

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 224** SLS 19RS 465

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 22, 2019	10:01 AM	Author: BOUDREAUX
Dept./Agy.: Revenue		Analyst: Jodi Mauroner
Subject: Student Tuition Donation Program		

TAX/INCOME/PERSONAL

OR SEE FISC NOTE GF RV

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Provides for the individual income tax credit for donations to school tuition organizations. (1/1/20)

Present law authorizes a tax credit in the amount of the donation used in a given year. Proposed law allows for the donation to be utilized over multiple years. Present law provides for quarterly payments which must be endorsed by the parent of the recipient. Proposed law provides for two payments annually with deposits made upon parental approval. Further provides for scholarship to be withheld if parent does not approve the payment. Present law requires an annual report be submitted to the Department of Education by January first each year and to the Department of Revenue by February first. Proposed law extends the submission date by 30 days.

EXPENDITURES	2019-20	2020-21	2021-22	2022-23	2023-24	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2019-20	2020-21	2021-22	2022-23	2023-24	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW					
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total						

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

Proposed law provides for changes to the payment and reporting methodology. It does not affect the total amount of tax credit granted, but it may affect the amount of credit claimed in particular years if the donation is used for tuition over multiple years, but the associated credit is claimed on a single year's tax return. For an affected donation/credit, more credit would be claimed in a year than would otherwise occur, but less credit would be claimed in subsequent years than would otherwise occur.

Senate

Dual Referral Rules

House

13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

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}

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