



Fiscal Note
H.B. 373 2nd Sub. (Gray)
 2024 General Session
 Environmental Quality Amendments
 by Snider, C. (Jimenez, Tim.)



General, Income Tax, and Uniform School Funds

JR4-4-101

	Ongoing	One-time	Total
Net GF/ITF/USF (rev.-exp.)	\$(452,500)	\$(16,800)	\$(469,300)

State Government

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

Revenues	FY 2024	FY 2025	FY 2026
General Fund	\$0	\$(485,000)	\$(485,000)
Dedicated Credits Revenue	\$104,400	\$626,400	\$626,400
Total Revenues	\$104,400	\$141,400	\$141,400

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.

This legislation may also increase Dedicated Credit revenue for the Department of Environmental Quality by \$104,400 one-time and by \$626,400 ongoing from updated permitting requirements or Air Quality and Water Quality.

Expenditures	FY 2024	FY 2025	FY 2026
General Fund	\$0	\$(32,500)	\$(32,500)
General Fund, One-time	\$16,800	\$0	\$0
Dedicated Credits Revenue	\$104,400	\$626,400	\$626,400
Total Expenditures	\$121,200	\$593,900	\$593,900

Enactment of this legislation could cost the Department of Environmental Quality \$16,800 one-time from the General Fund in FY 2024 for rule making, which the Department can absorb. This legislation could increase expenditures from Dedicated Credits for the Department of Environmental Quality by \$104,400 one-time in FY 2024 and \$626,400 ongoing beginning in FY 2025 for changes in permitting requirements. Finally, this legislation could reduce General Fund expenditures for the Division of Air Quality by \$32,500 ongoing beginning in FY 2025 from repealing the Air Quality Policy Advisory Board.

	FY 2024	FY 2025	FY 2026
Net All Funds	\$(16,800)	\$(452,500)	\$(452,500)

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Local Government

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

Enactment of this legislation is expected to impact sales tax revenues. On average, sales tax revenue would be reduced \$280,000 for every additional \$10,000,000 in pollution control purchases. 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. This legislation could also cost the same businesses \$104,400 one-time and an estimated \$626,400 ongoing from hourly fees related to permitting from the Department of Environmental Quality.

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.