

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 69** SLS 19RS 245
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 8, 2019 8:45 AM	Author: SMITH, J.
Dept./Agy.: Division of Administration/La Department of Health	Analyst: Alan M. Boxberger
Subject: Authorizes the state to sell or transfer of certain property	

PUBLIC LANDS OR INCREASE SD RV See Note Page 1 of 1
 Authorizes the Louisiana Department of Health to sell or transfer title to certain property. (8/1/19)

Proposed law authorizes the commissioner of administration and the secretary of the Louisiana Department of Health (LDH) to sell or transfer certain state property in Vernon Parish to the Museum of America's Training Ground, Inc.

EXPENDITURES	2019-20	2020-21	2021-22	2022-23	2023-24	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	SEE BELOW	\$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>	<u>\$0</u>
Annual Total						
REVENUES	2019-20	2020-21	2021-22	2022-23	2023-24	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	INCREASE	\$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>	<u>\$0</u>
Annual Total		\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

Proposed law will result in nominal, one-time expenditures for the State Land Office (SLO) and the Louisiana Department of Health (LDH). The bill specifies that LDH convey, transfer, assign, lease or deliver a specific property owned by the Office for Citizens with Developmental Disabilities (OCDD) in Vernon Parish to the Museum of America's Training Ground, Inc. This fiscal note assumes that the property will be sold. To the extent the agency were to enter into a lease agreement for the enumerated property, the cost assumptions would change accordingly.

Proposed law authorizes and empowers the commissioner of administration and Secretary of LDH to convey, transfer, assign, lease or deliver certain property owned by the OCDD. The total costs to effectuate such transfer are unknown and will depend on the activities necessary to appraise and survey the property, and the total purchase price agreed upon with the buyer. The SLO reports that it will be reimbursed for its appraisal expenditure, estimated at \$3,000, should the benefactor of **proposed law** decline to purchase the property at the appraised value. SLO expenditures are coded as SGR. **Proposed law** stipulates that the commissioner and LDH secretary are authorized to enter into any agreements to effectuate the transfer of property in exchange of consideration at least proportionate to the appraised value of the property.

LDH/OCDD may realize minimal legal expenditures associated with recording costs to transfer the property, but may also realize a reduction of recurring expenditures necessary to upkeep and provide for liability coverage on the property. The department is expected to utilize available appropriation authority, which is assumed to be SGF, for the nominal expenditures associated with effectuating the sale of the designated property.

REVENUE EXPLANATION

Proposed law will result in an indeterminable, one-time increase in statutory dedication revenues to be deposited into the Community and Family Support System Fund as provided in R.S. 28:826. The State Land Office (SLO) reports that the amount of revenue that may be derived from the sale of properties is impossible to determine until appraisals have been conducted.

<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)(1) >= \$100,000 SGF Fiscal Cost {H & 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}

Evan Brasseaux
Evan Brasseaux
Staff Director