

First Extraordinary Session, 2005

HOUSE BILL NO. 81

BY REPRESENTATIVE ARNOLD

TAX/AD VALOREM TAX: Limits increases in millage rate by Board of Liquidation, City Debt, city of New Orleans for 2006 (Item #40)

1 AN ACT

2 To enact R.S. 39:1034.1, relative to the Board of Liquidation, City Debt, for the city of New
3 Orleans; to prohibit increases in millage rates for the year 2006, under certain
4 circumstances and the collection of taxes based upon such millage rates; and to
5 provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 39:1034.1 is hereby enacted to read as follows:

8 §1034.1. Limitation on increases in the millage rate and collection of resulting taxes
9 for ad valorem taxes of the Board of Liquidation
10 Notwithstanding the provisions of R.S. 39:1034 and any other provisions of
11 law to the contrary, due to the effects of Hurricane Katrina there shall be no increase
12 in the millage rate on taxes levied nor shall any increase in taxes be collected from
13 any such increase to pay principal and interest and redemption premiums for the year
14 2006 of any and all general obligation bonds issued by or through the Board of
15 Liquidation, City Debt, for the city of New Orleans until seventy-five percent of any
16 retained funds have been authorized and incorporated to be used by the Board of
17 Liquidation for servicing and paying principal and interest and redemption premiums
18 for the year 2006 of any and all general obligation bonds issued.

19 Section 2. This Act shall become effective upon signature by the governor or, if not
20 signed by the governor, upon expiration of the time for bills to become law without signature

1 by the governor, as provided in Article III, Section 18 of the Constitution of Louisiana. If
2 vetoed by the governor and subsequently approved by the legislature, this Act shall become
3 effective on the day following such approval.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument.

Arnold

HB No. 81

Abstract: Limits increases in millage rates by Board of Liquidation, City Debt, city of New Orleans for 2006.

Present law authorizes Board of Liquidation, City Debt, for the city of New Orleans to issue debt and levy taxes sufficient to pay principal and interest in such district.

Proposed law prohibits increases in millage rates to service debt for 2006 until 75% of retained funds have been used for this purpose.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Adds R.S. 39:1034.1)