



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

Fiscal Note On: **SB 178** SLS 23RS 293  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.: **REVISED**

<b>Date:</b> April 19, 2023	8:50 AM	<b>Author:</b> STINE
<b>Dept./Agy.:</b> Department of Economic Development		<b>Analyst:</b> Noah O'Dell
<b>Subject:</b> Grow Louisiana Grant Program		

LOCAL AGENCIES OR INCREASE LF EX See Note Page 1 of 1  
 Provides for grant programs to attract residents to Louisiana. (gov sig)

Proposed law allows local governing authorities to reimburse (in what is referred to as a grant) an individual's annual income tax liability as an exchange for an out-of-state citizen or citizen of the state of Louisiana relocating to a municipality that it governs. Local governing authorities are required to establish the criteria, administer, establish necessary rules for implementation, and appropriate funds to pay for the grant (subject to the availability of funds) program.

Present law provides that except as otherwise provided by law, the records and files of the secretary of the Dept. of Revenue of any political subdivision are confidential and privileged, and no person shall divulge or disclose any information obtained from such records and files except in the administration and enforcement of the tax laws of this state or of a political subdivision of this state. Proposed law retains present law but provides for an exception to the Grow Louisiana Grant Program.

<b>EXPENDITURES</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>	<b>2027-28</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
<b>Annual Total</b>						

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

**EXPENDITURE EXPLANATION**

Proposed law will increase local fund expenditures. The Grow Louisiana Grant Program would allow local governing authorities to reimburse an individual's annual individual income tax liability as an exchange for an out-of-state citizen or citizen of the state of Louisiana relocating to a municipality that it governs.

The costs to the local municipalities will consist of the salaries and related benefits for employees necessary to administer the program (if they cannot currently absorb the costs), supplies, related materials for marketing, and the indeterminable amount of appropriated local funds to pay for grants to relocating individuals. The Legislative Fiscal Office (LFO) is unable to quantify the effects of any expenditure changes because each local governing authority will be able to determine the size and scope of their administration of the program, as well as the amount of funding available for grants.

LDR anticipates the need for additional personnel to accomplish the responsibilities included in the bill but are uncertain about the full extent of implementation requirements. Depending on the verification and/or documentation that would require verification, LDR can envision a scenario where up to 3 positions would be needed, depending on the adoption of the credit locally. **Any additional resources required of LDR are an increase in self-generated expenditures, which translates to a state general fund revenue reduction since LDR reverts excess self-generated revenue to the state general fund.**

**REVENUE EXPLANATION**

Any additional resources required of LDR are an increase in self-generated expenditures, which translates to a state general fund revenue reduction since LDR reverts excess self-generated revenue to the state general fund.

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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