



**OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note**

Fiscal Note On: **HB 250** HLS 23RS 426
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **w/ #2 SEN COMM AMD**
 Proposed Amd.:
 Sub. Bill For.:

Date: May 25, 2023	1:32 PM	Author: BISHOP, S.
Dept./Agy.: Tax Assessors		Analyst: Gary Devall
Subject: Assessor Compensation		

ASSESSORS RE2 INCREASE LF EX See Note Page 1 of 1
 Authorizes assessors in each parish to increase their annual compensation

Purpose of Bill: This bill authorizes assessors in each parish to increase their annual compensation by no more than 5% in calendar year 2023 and by no more than 5% for the term beginning after December 31, 2024.

EXPENDITURES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>	<u>5 -YEAR TOTAL</u>
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	\$480,000	\$727,000	\$975,000	\$979,000	\$984,000	\$4,145,000
Annual Total	\$480,000	\$727,000	\$975,000	\$979,000	\$984,000	\$4,145,000

REVENUES	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>2027-28</u>	<u>5 -YEAR TOTAL</u>
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

The bill may increase local government expenditures by \$480,000 annually starting in fiscal year 2024 and \$984,000 annually by fiscal year 2028.

According to information obtained from the Louisiana Assessors' Association, the Assessors' total statewide annual compensation for 2023 is \$9,599,000 (\$8,726,000 in total salaries + 10% of salary in expense allowance). Based on this information, the Assessors' total statewide annual compensation could increase to \$10,079,000 for fiscal year 2024 and further increase annually to \$10,583,000 by fiscal year 2028 if all Assessor Offices utilize the maximum 5% salary increases. This represents an increase in Assessor expenditures of \$480,000 per year starting in fiscal year 2024 and an increase in expenditures of \$984,000 per year by fiscal year 2028.

As explained by the Assessors' Association, the expenditure increases assume that all Assessors would accept and utilize the maximum 5% increases. However, Assessor's offices are not required to accept the increases in their annual salary, and some may not accept the increase or will accept a percentage less than the allowable limits. The numbers above represent the maximum potential impact.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

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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