



**OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note**

Fiscal Note On: **HB 40** HLS 19RS 171
 Bill Text Version: **ENROLLED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 31, 2019	1:23 PM	Author: BROWN, CHAD
Dept./Agy.: Assumption Parish		Analyst: Elizabeth Caillier
Subject: Local Parking & Use Tax		

TAX/LOCAL EN +\$100,000 LF RV See Note Page 1 of 1
 Authorizes the governing authority of Assumption Parish to levy a parking and use tax within recreational vehicle parks

Purpose of Bill: The bill authorizes the Parish of Assumption, subject to voter approval, to levy and collect a parking and use tax not to exceed \$4.90 per rented parking space per day for recreational vehicles. The tax will be collected at the same time that the rent or fee for parking is paid. Proceeds of the tax shall be deposited into the general fund of the parish.

EXPENDITURES	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>5 -YEAR TOTAL</u>
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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

REVENUES	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>5 -YEAR TOTAL</u>
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	\$50,000	\$100,000	\$100,000	\$100,000	\$100,000	\$450,000
Annual Total	\$50,000	\$100,000	\$100,000	\$100,000	\$100,000	\$450,000

EXPENDITURE EXPLANATION

Local fund expenditures may increase as a result of this bill.

An official with the Assumption Parish Police Jury stated that the \$50,000 collected in 2019-2020 and the \$100,000 collected each year thereafter will be used to cover the increased costs of healthcare and lodging for inmates.

An official with the Secretary of State informed us that cost for the election would be approximately \$41,000 if held in the fall of 2019, or \$36,000 if held in the following spring based on the recent costs of elections in the parish. If the election is held on a statewide election date, the parish would be responsible for paying no more than 25% of the total (\$41,000 x .25 = \$10,250). If the election is held at the same time as the spring municipal elections, the parish would be responsible for paying the total cost of \$36,000. Actual cost cannot be determined until the election is held and all costs are known.

REVENUE EXPLANATION

Local fund revenues may increase by approximately \$50,000 in fiscal year 2020 and by \$100,000 thereafter.

An official with the Assumption Parish Police Jury stated that this parking and use tax will be placed on the ballot for the October or November 2019 elections. If the tax is approved by voters, it will take effect beginning in January 2020. For fiscal year 2019-2020, it is estimated that the tax will generate \$50,000 and \$100,000 each year thereafter.

The estimate is based on at least 85 units occupied for 225 days of the year for a total of \$93,713 (85 units x 225 days x \$4.90 = \$100,000 rounded). It appears that there are 180 parking units available for recreational vehicles in Assumption Parish.

Senate
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 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}

M. G. Battle
Michael G. Battle
 Manager, Advisory Services