



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 805 HLS 16RS 972
Bill Text Version: ENROLLED
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Table with metadata: Date: June 6, 2016 10:32 AM; Author: BROADWATER; Dept./Agy.: Communication Districts; Subject: 911 Emergency Telephone Service Charges; Analyst: Robbie Robinson

DISTRICTS/COMMUNICATIONS EN +\$14,300,000 LF RV See Note Page 1 of 1
Provides relative to communication districts

Purpose of the Bill: This bill authorizes an increase in the maximum amount of service charges on wireless communication devices from eighty-five cents to one dollar and twenty-five cents per month or the rate the communication district is authorized to levy on August 1, 2016.

Table with 7 columns: EXPENDITURES, REVENUES, 2016-17, 2017-18, 2018-19, 2019-20, 2020-21, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION

This measure may result in an indeterminable increase in local government expenditures.

This bill provides funding for communication districts to field a new generation of 911 emergency call services that have been outlined by the Federal Communications Commission.

REVENUE EXPLANATION

This measure may increase revenues of local government communication districts, except in Jefferson and St. Bernard Parishes.

This bill authorizes an increase in the maximum amount of service charge from \$.85 per month per wireless connection to \$1.25 per month per wireless connection or the rate the communication district is authorized to levy on August 1, 2016, whichever is higher.

Assumptions:

- Maximum \$.40 increase for 2,919,000 wireless customers in Louisiana. This is composed of 3,400,000 estimated statewide customers, excluding prepaid wireless customers, adjusted by 326,000 estimated customers in Jefferson and St. Bernard Parishes, and an estimated 155,000 customers in Caddo Parish.
--Estimated increase will become effective August 1, 2016 and be reduced by a 1% service provider collection fee.
--Estimated revenue from increase of \$.40 for 2,919,000 customers and \$.25 for 155,000 customers in Caddo Parish will result in a \$13,137,151 increase in fiscal year 2016-2017 (11 months) and a \$14,331,438 in fiscal year 2017-2018 and thereafter.

Senate Dual Referral Rules House

- [X] 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} [] 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
[X] 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} [] 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Signature of Michael G. Battle
Michael G. Battle
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