



Fiscal Note
S.B. 168 3rd Sub. (Ivory)
2024 General Session
Affordable Building Amendments
by Fillmore, L. (Fillmore, Lincoln.)



General, Income Tax, and Uniform School Funds

JR4-4-101

| | Ongoing | One-time | Total |
|----------------------------|------------|----------|------------|
| Net GF/ITF/USF (rev.-exp.) | \$(78,800) | \$0 | \$(78,800) |

State Government

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

| Revenues | FY 2024 | FY 2025 | FY 2026 |
|---------------------------|----------|-----------|-----------|
| Dedicated Credits Revenue | \$20,300 | \$261,300 | \$261,300 |
| Commerce Service Fund | \$0 | \$1,400 | \$1,400 |
| Total Revenues | \$20,300 | \$262,700 | \$262,700 |

Enactment of this legislation could increase Dedicated Credits revenue by \$20,300 one-time in FY 2024 and \$161,300 ongoing in FY 2025 to the Department of Government Operations. Enactment could also increase revenue to the Commerce Service Account by \$1,400 ongoing in FY 2025 from issuance of additional building inspector licenses. Additionally, enactment of this legislation could increase Dedicated Credits revenue by \$100,000 ongoing to the Governor's Office of Economic Development in FY 2025 from the performance of gap analyses.

| Expenditures | FY 2024 | FY 2025 | FY 2026 |
|---------------------------|----------|-----------|-----------|
| General Fund | \$0 | \$78,800 | \$78,800 |
| Dedicated Credits Revenue | \$20,300 | \$261,300 | \$261,300 |
| Commerce Service Fund | \$0 | \$1,400 | \$1,400 |
| Total Expenditures | \$20,300 | \$341,500 | \$341,500 |

Enactment of this legislation could cost the Department of Workforce Services \$19,800 ongoing from the General Fund starting in FY 2025 for personnel costs to implement the First-time Homebuyer program modifications. Enactment could also cost the Department of Government Operations \$20,300 one time in FY 2024 and \$161,300 ongoing in FY 2025 from Dedicated Credits for personnel costs, data processing, and other current expenses. Enactment could also cost the Department of Commerce \$1,400 ongoing from the Commerce Service Account in FY 2025 to license additional building inspectors.

Additionally, enactment of this legislation could cost the Governor's Office of Economic Development \$100,000 ongoing in Dedicated Credits, and \$59,000 ongoing from the General Fund in FY 2025, for contracting out the gap analyses and personnel costs.

| | FY 2024 | FY 2025 | FY 2026 |
|---------------|---------|------------|------------|
| Net All Funds | \$0 | \$(78,800) | \$(78,800) |

Local Government

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

Local governments could collect fees related to the construction and installation of modular building units, which may include building permit fees, inspection fees, impact fees, and administrative fees, and could incur corresponding expenses administering the provisions of this legislation. Additionally, local governments could pay \$100,000 for gap analyses.

Individuals & Businesses

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

Approximately 16 individuals could pay \$85 per year in licensing fees for an aggregate total of \$1,400. Other individuals and businesses could pay fees summing to \$20,300 in FY 2024 and \$161,300 beginning in FY 2025 for building certifications.

Regulatory Impact

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

Enactment of this legislation could result in a small increase in the regulatory burden for Utah residents or businesses.

Performance Evaluation

JR1-4-601

This bill creates a new program or significantly expands an existing program. For a list of questions lawmakers might ask to improve accountability for the proposed program, please see: <https://budget.utah.gov/newprogram>

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.