



Fiscal Note
H.B. 299 2nd Sub. (Gray)
 2020 General Session
 Opportunity Zone Enhancements
 by Winder, M. (Winder, Mike.)



General, Education, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$ (16,509,000)	\$ 16,500,000	\$ (9,000)

State Government

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

Revenues	FY 2020	FY 2021	FY 2022
Education Fund	\$ 0	\$ (16,500,000)	\$ (16,500,000)
Education Fund, One-time	\$ 0	\$ 16,500,000	\$ 0
Total Revenues	\$ 0	\$ 0	\$ (16,500,000)

To the extent that businesses claim the new income tax credit, revenues to the Education Fund could decrease. Assuming 11 parking structures are built, this would total \$66,000,000 in construction costs. With these assumptions, the resulting 25% tax credit would result in a decrease of \$16,500,000 to the Education Fund ongoing.

Expenditures	FY 2020	FY 2021	FY 2022
General Fund	\$ 0	\$ 9,000	\$ 9,000
Total Expenditures	\$ 0	\$ 9,000	\$ 9,000

Enactment of this legislation could cost the Governor's Office of Economic Development \$9,000 ongoing from the General Fund in FY 2021 to establish a new tax certificate program and to evaluate applications.

	FY 2020	FY 2021	FY 2022
Net All Funds	\$ 0	\$ (9,000)	\$ (16,509,000)

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)

Business entities that construct an eligible parking structure accessible to the public near a transit station and located within an opportunity zone may qualify for a tax credit equal to 25% of the eligible construction costs. The aggregate benefit is estimated at \$16,500,000.

Regulatory Impact

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

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

Performance Note

JR4-2-404

No performance note required for this bill

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.