

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2607-02
Bill No.: HB 1287
Subject: Counties; Boards, Commissions, Committees, Councils; Taxation and Revenue - General
Type: Original
Date: April 13, 2015

Bill Summary: This proposal changes the law regarding levee fund taxes for levee districts organized by the county commission.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 5 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2016	FY 2017	FY 2018
Local Government*	\$0	\$0	\$0

*Distribution increase (decrease) net to zero.

FISCAL ANALYSIS

ASSUMPTION

Oversight was unable to receive some of the agency and local government responses in a timely manner due to the short fiscal note request time. Oversight has presented this fiscal note on the best current information that we have or on prior year information regarding a similar bill. Upon the receipt of agency and local government responses, Oversight will review to determine if an updated fiscal note should be prepared and seek the necessary approval of the chairperson of the Joint Committee on Legislative Research to publish a new fiscal note.

Officials at the **City of Jefferson** assume \$5,000 in additional costs each year from this proposal.

Officials at the **Department of Natural Resources** and the **State Tax Commission** each assume no fiscal impact to their respective agencies from this proposal.

Oversight assumes this proposal is permissive in nature and would have no local fiscal impact without action by the board of directors of the levee district. Oversight also assumes that should the board of directors determine, order, and levy a new or increased tax for the levee districts, the revenues collected should be offset by the replacing, repairing or reconstructing costs within the levee district and net to zero. Therefore, Oversight will reflect a \$0 impact to Local Political Subdivisions from this proposal.

<u>FISCAL IMPACT - State Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2016 (10 Mo.)	FY 2017	FY 2018
LOCAL POLITICAL SUBDIVISIONS			
<u>Revenue</u> - Counties - on new or increased taxes on property in levee districts	\$0 to Unknown	\$0 to Unknown	\$0 to Unknown
<u>Cost</u> - Counties - replacing, repairing or reconstructing in levee districts	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>	\$0 to <u>(Unknown)</u>
ESTIMATED NET EFFECT ON LOCAL POLITICAL SUBDIVISIONS	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

This could have a direct fiscal impact to small businesses as a result of this proposal.

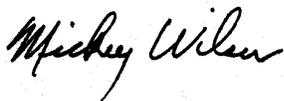
FISCAL DESCRIPTION

This bill removes the tax levy cap of 10 mills on the dollar that a levee district organized by the county commission may assess, authorizes the levee district to assess an additional tax on property in proportion to the benefits assessed, and specifies the format for the certificate of installment tax that the levee board must submit to the county collector.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Natural Resources
City of Jefferson
State Tax Commission



L.R. No. 2607-02
Bill No. HB 1287
Page 5 of 5
April 13, 2015

Mickey Wilson, CPA
Director
April 13, 2015

Ross Strobe
Assistant Director
April 13, 2015