OFFICE OF LEGISLATIVE AUDITOR **Fiscal Note**

Louisiana Legislative Auditor Fiscal Notes

Fiscal Note On: HB **647** HLS 21RS

Bill Text Version: ENGROSSED

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

Date: April 30, 2021 1:28 PM Author: JOHNSON, TRAVIS

Dept./Agy.: Delta Agriculture Research and Sustainability District

Analyst: Sarah Futch

Subject: Creation of Ag Research & Sustainability District

DISTRICTS/ECONOMIC DEVEL EG SEE FISC NOTE LF RV See Note Creates the Delta Agriculture Research and Sustainability District

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Purpose of Bill: This bill creates the Delta Agriculture Research and Sustainability District ("District") as a political subdivision of the state (whose boundaries encompass the parishes of East Carroll and Tensas). The bill provides for boundaries and governance through the Board of Commissioners of the District, and provides for duties and powers. The bill provides that the District be granted the powers of a political subdivision including the power to levy a sales and use tax not to exceed one-half of one percent, provided that the proposition is approved by a majority of the qualified electors of the district voting in the election held for such purpose. The District's purpose is to promote and encourage agricultural research and sustainability to stimulate the economy through commerce, industry, and research and to utilize and develop natural and human resources of the area by providing job opportunities.

EXPENDITURES	<u> 2021-22</u>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u> 2025-26</u>	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						
REVENUES	2021-22	2022-23	2023-24	2024-25	<u> 2025-26</u>	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

Local Fund expenditures may increase by an indeterminable amount as a result of this bill. Due to planning being in the preliminary stages, the number of variables, and lack of information available, the exact expenditure impact of the bill is indeterminable at this time.

The bill creates the district as a political subdivision and provides for various powers and duties including the authority to (1) appoint agents and employees, and fix their compensation; (2) acquire property and to enter into contracts for purchase, acquisition, construction and improvement of works and facilities; (3) seek, apply for, or receive any donations, financial assistance, or monies by way of public or private grants or investors; (4) sue and be sued; (5) regulate imposition of fees and rentals charged by the District for its facilities and services rendered by it; and (6) to incur debt.

REVENUE EXPLANATION

Local Fund revenues may increase by indeterminable amount as a result of this bill. The new district will have the power to receive gifts, grants, donations, monies, property, or assistance from public or private grants or investors, which may increase revenues for the district.

The district may levy and collect a sales and use tax within the boundaries of the district subject to voter approval. For example, a tax of one-half of one percent would generate \$529,481 annually based on an estimate provided by a representative of the Concordia Parish School Board (Sales Tax Division) using fiscal year 2019-2020 sales tax collection data for East Carroll and Tensas parishes.

<u>S</u>	<u>enate</u>	<u>Dual Referral Rules</u>	
Г	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 Increaseor a Net Fee Decrease {S}

Michael G. Battle

Manager, Advisory Services