



**Fiscal Note**  
**H.B. 299 1st Sub. (Buff)**  
 2020 General Session  
 Opportunity Zone Enhancements  
 by Winder, M. (Winder, Mike.)



**General, Education, and Uniform School Funds**

JR4-4-101

|                           | Ongoing         | One-time      | Total      |
|---------------------------|-----------------|---------------|------------|
| Net GF/EF/USF (rev.-exp.) | \$ (16,509,000) | \$ 16,500,000 | \$ (9,000) |

**State Government**

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

| Revenues                 | FY 2020     | FY 2021         | FY 2022                |
|--------------------------|-------------|-----------------|------------------------|
| Education Fund           | \$ 0        | \$ (16,500,000) | \$ (16,500,000)        |
| Education Fund, One-time | \$ 0        | \$ 16,500,000   | \$ 0                   |
| <b>Total Revenues</b>    | <b>\$ 0</b> | <b>\$ 0</b>     | <b>\$ (16,500,000)</b> |

To the extent that businesses claim the new income tax credit, revenues to the Education Fund could decrease. Assuming 11 parking structures are built, this would total \$66,000,000 in construction costs. With these assumptions, the resulting 25% tax credit would result in a decrease of \$16,500,000 to the Education Fund ongoing.

| Expenditures              | FY 2020     | FY 2021         | FY 2022         |
|---------------------------|-------------|-----------------|-----------------|
| General Fund              | \$ 0        | \$ 9,000        | \$ 9,000        |
| <b>Total Expenditures</b> | <b>\$ 0</b> | <b>\$ 9,000</b> | <b>\$ 9,000</b> |

Enactment of this legislation could cost the Governor's Office of Economic Development \$9,000 ongoing from the General Fund in FY 2021 to establish a new tax certificate program and to evaluate applications.

|                      | FY 2020     | FY 2021           | FY 2022                |
|----------------------|-------------|-------------------|------------------------|
| <b>Net All Funds</b> | <b>\$ 0</b> | <b>\$ (9,000)</b> | <b>\$ (16,509,000)</b> |

**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)

Business entities that construct an eligible parking structure accessible to the public near a transit station and located within an opportunity zone may qualify for a tax credit equal to 25% of the eligible construction costs. The aggregate benefit is estimated at \$16,500,000.

**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 Note**

JR4-2-404

No performance note required for this bill

**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.