



Fiscal Note
H.B. 373

2024 General Session
Environmental Quality Amendments
by Snider, C.



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(4,029,000)	\$(125,000)	\$(4,154,000)

State Government

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

Revenues	FY 2024	FY 2025	FY 2026
Dedicated Credits Revenue	\$0	\$900,000	\$900,000
Total Revenues	\$0	\$900,000	\$900,000

Enactment of this legislation is expected to impact state sales tax revenues. On average, sales tax revenue would be reduced \$485,000 for every additional \$10,000,000 in pollution control purchases. The aggregate annual dollar amount of purchases from all pollution control devices regulated by the Department of Environmental Quality is unknown at this time. Enactment of this legislation could also increase Dedicated Credit revenue to the Attorney General's Office by \$900,000 ongoing beginning in FY 2025 from providing legal support to the member agencies of the Coordination Counsel in their new approval responsibilities.

Expenditures	FY 2024	FY 2025	FY 2026
General Fund	\$0	\$4,029,000	\$4,029,000
General Fund, One-time	\$0	\$125,000	\$0
Total Expenditures	\$0	\$4,154,000	\$4,029,000

Enactment of this legislation could cost the Department of Agriculture and Food \$576,300 ongoing from the General Fund beginning in FY 2025 for staff support and legal expenses for the Coordination Council to review and approve an estimated 13,000 actions by the Department of Environmental Quality (DEQ). This legislation could also cost the Department of Natural Resources \$1,114,400 ongoing from the General Fund beginning in FY 2025 for staff support and legal expenses for the Coordination Council to review and approve an estimated 13,000 actions by DEQ. Enactment of this legislation could cost DEQ \$125,000 one-time and \$1,438,100 ongoing beginning in FY 2025 to staff and legal support to track approvals, update data bases, and present an estimated 13,000 items a year to the Coordination Council for approval. Finally, this legislation could increase expenditures from Dedicated Credits for the Attorney General's Office by \$900,000 annually to support the member agencies of the Coordination Council and review approvals.

	FY 2024	FY 2025	FY 2026
Net All Funds	\$0	\$(3,254,000)	\$(3,129,000)

Local Government

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

Enactment of this legislation could decrease collections for local governments from exempting additional pollution control devices from sales tax. The aggregate annual impact will vary by municipality and cannot be estimated at this time.

Individuals & Businesses

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

Enactment of this legislation could decrease the sales tax burden for certain businesses who are required to own and use pollution control devices which would now be exempt from sales tax. The aggregate annual impact of this decreased tax burden is unknown.

Regulatory Impact

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

Enactment of this legislation could result in a small reduction in 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.