



Fiscal Note
H.B. 311 1st Sub. (Buff)
 2022 General Session
 Clean Air Heavy Equipment Tax Credit
 by Ballard, M. (Ballard, Melissa.)



General, Education, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/EF/USF (rev.-exp.)	\$(236,000)	\$6,000	\$(230,000)

State Government

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

Revenues	FY 2022	FY 2023	FY 2024
Education Fund	\$0	\$(236,000)	\$(236,000)
Education Fund, One-time	\$0	\$6,000	\$0
Total Revenues	\$0	\$(230,000)	\$(236,000)

Enactment of this bill is estimated to decrease Education Fund revenues by \$230,000 in FY 2023 and \$236,000 in FY 2024. A small portion of the fiscal impact will be offset by the incorporation of the current heavy duty vehicle tax credit into the heavy equipment tax credit.

Expenditures	FY 2022	FY 2023	FY 2024
Other Financing Sources	\$0	\$500,000	\$500,000
Total Expenditures	\$0	\$500,000	\$500,000

Enactment of this legislation could cost the Inland Port Authority \$500,000 to issue grants authorized in the bill. The Authority has indicated that they can absorb these costs.

	FY 2022	FY 2023	FY 2024
Net All Funds	\$0	\$(730,000)	\$(736,000)

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)

Individuals or businesses who make a qualifying alternative fuel heavy equipment purchase may realize tax savings of \$500,000 in aggregate in tax year 2022. Individuals eligible under the existing credit could experience a reduction in benefit of approximately \$264,000 annually in aggregate. The net impact to individuals and businesses is a cost savings of \$230,000 in FY 2023 and \$236,000 in FY 2024.

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.