



**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**

Fiscal Note On: **SR 79** SLS 24RS 570  
 Bill Text Version: **ENROLLED**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

**Date:** May 15, 2024 9:21 AM **Author:** MCMATH  
**Dept./Agy.:** Dept of Revenue/Public Safety/OMV/Uniform Local Sales  
**Subject:** Study Taxes and Fees of Active-Duty Service and Veterans **Analyst:** Noah O'Dell

REVENUE DEPARTMENT EN +\$3,855 GF EX See Note Page 1 of 1

Requests the Department of Revenue to study state and local taxes and vehicle registration fees collected from active-duty military and veterans.

Proposed resolution requests the Department of Revenue (LDR), Department of Public Safety and Corrections (DPSC), the Office of Motor Vehicles (OMV), and the LA Uniform Local Sales Tax Board (LULSTB) to jointly conduct a study regarding the collection of state and local taxes and vehicle registration fees from active-duty service members, retired veterans, and their spouses. The study is to include current sales and use exemptions or exlusions and potential changes in statutory law that incentivize active-duty members and veterans to locate in LA. LDR is to engage, collaborate with, and obtain information and recommendations from the LA Department of Veteran Affairs (LDVA). LDR is to submit a report of their findings and recommendations to the Senate Committee on Revenue and Fiscal Affairs on or before January 8, 2025.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	<b>\$3,855</b>	\$0	\$0	\$0	\$0	<b>\$3,855</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$3,855</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,855</b>

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

The resolution requests LDR to coordinate with DPSC, OMV, and LULSTB to study state and local taxes and fees (including title and vehicle registration fees) paid by active-duty service members, veterans, and their spouses and recommend potential changes in statutory law to provide incentives to attract military personnel to the state.

The proposed resolution is anticipated to increase \$3,855 SGF expenditures in the OMV in FY 25. DPS reports the service type of exemptions being requested are not currently tracked by the OMV databases. If programatic changes to the vehicle registration system are required by the bill, DPS would incur an increase \$3,855 SGF expenditures. These costs are associated with 1 IT Senior Developer. The programming work would create a flag code for each service type in order to begin tracking sales and use tax collections and registration collections for service members, veterans, and their spouses.

LDR reports existing staff in the Policy Services division are capable of complying with the proposed measure with minimal anticipated costs.

The report is to be submitted to the Committees but does not require approval, thus there are no per diem payments directly associated with the resolution.

**REVENUE EXPLANATION**

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

Senate Dual Referral Rules

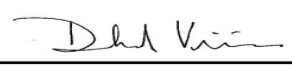
13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

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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**Deborah Vivien**  
**Chief Economist**