



**LEGISLATIVE FISCAL OFFICE
Fiscal Note**

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

Date: April 26, 2023	8:28 AM	Author: STINE
Dept./Agy.: Department of Economic Development		
Subject: Grow Louisiana Grant Program		Analyst: Noah O'Dell

LOCAL AGENCIES EG 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.

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

EXPENDITURE EXPLANATION

Proposed law will increase local fund expenditures. The Grow Louisiana Grant Program would allow local governing authorities to reimburse a person's annual Louisiana 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.

LFO assumes the taxpayers will have to provide their own annual individual Louisiana income tax liability to apply for the grant, not the Department of Revenue (LDR). Therefore, there is no anticipated direct material effect on expenditures in LDR as a result of this measure.

REVENUE EXPLANATION

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

Senate <input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H} <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}	House <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}	
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Evan Brasseaux
 Interim Deputy Fiscal Officer