB0; CF0; ITF; \$6,793,700	17	<10	<10	<10	<10
33	59-10-1108 Production costs of state-approved motion picture production	Determined by GOEO based on \$ left in state / new state revenue	Yes; CB0; CF0; ITF; \$6,793,700	27	17	21	16	16
<b>Subtotal</b>				<b>\$7,433,222</b>	<b>\$6,280,117</b>	<b>\$6,996,423</b>	<b>\$56,372</b>	<b>\$2,339,068</b>

<b>Business Incentives credit total</b>			<b>\$138,878,490</b>	<b>\$171,065,606</b>	<b>\$169,947,932</b>	<b>\$189,709,743</b>	<b>\$230,693,591</b>	
<b>Charitable (Aid for vulnerable population, offset cost of hardship or tragedy, etc.)</b>								
34	59-10-1035 Contribution to state Achieving a Better Life Experience Program account	4.65% of contribution	No; CB0; CF0; ITF; None	46	52	59	72	103
				\$26,783	\$46,578	\$24,813	\$87,005	\$271,557
35	59-10-1032 Employment of person who is homeless	Determined by DWS [\$2,000]	No; CB0; CF5; ITF; \$100,000	33	19	19	36	21
				\$23,285	\$13,807	\$17,726	\$30,365	\$17,489
36	59-10-1004 Contributions to a nonprofit rehabilitation facility for persons with a disability	50% of contribution [\$200]	No; CB0; CF0; ITF; None	92	106	105	107	73
				\$13,473	\$15,052	\$15,243	\$16,956	\$11,640
37	59-10-1015 Live organ donation expenses	Total amount of expenses [\$10k]	No; CB0; CF5; ITF; None	67	49	82	65	57
				\$132,314	\$74,563	\$180,782	\$172,615	\$147,044
38	59-10-1019 Retirement income tax credit for an individual born before 1953	\$450; (phaseout)	No; CB0; CF0; ITF; None	92,827	87,078	83,805	85,453	55,482
				\$47,742,947	\$44,364,635	\$42,626,416	\$43,875,409	\$30,813,208
39	59-10-1027 Tax liability of an individual who dies in military service in a combat zone	Amount of decedent's tax liability	No; CB0; CF0; ITF; None	--	--	--	--	--
				--	--	--	--	--
40	59-10-1031 Employment of recently deployed veteran	\$200 [\$2,400] or \$400 [\$4,800] per month of employment	No; CB0; CF5; ITF; None	32	15	<10	13	<10
				\$106,129	\$25,485	\$2,000	\$26,142	\$1,000
41	59-10-1036 Military survivor benefits for surviving spouse or dependent child	4.65% of survivor benefits	No; CB0; CF0; ITF; None	70	78	78	97	109
				\$165,156	\$216,136	\$233,173	\$474,406	\$402,185
42	59-10-1111 Psychiatrists/mental health practitioner tax credit	\$10,000 per year for up to 10 years	Yes; CB0; CF0; ITF; None	18	39	73	135	176
				\$260,558	\$368,963	\$740,013	\$1,323,418	\$1,825,116
43	59-10-1042 Social security benefits tax credit	4.65% of social security benefit included in federal return AGI with phaseout	No; CB0; CF0; ITF; None	--	--	--	--	68,666
				--	--	--	--	\$27,422,512
44	59-10-1043 Military retirement tax credit	4.65% of military retirement pay included in federal return AGI	No; CB0; CF0; ITF; None	--	--	--	--	10,141
				--	--	--	--	\$16,439,742
45	59-10-1044 Earned Income Tax Credit (Effective 2022)	20% of federal EITC	No; CB0; CF0; ITF; None	--	--	--	--	--
				--	--	--	--	--
46	59-10-1114 Refundable adoption expense tax credit (Effective 2023)	Amount of qualifying adoption expenses [\$3,500]	Yes; CB0; CF0; ITF; None	--	--	--	--	--
				--	--	--	--	--
47	59-10-1046 Nonrefundable adoption expense tax credit (Effective 2023)	Amount of qualifying adoption expenses [\$3,500]	No; CB0; CF3; ITF; None	--	--	--	--	--
				--	--	--	--	--
48	59-10-1047 Nonrefundable child tax credit (Effective 2024)	\$1,000 for each qualifying child	No; CB0; CF0; ITF; None	--	--	--	--	--
				--	--	--	--	--
<b>Charitable credits total</b>				<b>\$48,470,645</b>	<b>\$45,125,219</b>	<b>\$43,840,166</b>	<b>\$46,006,316</b>	<b>\$77,351,493</b>
<b>Incentive for Specific Behavior (at-home parent, clean vehicle, health benefit plan, education)</b>								
49	59-7-618.1 Purchase of alternative fuel heavy duty vehicle (Reenacted 2021)	\$1,500 to \$15,000 per vehicle (2021-2030 purchases)	No; CB0; CF5; ITF; \$500,000	<10	<10	<10	0	0
				8,000	350,000	80,000	0	0
50	59-10-1033.1 Purchase of alternate fuel heavy duty vehicle (Reenacted 2021)	\$1,500 to \$15,000 per vehicle (2021-2030 purchases)	No; CB0; CF5; ITF; \$500,000	<10	13	<10	<10	12
				\$200,000	\$66,080	\$4,000	\$25,000	\$141,909
51	59-10-1005 Full-time at-home parent	\$100 per qualifying child	No; CB0; CF0; GF; None	3,769	3,204	2,891	2,820	2,790
				\$381,900	\$324,200	\$294,800	\$285,505	\$282,501
52	59-10-1017 Contributions to a Utah Educational Savings Plan	4.65% of contribution [\$1,900 or \$3,800]	No; CB0; CF0; ITF; None	18,232	19,196	20,219	20,782	22,032
				\$3,085,610	\$3,309,174	\$3,699,781	\$3,966,238	\$4,922,377
53	59-10-1023 Cost of health benefit plan	4.65% of specified health benefit plan costs; [\$300, \$600, or \$900 per year,	No; CB0; CF0; ITF; None	9,014	9,622	11,625	17,696	19,186
				\$1,460,518	\$1,639,703	\$1,963,503	\$2,781,379	\$3,070,328
54	59-7-625 Donations to Special Needs Opportunity Scholarship Program (Effective 2021)	Amount of donation	No; CB1; CF3; ITF; \$5,940,000 (for 2021)†	--	--	--	--	<10
				--	--	--	--	200,000

55	59-10-1041 Donations to Special Needs Opportunity Scholarship Program (Effective 2021)	Amount of donation	No; CB1; CF3; ITF; \$5,940,000 (for 2021)†	--	--	--	--	134
				--	--	--	--	\$2,551,519
<b>Incentives for Specific Behavior credit total</b>				<b>\$5,136,028</b>	<b>\$5,689,157</b>	<b>\$6,042,084</b>	<b>\$7,058,122</b>	<b>\$11,168,634</b>
<b>Ease of Administration (sales tax refund, gas tax refund, would be deduction)</b>								
56	59-7-614.1 Purchase of hand tool costing over \$250 to be used in farming operations	Amount of sales tax paid on tool	Yes; CB0; CF0; GF; None	<10 \$1,000	<10 \$1,000	<10 \$1,000	<10 \$1,000	<10 \$1,000
57	59-10-1105 Purchase of hand tool costing over \$250 to be used in farming operations	Amount of sales tax paid on tool	Yes; CB0; CF0; GF; None	38 \$4,285	41 \$4,726	35 \$4,180	42 \$7,245	47 \$9,092
58	59-10-1028 Capital gains gold and silver coin sales	4.65% of taxable capital gain	No; CB0; CF0; ITF; None	49 \$70,109	42 \$58,950	53 \$90,556	87 \$297,166	60 \$82,226
59	59-13-202 Gas tax on gas used for nonhighway agricultural uses (corporate and individual)	Amount of tax paid on gas	Yes; CB0; CF0; TF; None	529 \$153,222	511 \$169,059	496 \$139,449	424 \$126,117	363 \$106,523
60	59-7-623 Guaranty association assessment tax credit (Effective 2019)	20% of assessment for 5 years	No; CB0; CF1; ITF; None	-- --	-- --	0 \$0	\$0 \$0	<10 \$100,000
<b>Ease of Administration credit total</b>				<b>\$228,616</b>	<b>\$233,735</b>	<b>\$235,185</b>	<b>\$431,528</b>	<b>\$298,841</b>
<b>Taxpayer Credit</b>								
61	59-10-1018 Taxpayer credit based on federal deductions and state personal exemptions	6% X (deductions + exemptions) - phaseout	No; CB0; CF0; ITF; None	1,213,447 \$1,146,615,149	1,233,548 \$1,195,780,896	1,282,515 \$1,255,035,579	1,308,331 \$1,420,863,697	1,293,963 \$1,483,563,449
<b>TOTAL FOR ALL CREDITS</b>				<b>\$1,339,328,928</b>	<b>\$1,417,894,613</b>	<b>\$1,475,100,946</b>	<b>\$1,664,069,406</b>	<b>\$1,803,076,008</b>

**Symbol Legend**

-- No data

† annual cap combined for corporate and individual