



Fiscal Note
H.B. 275

2022 General Session
Vehicle Emissions Reduction Program
by Stenquist, J.



General, Education, and Uniform School Funds

JR4-4-101

| | Ongoing | One-time | Total |
|---------------------------|---------|---------------|---------------|
| Net GF/EF/USF (rev.-exp.) | \$0 | \$(6,501,100) | \$(6,501,100) |

State Government

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

| Revenues | FY 2022 | FY 2023 | FY 2024 |
|---------------------------------------|------------|--------------------|------------|
| New Account Created By Bill (FN Only) | \$0 | \$6,500,000 | \$0 |
| Total Revenues | \$0 | \$6,500,000 | \$0 |

Enactment of this legislation could transfer up to \$6.5 million one-time from the General Fund to the newly created Vehicle Emissions Reduction Program Restricted Account (GFR). The new account may also receive revenue through voluntary contributions, interest, and proceeds from the recycling of eligible trade-in vehicles.

| Expenditures | FY 2022 | FY 2023 | FY 2024 |
|---------------------------------------|------------|--------------------|--------------------|
| General Fund, One-time | \$0 | \$6,501,100 | \$0 |
| New Account Created By Bill (FN Only) | \$0 | \$1,300,000 | \$1,300,000 |
| Total Expenditures | \$0 | \$7,801,100 | \$1,300,000 |

Enactment of this legislation would create the Vehicle Emissions Reduction Program Restricted Account. While the bill does not appropriate money, should the Legislature opt to fund the program, this legislation could increase General Fund expenditures of up to \$6,500,000 million one-time as a transfer to the newly created account. The Vehicle Emissions Reduction Program Restricted Account could also receive revenue through voluntary contributions and proceeds from the sale of scraps or non-engine parts, in amounts which cannot be estimated at this time. The Department of Environmental Quality (DEQ) could see increased expenditures from the new restricted account on average of \$1,300,000 per year implement the Vehicle Emissions Reduction Program until the program is repealed in FY 2028. DEQ could see increased General Fund expenditures of \$1,100 one-time in FY 2023 for rule making costs, which the Department has indicated they can absorb within their existing appropriation.

| | FY 2022 | FY 2023 | FY 2024 |
|----------------------|------------|----------------------|----------------------|
| Net All Funds | \$0 | \$(1,301,100) | \$(1,300,000) |

Local Government

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

Enactment of this legislation could increase costs to local health departments by \$150,000 one-time, and include ongoing costs of \$150 per car for inspections, for the duration of the program. Costs could be reimbursed from the newly created restricted account.

Individuals & Businesses

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

Enactment of this legislation likely will not result in direct expenditures from tax or fee changes for Utah residents and businesses.

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 Evaluation

JR1-4-601

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.