

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 305** HLS 21RS 564

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 18, 2021 9:57 AM	Author: CARTER, ROBBY
Dept./Agy.: Local Property Tax Collectors / Revenue	Analyst: Greg Albrecht
Subject: Statewide Property Tax	

TAX/AD VALOREM TAX OR INCREASE GF RV See Note Page 1 of 1
Levies a statewide ad valorem property tax and provides for the assessment and collection of the tax

Proposed law levies a state property tax of 100 mills on the assessed value of property subject to ad valorem taxation. The state tax is to be collected by local tax collectors at the same time as local property taxes are collected. Collectors shall remit the state taxes to the Department of Revenue for utilization by state government.

Effective January 1, 2022, contingent upon adoption of the proposed constitutional amendment contained in HB ### of this session.

EXPENDITURES	2021-22	2022-23	2023-24	2024-25	2025-26	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	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	\$0	INCREASE	INCREASE	INCREASE	INCREASE	\$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

EXPENDITURE EXPLANATION

Administrative expenses incurred associated with local collecting and remitting the state tax, as well as receiving it at the state level have not been determined.

REVENUE EXPLANATION

According to the latest annual report of the La Tax Commission, the statewide amount of assessed valuation was \$46.447 billion, net of the homestead exemption. A 100 mill tax on that property base would generate approximately \$4.644 billion of state property tax receipts, with annual growth associated with growth of property valuations. Property taxes are typically paid in December of each year. Thus, with a January 1, 2022 effectiveness, the first fiscal year of collections would be FY23.

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}

Christopher A. Keaton
Legislative Fiscal Officer