



**Fiscal Note**  
**H.B. 311 2nd Sub. (Gray)**  
 2022 General Session  
 Clean Air Heavy Equipment Tax Credit  
 by Ballard, M. (Bramble, Curtis.)



**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                |
| <b>Total Revenues</b>    | <b>\$0</b> | <b>\$(230,000)</b> | <b>\$(236,000)</b> |

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    |
|---------------------------|------------|------------|------------|
| <b>Total Expenditures</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> |

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

|                      | FY 2022    | FY 2023            | FY 2024            |
|----------------------|------------|--------------------|--------------------|
| <b>Net All Funds</b> | <b>\$0</b> | <b>\$(230,000)</b> | <b>\$(236,000)</b> |

**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.

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.