Notes

Louisiana Legislative Auditor

OFFICE OF LEGISLATIVE AUDITOR Fiscal Note

Fiscal Note On: HB **296** HLS 23RS 331

Bill Text Version: REENGROSSED

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

Date: May 18, 2023 12:22 PM

Author: HILFERTY

Dept./Agy.: Mid-City Security District in Orleans Parish Subject: Parcel Fees

Analyst: Gary Devall

DISTRICTS/SPECIAL

RE 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 specifies election and renewal requirements as well. The bill limits the duration of the fees to a maximum of eight years.

| EXPENDITURES | 2023-24 | <u>2024-25</u> | <u> 2025-26</u> | 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> | <u>\$0</u> |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| REVENUES | 2023-24 | <u>2024-25</u> | <u> 2025-26</u> | 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 | | | | | | |

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 \$297,875 annually.

If approved by a majority of the District's voters, annual revenue could increase by \$297,875. 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

| Senate <u>Dual Refe</u> 13.5.1 >= \$100,000 Ar | House $6.8(F)(1) >= $100,000 SGF Fiscal Cost {H & S}$ | Par Kour |
|--|---|-------------------------------------|
| 13.5.2 >= \$500,000 Ar Change {S & | 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} | Steven Kraemer Senior Advisor II |