

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 755** HLS 22RS 89

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action: **w/ SEN COMM AMD**

Proposed Amd.:

Sub. Bill For.:

Date: May 16, 2022	2:01 PM	Author: SCHEXNAYDER
Dept./Agy.: Treasury		Analyst: Kimberly Fruge
Subject: Expansion of Louisiana Loggers Relief Program		

FUNDS/FUNDING-GRANTS

EG1 SEE FISC NOTE SD EX See Note

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Provides for the disbursement of monies received from the American Rescue Plan Act of 2021

Present law establishes the Louisiana Rescue Plan Fund and the Louisiana Loggers Relief Program to provide grants to timber harvesting and timber hauling businesses who suffered revenue losses due to COVID-19. Present law outlines eligibility requirements to receive the grant, including a 10% revenue loss, an assigned NAICS Code of 113310 or 484220, and master logger certification. Present law requires all grants to be awarded before January 20, 2022.

Proposed law removes the 10% revenue loss criteria and instead requires there be any revenue loss. Proposed law also expands the eligible NAICS Codes to include 11300, 113210, 113310, 115310, 484110, 484120, and 484200. Lastly, proposed law removes the master logger certification requirement and instead requires the business to be headquartered in Louisiana. Proposed law extends the date of the program to June 30, 2023.

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	SEE BELOW	\$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

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.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW	\$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

EXPENDITURE EXPLANATION

Proposed law is expected to have a minimal impact on Statutory Dedications out of the Louisiana Main Street Recovery Rescue Plan Fund in FY 23 for the administration of the Louisiana Loggers Relief Program. Proposed law extends the deadline and eligibility requirements for the \$10 M in funding for the Louisiana Loggers Relief Program. Present law authorizes the Treasurer to utilize up to 5% of the monies on administrative costs, which include any funds used for consulting services, professional services, information services, and technology services contracts used to implement the distribution of funds. For FY 22, the Treasurer utilized \$81,507 of the fund for the administration of the Louisiana Loggers Relief Program. The Logger program expended approximately \$1.6 M and, after accounting for the administrative costs, has an unexpended balance of approximately \$8.3 M.

REVENUE EXPLANATION

Proposed law extends and expands the Louisiana Loggers Relief Program. Funds for the program come from the Louisiana Main Street Recovery Rescue Plan. Present law requires any unexpended balance from the program to be transferred to the Louisiana Rescue Plan Fund on June 30, 2022. Proposed law extends the deadline for the program to June 30, 2023. Currently, the unexpended balance for the program is approximately \$8.3 M which remains available for the Treasury to distribute to loggers and use for administrative purposes under this measure.

Senate

Dual Referral Rules

House

13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

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

13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux

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