

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 26** SLS 201ES 204
 Bill Text Version: **ENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: June 16, 2020 3:07 PM	Author: HEWITT
Dept./Agy.: Economic Development	
Subject: Quality Jobs Program	Analyst: Greg Albrecht

ECONOMIC DEVELOPMENT EG NO IMPACT GF RV See Note Page 1 of 1
 Authorizes eligibility for certain industries to participate in the Louisiana Quality Jobs Program. (Item #18) (7/1/20)

Present law allows ten years of payroll subsidy to qualifying firms of 4% or 6% of participating payroll depending on hourly wage, as well as a choice of a sales tax rebate on qualifying expenditures or a refundable credit of 1.5% of qualifying capital expenditures. Firms are required to offer a healthcare benefit that meets federally mandated requirements. Applications for the program shall be filed within 24 months of the filing of the advance notification.

Proposed law allows businesses to request a 30-day extension of time in which to file its application, so long as such request is received by LED no later than the application filing deadline.

Effective July 1, 2020.

EXPENDITURES	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>5 -YEAR TOTAL</u>
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>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>5 -YEAR TOTAL</u>
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>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

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 governmental revenues as a result of this measure. The bill provides the opportunity for firms to request a 30-day extension to file their completed application. This is not expected to materially effect the program, as applicants would have already filed an advance notification for the program as early as 24-months prior to the application filing deadline.

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}


John D. Carpenter
Legislative Fiscal Officer