



Fiscal Note

S.B. 252

2023 General Session
 Conservation Tax Incentive Amendments
 by Riebe, K.



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$ (180,000)	\$ (3,020,000)	\$ (3,200,000)

State Government

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

Revenues	FY 2023	FY 2024	FY 2025
Income Tax Fund, One-time	\$0	\$ (3,000,000)	\$ (3,000,000)
Total Revenues	\$0	\$ (3,000,000)	\$ (3,000,000)

This bill enacts nonrefundable corporate and individual tax credits for taxable years beginning on or after January 1, 2023, and beginning before January 1, 2026. Enactment of this bill may reduce Income Tax Fund revenues by up to \$3,000,000 in FY 2024; \$3,000,000 in FY 2025; and \$4,000,000 in FY 2026, assuming the maximum aggregate amount authorized in the bill.

Expenditures	FY 2023	FY 2024	FY 2025
General Fund	\$0	\$180,000	\$180,000
General Fund, One-time	\$0	\$20,000	\$0
Total Expenditures	\$0	\$200,000	\$180,000

Enactment of this legislation could cost the Department of Natural Resources approximately \$180,000 ongoing beginning in FY 2024 (through FY 2026) and \$20,000 one-time in FY 2024 from the General Fund for personnel and administrative costs associated with administering new tax credits.

	FY 2023	FY 2024	FY 2025
Net All Funds	\$0	\$ (3,200,000)	\$ (3,180,000)

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)

Under this legislation, a taxpayer who builds a new home and installs water-efficient landscaping and fixtures may be eligible for a nonrefundable tax credit equal to 10% of the eligible expenses, up to a maximum tax credit amount of \$100,000 per person per taxable year. Assuming the Division of Water Resources issues the maximum aggregate amount of tax credit certificates authorized, qualifying taxpayers could see aggregate tax savings of \$3 million in tax year 2023, \$3 million in tax year 2024, and \$4 million in tax year 2025.

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.