

**LEGISLATIVE FISCAL OFFICE**

**Fiscal Note**



Fiscal Note On: **HB 962** HLS 08RS 1275  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> April 30, 2008 6:45 PM	<b>Author:</b> PETERSON
<b>Dept./Agy.:</b> Treasury	<b>Analyst:</b> Mary Kathryn Drago
<b>Subject:</b> Louisiana Statewide Educational Facilities Fund	

FUNDS/FUNDING OR -\$60,000,000 GF RV See Note Page 1 of 1  
 Establishes the Louisiana Statewide Educational Facilities Fund

Proposed law creates the Statewide Educational Facilities Fund. Beginning Dec. 31, 2008, each fiscal year the state treasurer shall deposit into the fund:

- (1) 10% of the avails from corporate income taxes, up to \$20 million.
  - (2) The first \$20 million collected from the avails of the state sales and use tax.
  - (3) \$20 million of the franchise fees from riverboat gaming activities.
- Unused balances are retained in the Fund.

Monies in the fund shall be used solely for purposes of the Louisiana Statewide Educational Facilities Authority.

Effective on July 1, 2008.

<b>EXPENDITURES</b>	<b>2008-09</b>	<b>2009-10</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>	<b>5 -YEAR TOTAL</b>
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

  

<b>REVENUES</b>	<b>2008-09</b>	<b>2009-10</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	(\$60,000,000)	(\$60,000,000)	(\$60,000,000)	(\$60,000,000)	(\$60,000,000)	<b>(\$300,000,000)</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$60,000,000	\$60,000,000	\$60,000,000	\$60,000,000	\$60,000,000	<b>\$300,000,000</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></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**

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

**REVENUE EXPLANATION**

Statutory dedications will increase by \$60 million each year, and a like amount of revenue will be foregone by the state general fund, as a result of the proposed legislation. Monies deposited in the fund will come from the following three sources of state general fund revenue: \$20 million from corporate income taxes, \$20 million from sales and use taxes, and \$20 million from riverboat gaming. The total amount of revenue collected from each of the three sources each year that is deposited to the state general fund significantly exceeds \$20 million. Therefore, the maximum total allocation of \$60 million will be deposited into the Statewide Educational Facilities Fund annually.

Senate

Dual Referral Rules

House

- 13.5.1 >= \$500,000 Annual Fiscal Cost
- 13.5.2 >= \$500,000 Annual Tax or Fee Change

- 6.8(F) >= \$500,000 Annual Fiscal Cost
- 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

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