



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 384 HLS 13RS 1117
Bill Text Version: ORIGINAL
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: April 9, 2013 12:37 PM Author: BADON
Dept./Agy.: City of New Orleans Analyst: Kevin Starns
Subject: Reimbursement of Neighborhood District Expenses

MUNICIPALITIES/NO OR SEE FISC NOTE LF RV Page 1 of 1
Requires reimbursement of the governing authority of the city of New Orleans for certain expenses incurred on behalf of neighborhood districts within the city

Purpose of Bill: This measure provides for the neighborhood districts within the City of New Orleans to reimburse the governing authority of the city for certain election costs pertaining to elections held to approve the imposition or renewal of taxes or fees within the districts. The bill also authorizes the governing authority of the city of New Orleans to retain the greater of 1% of the amount of tax or fee proceeds collected or the actual amount of collection costs as a collection fee. Present law only authorizes the governing authority to retain 1% of the tax or fee proceeds, not the greater of the 1% or actual collection costs.

Table with 7 columns: EXPENDITURES, 2013-14, 2014-15, 2015-16, 2016-17, 2017-18, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

Table with 7 columns: REVENUES, 2013-14, 2014-15, 2015-16, 2016-17, 2017-18, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION

The impact of the bill on local expenditures is not yet determinable.

Currently, the City of New Orleans collects security fees for 30 of 33 active districts, and receives 1% of those fees as reimbursement for the cost of billing, collections, and disbursement of funds. Per an official with the City of New Orleans, the bill will not increase the current collection expenditures for the 30 districts. Collection costs will increase if additional districts request to add a security fee.

Per an official with the Secretary of State, the fiscal impact of the bill on election costs is indeterminable without knowing how many neighborhood districts will have elections, the number of precincts in the election, and the election date chosen for the new or renewal proposal.

REVENUE EXPLANATION

The fiscal impact of the bill on local revenues is not yet determinable.

Per an official with the City of New Orleans, the fiscal impact on local revenues is currently indeterminable. Currently, the City of New Orleans collects security fees for 30 districts whose fees range from \$110-\$500. In accordance with current law, the city receives 1% of those fees for collection efforts, which include billing, collection, and disbursing of funds and reporting as needed. The unaudited 1% fee for tax year 2012 is \$44,760. The impact on revenue is indeterminable without knowing the number of additional districts requesting to add the fee, as well as the amount and number of parcels for each specified districts.

Per an official with the Secretary of State, the fiscal impact of the bill on election costs is indeterminable without knowing how many neighborhood districts will have elections, the number of precincts in the election, and the election date chosen for the new or renewal proposal.

Senate Dual Referral Rules House
13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} 6.8(F) >= \$500,000 Annual Fiscal Cost {S}
13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Joy Irwin
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