

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 326** HLS 22RS 817

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 10, 2022 1:57 PM	Author: STEFANSKI
Dept./Agy.: Louisiana State Racing Commission	Analyst: Monique Appeaning
Subject: Historical Horse Racing Fees	

RACING/HORSE OR +\$616,240 SG RV See Note
Provides relative to historical horse racing fees

Page 1 of 1

Proposed law authorizes the Louisiana State Racing Commission (LSRC) to collect a license fee not to exceed one and one-half percent of the total amount wagered at each offtrack wagering facility on historical horse racing to cover administrative costs.

EXPENDITURES	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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>	<u>\$0</u>
Annual Total						
REVENUES	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$616,240	\$841,774	\$841,774	\$841,774	\$3,141,562
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>	<u>\$0</u>
Annual Total	\$0	\$616,240	\$841,774	\$841,774	\$841,774	\$3,141,562

EXPENDITURE EXPLANATION

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

NOTE: The LSRC was authorized per Act 437 of the 2021 Regular Legislative Session to implement the Historical Horse Racing Program. This program requires additional staff and operating expenditures. In the FY 23 budget, LSRC requested seven (7) positions (\$671,223), operating expenses for travel and supplies (\$25,533), and equipment for items such as computers and tables (\$35,000) to regulate Historical Horse Racing (HHR). The agency does not anticipate hiring staff prior to July 1, 2022.

REVENUE EXPLANATION

Proposed law will result in an increase in SGR revenues to the Louisiana State Racing Commission to collect a license fee not to exceed one and one-half percent of the total amount wagered at each offtrack wagering facility on historical horse racing to cover administrative costs. The agency revenue for FY 23 shown above is \$616,240 which is an estimated amount which accounts for an implementation phase of at least two to three months. Future fiscal years estimated revenue is approximately \$840,000 annually.

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}

Evan Brasseaux
Evan Brasseaux
Interim Deputy Fiscal Officer