

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 620** HLS 22RS 610

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 2, 2022	4:22 PM	Author: STEFANSKI
Dept./Agy.: Department of Revenue		Analyst: Prashant Sastry
Subject: Authorizes private nonprofit schools to conduct charitable gaming		

GAMBLING/CHARITABLE OR INCREASE SG RV See Note Page 1 of 1
Provides relative to the authority of private nonprofit elementary or secondary schools to conduct certain games of chance

Present law provides that that Louisiana Department of Revenue’s (LDR) Office of Charitable Gaming may license charitable organizations to hold and operate certain games of chance without the organization having to qualify with the IRS for a federal income tax exemption.

Proposed law adds private nonprofit elementary or secondary schools to present law and and provides for a definition of a “private nonprofit elementary or secondary school”.

EXPENDITURES	2022-23	2023-24	2024-25	2025-26	2026-27	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	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
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						

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. There are no costs anticipated by LDR’s Office of Charitable Gaming to implement the proposed law.

REVENUE EXPLANATION

Proposed law will increase self-generated revenues within LDR. Under the proposed law, private nonprofit elementary or secondary schools that wish to hold and operate certain games of chance must apply to the Office of Charitable Gaming for a license. The application fee for a license is currently \$75 annually, and it must be paid prior to the conducting of any raffles or other games under the purview of the Office of Charitable Gaming. It is unknown the number of private nonprofit elementary or secondary schools that will choose to apply for a license to conduct charitable gaming. To the extent that applications for licenses increase under this proposed law, self-generated revenues to LDR will increase by an indeterminable amount.

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}

Evan Brasseaux

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Interim Deputy Fiscal Officer