

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 631** HLS 13RS 165

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 24, 2013	2:52 PM	Author: BISHOP, WESLEY
Dept./Agy.: Revenue		Analyst: Deborah Vivien
Subject: Includes New Orleans in the refund offset program		

TAX EG SEE FISC NOTE LF RV See Note Page 1 of 1

Removes the exclusion of the city of New Orleans and the parish of Orleans relative to the offset of individual income tax refunds

Current law excludes the city of New Orleans and the parish of Orleans from the allowance to file a claim with the Department of Revenue to offset state individual income tax refunds for debts owed by taxpayers.

Proposed law removes the exclusion thereby allowing the city of New Orleans and the parish of Orleans to file a claim with the Department of Revenue to offset state individual income tax refunds in payment for outstanding taxpayer debt.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	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	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

There is no anticipated direct material effect on state governmental revenues as a result of this measure. Income tax refunds that would have otherwise been paid to the taxpayer may now be intercepted and paid to the city of New Orleans or the parish of Orleans for outstanding taxpayer debts to those two entities. These amounts will still be netted from gross state tax collections, and the state fisc is unaffected.

To the extent that the local entities file offset claims, and state income tax refunds are intercepted on their behalf, for outstanding taxpayer debts that would have otherwise not been collected, local funds will increase. An estimate of this amount is not possible due to the unknown magnitude of claims or relevant refunds.

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

Gregory V. Albrecht
Chief Economist