



**OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note**

Fiscal Note On: **SB 252** SLS 17RS 665
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **w/ HSE FLOOR AMD**
 Proposed Amd.:
 Sub. Bill For.:

| | |
|---|--------------------------------|
| Date: June 6, 2017 12:42 PM | Author: PETERSON |
| Dept./Agy.: Downtown Development District of New Orleans | Analyst: Steven Kraemer |
| Subject: Automobile Rental Tax | |

TAX/TAXATION REF -\$14,500 LF RV See Note Page 1 of 1
 Provides for the allocation of the local avails of the automobile rental tax. (gov sig)

Purpose of Bill: This bill changes the recipient of a 25% share of proceeds from an automobile rental tax currently imposed in Orleans Parish. This bill changes the recipient from the Downtown Development District of New Orleans to the New Orleans Regional Black Chamber of Commerce. This distribution is contingent upon a cooperative endeavor between the Chamber and the City of New Orleans.

| EXPENDITURES | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 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> | \$0 |
| Annual Total | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |

| REVENUES | 2017-18 | 2018-19 | 2019-20 | 2020-21 | 2021-22 | 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>(\$14,500)</u> | <u>(\$14,500)</u> | <u>(\$14,500)</u> | <u>(\$14,500)</u> | <u>(\$14,500)</u> | (\$72,500) |
| Annual Total | (\$14,500) | (\$14,500) | (\$14,500) | (\$14,500) | (\$14,500) | (\$72,500) |

EXPENDITURE EXPLANATION

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

An official with the City of New Orleans indicated that this bill, as amended, is not expected to impact City expenditures.

REVENUE EXPLANATION

This bill may decrease local governmental revenue by approximately \$14,500 annually as money that is currently distributed to a governmental entity (Downtown Development District of New Orleans) will be distributed to a non-governmental entity (New Orleans Regional Black Chamber of Commerce) under the provisions of this bill.

An official with the Downtown Development District of New Orleans indicated that this bill may decrease the revenues of the District by approximately \$14,500 annually (this figure agrees with information we received from the Louisiana Department of Revenue).

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

M. G. Battle
Michael G. Battle
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