

**LEGISLATIVE FISCAL OFFICE  
Fiscal Note**



Fiscal Note On: **HB 94** HLS 21RS 500  
 Bill Text Version: **ENROLLED**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

**Date:** May 28, 2021 4:26 PM **Author:** FONTENOT  
**Dept./Agy.:** Executive Department / Louisiana Tax Commission **Analyst:** Monique Appeaning  
**Subject:** Interim basis to levy and collect specific fees for certain svcs

TAX COMMISSION, STATE EN SEE FISC NOTE SG RV See Note Page 1 of 1

Extends authority for imposition of certain fees levied by the Louisiana Tax Commission for the assessment of certain properties.

Present law authorizes the Louisiana Tax Commission to impose fees for the assessment of public service, insurance company, and financial institution properties. Present law sets the authorized period on an interim basis for the Louisiana Tax Commission to levy and collect these specific fees in connection with services from July 1, 2018, through June 30, 2022. The fee amounts authorized in present law are:

- 1) 0.0004 for public service properties
- 2) 0.0003 for insurance companies
- 3) 0.0003 for financial institutions

Proposed law changes the authorized period to levy and collect these fees to July 1, 2021, through June 30, 2026.

EXPENDITURES	2021-22	2022-23	2023-24	2024-25	2025-26	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	\$0	\$0	\$0	\$0	\$0	\$0
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

REVENUES	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	\$0	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$0
Agy. Self-Gen.	\$0	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
<b>Annual Total</b>	<b>\$0</b>					<b>\$0</b>

**EXPENDITURE EXPLANATION**

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

**REVENUE EXPLANATION**

Proposed law extends the authorized assessment of specific fees for public service properties, insurance companies, and financial institutions imposed by the Louisiana Tax Commission (LTC) from 7/1/21 through 6/30/26. The LFO assumes that the assessment fee would have been renewed as it has been historically, and that recent growth trends in the assessed value of these properties will remain steady. The agency reports that failure to extend will have a negative impact on the agency's operations by reducing revenue by 52% and may result in a need for SGF to maintain current operations. Total dedicated revenue associated with the bill is approximately \$2.53 M per year (see NOTE below), based on FY 21 projected revenues. For illustrative purposes, the information below represents the actual revenue for LTC based on present law.

FY	Public Service Properties Assessed Value		Projected Revenue*
2018-19	\$ 5,803,223,620	0.0004	\$ 2,321,289
2019-20	\$ 6,002,728,650	0.0004	\$ 2,401,091
2020-21	\$ 6,317,153,950	0.0004	\$ 2,526,862
FY	Financial Institutions Assessed Value		Projected Revenue*
2018-19	\$ 707,945,660	0.0003	\$ 212,384
2019-20	\$ 765,294,330	0.0003	\$ 229,588
2020-21	\$ 809,079,980	0.0003	\$ 242,724
FY	Insurance Companies Assessed Value		Projected Revenue*
2018-19	\$ 124,057,710	0.0003	\$ 37,217
2019-20	\$ 130,804,620	0.0003	\$ 39,241
2020-21	\$ 135,216,140	0.0003	\$ 40,565

NOTE: The projected revenue represents the total amount to be collected based on the assessed value in the same year. The agency reports that it generally receives approximately 90% of the revenue based on the assessed value. The revenue is collected by the respective sheriff offices statewide and is subsequently sent to the Louisiana Tax Commission.

Senate Dual Referral Rules  
 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}

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