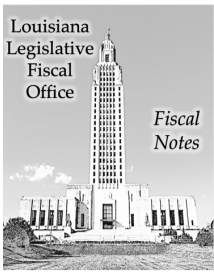


LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 21** HLS 243ES 34

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: November 11, 2024 8:09 AM	Author: BOURRIAQUE
Dept./Agy.: Department of Revenue	Analyst: Kimberly Fruge
Subject: Annual Estimates Derived from Aviation Fuel Collections	

TAX/SALES & USE

OR SEE FISC NOTE EX

Page 1 of 1

Requires the secretary of the Department of Revenue to annually estimate revenue derived from aviation fuel collections (Items #8 and 11)

Proposed law requires the Department of Revenue to annually estimate the revenue derived from state taxes collected from aviation fuel purchases. The average price per gallon of aviation fuel shall be based on historical data, current market fuel prices, and trends. The volume of aviation fuel shall be based on data provided by the Energy Information Administration or the Bureau of Transportation Statistics. The sales tax rate shall be based on the current state sales tax rate in effect at the time of the estimate. The estimated revenues must be submitted to the Revenue Estimating Conference within five calendar days of the annual estimate being completed by the secretary of the Department of Revenue. The secretary shall also submit a report to the Joint Legislative Committee on the Budget annually. Proposed law terminates January 1, 2027.

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

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	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

Proposed law may create an indeterminable workload impact for the Louisiana Department of Revenue to estimate the revenue derived from state taxes collected from purchases of aviation fuel. The LFO assumes any such increase would be minimal and likely absorbable within existing budgetary resources.

Historically, deposits into the Aviation Account of the Transportation Trust Fund were forecast at a standard, recurring \$29.8 M by agreement of various interests. Beginning in FY 24, the REC began forecasting revenues for deposit into the account using available data and economic indicators. To the extent the estimate changes as a result of proposed law, the appropriation to the aviation account may increase or decrease accordingly.

The LFO will update this fiscal note if additional information becomes available from the Department of Revenue or the Department of Transportation and Development.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. Proposed law requires the Department of Revenue, in collaboration with the Department of Transportation and Development, to annually estimate the revenue to be derived from state taxes collected from purchases of aviation fuels and outlines the procedure for estimation.

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}

Alan M. Boxberger

Alan M. Boxberger
Legislative Fiscal Officer