Expenses Explanation

Local Funds
Federal Funds
Ded./Other
Agy. Self-Gen.
State Gen. Fd.

Revenues
Annual Total
Federal Funds
Ded./Other
State Gen. Fd.
Local Funds

Expenses
TAX/LOCAL

Proposed law directs the Legislative Auditor and Uniform Local Sales Tax Board to develop a standard audit report format for single collectors of sales and use tax that are paid a collection fee. The report will provide information about collection and disbursement methods and the actual cost of collecting sales and use tax. Collectors will begin using the reports at the end of Calendar Year 2023 or Fiscal Year 2023-24, depending on the operating calendar of the local authority and submit them to the Legislative Auditor 60 days after the end of the operating year. The annual reporting schedule is subject to revision by the Legislative Auditor and Uniform Local Sales Tax Board as necessary.

Expenses Explanation

The Louisiana Legislative Auditor (LLA) and Uniform Local Sales Tax Board indicate that the development of the report and the review of the annual submissions will require additional resources. It is not expected that annual reporting of current collection practices will place a significant burden on local collectors.

Should the report contemplated by the bill require an annual submission and the LLA performs all data collection, manipulation, analysis, instruction, documentation and training, the agency indicates that state general fund in the following amounts are anticipated to be needed: FY 23 $26,400, FY 24 $62,400, FY 25 $139,200, FY 26 $139,200 and FY 27 $62,400. LLA developed these expenditure estimates based on similar, but not identical, statutory requirements to monitor and report on Justice System funding schedules. For all instruments under consideration this session, an assessment will be made by the LLA for the cumulative effect of all new legislation to determine if additional resources are needed at that time.

Revenues Explanation

There is no anticipated direct material effect on governmental revenues as a result of this measure. The bill simply provides for a reporting mechanism and does not change tax liabilities in any way.