LEGISLATIVE FISCAL OFFICE
Fiscal Note

Louisiana Legislative Fiscal Office — Fiscal Notes

Fiscal Note On: **SB 371** SLS 22RS 521
Bill Text Version: **ENGROSSED**
Opp. Chamb. Action: **w/ HSE FLOOR AMD**
Proposed Amd.:
Sub. Bill For.:

Date: May 16, 2022 6:29 PM
Author: HARRIS, JIMMY
Dept./Agy.: Revenue
Subject: Income Tax Checkoff, University of New Orleans Foundation
Analyst: Emily DiPalma

TAX/INCOME/PERSONAL EGF NO IMPACT SG EX See Note

Establishes an individual income tax refund checkoff donation for the University of New Orleans Foundation. (8/1/22)

Creates individual income tax checkoffs for the University of New Orleans Foundation and Southeastern Louisiana University Foundation.

Allows the donation of personal income tax refunds by checkoff to the University of New Orleans Foundation and to the Southeastern Louisiana University Foundation. Donated monies shall be distributed by the Department of Revenue in accordance with statutory procedures for checkoff donations (R.S. 47:120.37).

Effective for taxable years beginning on or after January 1, 2022.

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	$0	$0	$0	$0	$0	**$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.	$0	$0	$0	$0	$0	**$0**
Ded./Other	$0	$0	$0	$0	$0	**$0**
Federal Funds	$0	$0	$0	$0	$0	**$0**
Local Funds	$0	$0	$0	$0	$0	**$0**
Annual Total	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**

EXPENDITURE EXPLANATION

Adding additional checkoffs to the tax return, in isolation, adds upfront costs for the Department of Revenue associated with data processing modifications, accounting, and disbursing of any funds donated. In addition, R.S. 47:120.37(C) authorizes a 20% fee from the donated amounts to defray these costs, and R.S. 47:120.37(B) provides that existing checkoffs be removed from the tax return if they have not generated at least $10,000 per year for two consecutive years.

REVENUE EXPLANATION

There will be no effect on state tax collections since the donations will be provided by refunds. The willingness of taxpayers to donate all or a portion of their tax refunds to any particular organization cannot be predicted. The amount of donations given to any particular organization via checkoff is likely to be small.

Total donations of refunds on individual income tax returns to the 20 organizations available as options equaled $383,785 in FY21.

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}

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