

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 45** SLS 21RS 180

Bill Text Version: **ENROLLED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> June 6, 2021	5:09 PM	<b>Author:</b> HARRIS, JIMMY
<b>Dept./Agy.:</b> Economic Development / Revenue		<b>Analyst:</b> Greg Albrecht
<b>Subject:</b> Extend Ports of Louisiana Tax Credit Program		

TAX/TAXATION EN SEE FISC NOTE GF RV See Note  
Extends the sunset date for Ports of Louisiana tax credits. (gov sig)

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Current law provides a nonrefundable tax credit (ten-year carryforward) of 72% of total capital costs of qualified port projects, to be taken at rate of 5% per year against income and franchise tax liabilities. The credit is subject to a maximum annual cap of \$4.5 million per year.

Current law provides a nonrefundable tax credit (five-year carryforward) against income and franchise tax liabilities of \$3.60 per ton of qualified cargo over a pre-certification tonnage level. The credit is subject to a maximum annual cap of \$4.5 million per year.

Current law provides that no investor or cargo tax credits can be granted after July 1, 2021.

Proposed law extends the termination date for granting both tax credits for four years, until July 1, 2025, with respect to any application received and approved before this date. Effective upon governor's signature.

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

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

**EXPENDITURE EXPLANATION**

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

**REVENUE EXPLANATION**

Since inception, there has been no participation in these two credit programs, and no tax credits have been claimed. The Dept. of Economic Development indicates that it is not aware of any pending applications for the programs. Thus, there is no baseline of participation from which to base a projection of potential future participation. Regardless, extension of the program can only work to maintain state exposure of up to \$9 million per year of tax credit revenue loss should the programs have participation in the future.

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}

**Christopher A. Keaton**  
**Legislative Fiscal Officer**