



**OFFICE OF LEGISLATIVE AUDITOR  
Fiscal Note**

Fiscal Note On: **HB 296** HLS 23RS 331  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> April 14, 2023 4:45 PM	<b>Author:</b> HILFERTY
<b>Dept./Agy.:</b> Mid-City Security District in Orleans Parish	<b>Analyst:</b> Gary Devall
<b>Subject:</b> Parcel Fees	

DISTRICTS/SPECIAL OR INCREASE LF RV See Note Page 1 of 1  
 Provides relative to the Mid-City Security District in Orleans Parish

**Purpose of the Bill:** The bill changes the parcel fee structure for properties located within the Mid-City Security District in Orleans Parish. It provides differentiated fees for residential parcels based on the number of housing units and sets a flat fee for commercial parcels. It adds fees for unimproved residential and commercial properties, which were previously exempt. The bill also adds fees for certain properties that are exempt from ad valorem taxation. The bill specifies election and renewal requirements as well.

EXPENDITURES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

REVENUES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</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	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

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

**REVENUE EXPLANATION**

**This bill may increase local fund revenue by \$393,425 annually.**

If approved by a majority of the District’s voters, annual revenue could increase by \$393,425, assuming that the new fees on ad valorem tax-exempt properties are levied only on those properties covered by Article VII, Section 21, Parts (B)(1) through (B)(3) of the Constitution of Louisiana. The following is a breakdown of the potential revenue increases:

1. Fees levied on vacant residential and commercial lots: \$151,250
2. Increase in fees on improved residential property: \$78,500
3. Increase in fees on improved commercial property: \$68,125
4. Fees levied on properties that are exempt from ad valorem taxation under Article VII, Section 21, Parts (B)(1) through (B)(3) of the Constitution of Louisiana: \$95,550

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}

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