



Fiscal Note
S.B. 249
 2023 General Session
 Electric Energy Storage Amendments
 by Blouin, N.



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$0	\$(1,100,000)	\$(1,100,000)

State Government

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

Revenues	FY 2023	FY 2024	FY 2025
Income Tax Fund, One-time	\$0	\$(1,100,000)	\$0
Dedicated Credits Revenue	\$0	\$2,000	\$0
Total Revenues	\$0	\$(1,098,000)	\$0

Enactment of this legislation could reduce revenues to the Income Tax Fund by up to \$1,100,000 one-time in FY 2024 from issuing tax credits for commercial energy storage systems. Enactment of this legislation could also increase Dedicated Credit revenue to the Office of Energy Development by \$2,000 one-time in FY 2024 from tax credit application fees.

Expenditures	FY 2023	FY 2024	FY 2025
Dedicated Credits Revenue	\$0	\$2,000	\$0
Total Expenditures	\$0	\$2,000	\$0

Enactment of this legislation could increase Dedicated Credit expenditures for the Office of Energy Development by \$2,000 one-time in FY 2024 to process applications for commercial energy storage system tax credits.

	FY 2023	FY 2024	FY 2025
Net All Funds	\$0	\$(1,100,000)	\$0

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)

Businesses or Individuals that install commercial energy storage systems may be eligible for a refundable tax credit equal to 30% of the reasonable costs of a utility-controlled commercial energy storage system (up to a maximum of \$300,000 per system), or 10% of the reasonable costs of a commercial energy storage system that is not a utility-controlled system (up to a maximum of \$100,000 per system). The Office of Energy Development estimates that there could be 1 utility-controlled commercial energy storage system and 8 non-utility controlled commercial energy storage systems that come online in calendar year 2023, for a maximum refund of \$1,100,000 in aggregate.

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.