



OFFICE OF LEGISLATIVE AUDITOR

Fiscal Note

Fiscal Note On: SB 86 SLS 051ES 218
Bill Text Version: ORIGINAL
Opp. Chamb. Action:
Sub. Bill For.:
Proposed Amd.:

Date: November 10, 2005 2:52 PM
Dept./Agy.: Board of Liquidation, City Debt, City of New Orleans
Subject: Ad Valorem Tax
Author: HEITMEIER
Analyst: Renee Roberie

TAX/AD VALOREM OR NO IMPACT LF See Note Page 1 of 1
Limits increases in millage rates by the Board of Liquidation, City Debt, city of New Orleans until 75% of retained funds have been used for debt service.
Purpose of Bill: This measure would prohibit the Board of Liquidation from increasing millage rates to cover debt service in 2006 until seventy-five percent of retained funds have been used for debt service.

Table with 7 columns: EXPENDITURES/REVENUES, 2005-06, 2006-07, 2007-08, 2008-09, 2009-10, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION

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

According to an official with the Board of Liquidation, the board has \$28 million in retained funds. This measure would require them to use \$21 million of those funds before increasing the millage rate on ad valorem taxes to pay principal and interest and redemption premiums for 2006. This measure only applies to the 2006 debt service.

REVENUE EXPLANATION

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

Senate Dual Referral Rules

13.5.1 >= \$500,000 Annual Fiscal Cost

13.5.2 >= \$500,000 Annual Tax or Fee Change

House

6.8(F) >= \$500,000 Annual Fiscal Cost

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

Handwritten signature of David K. Greer

David K. Greer
Director, Performance Audit