



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 7 HLS 171ES 16
Bill Text Version: ENGROSSED
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: February 20, 2017 10:00 AM Author: BOUIE
Dept./Agy.: Seabrook Neighborhood Security District Analyst: Sarah Futch
Subject: Security District/Orleans Parish

DISTRICTS/CRIME PREVENT EG +\$280,000 LF RV See Note Page 1 of 1
Provides relative to the parcel fee imposed within the Seabrook Neighborhood Improvement and Security District in Orleans Parish (Item #5)

Purpose of Bill: This bill provides for a parcel fee that, if approved, shall expire at the end of the term provided for in the proposition authorizing the fee, not to exceed eight years.

Table with 7 columns: EXPENDITURES, 2017-18, 2018-19, 2019-20, 2020-21, 2021-22, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total. A second table below shows REVENUES with similar columns and rows, including Local Funds at \$280,000 and Annual Total at \$280,000.

EXPENDITURE EXPLANATION

There may be a minimal increase on local governmental expenditures as a result of this measure. There may be some minimal election costs due to the holding of an election as provided for in the bill (we are assuming impact may occur in 2017-2018). Information obtained from the Secretary of State's Office indicated the potential Fall election cost for this district ranges from \$1,200 to \$1,500 and the Spring election cost could be approximately \$5,000.

REVENUE EXPLANATION

Local governmental revenues may increase by \$280,000 annually as a result of this measure.

Assuming that parcel fees are approved by the voters in the district, revenues could increase by a maximum of \$280,000. This is based on approximately 1,400 parcels located in the district and a parcel fee of \$200. However, actual collections could be closer to \$200,000 if certain exemptions are applied (e.g., owners 65 years of age or older).

The city of New Orleans is allowed to retain 1% of the amount collected as a collection fee. Thus, this measure may increase revenues to the city by an estimated \$2,800.

Senate Dual Referral Rules House

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

Signature of Michael G. Battle
Michael G. Battle
Manager, Advisory Services