



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 231 HLS 13RS 98
Bill Text Version: ORIGINAL
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: April 8, 2013 8:17 AM Author: PIERRE
Dept./Agy.: Lafayette Consolidated Government Analyst: Steven Kraemer
Subject: Creates Automobile Rental Tax District

DISTRICTS/SPECIAL OR +\$282,000 LF RV See Note Page 1 of 1
Authorizes the governing authority of Lafayette Parish to create an automobile rental tax district

Purpose of Bill: This bill authorizes the governing authority of the parish of Lafayette (Lafayette Consolidated Government) to create, by ordinance, an automobile rental tax district. This district is to be governed by the Lafayette Consolidated Government, and is authorized to levy a tax on certain automobile rentals and leases if approved by the registered voters within the parish. This bill requires that the proceeds of this tax is to be distributed to the North Lafayette Redevelopment Authority.

Table with 7 columns: EXPENDITURES, 2013-14, 2014-15, 2015-16, 2016-17, 2017-18, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total. A second table follows with the same structure for REVENUES.

EXPENDITURE EXPLANATION

This bill may increase local governmental expenditures for the Lafayette Consolidated Government or North Lafayette Redevelopment Authority by approximately \$130,000 in 2013-14.

Voter approval is required for the automobile tax. According to an official with the Secretary of State, the state will initially pay all election costs (\$130,000) and then bill these costs to the entities responsible for items on the ballot. Assuming the tax proposition is the only item on the ballot, the Lafayette Consolidated Government would pay 100% of the election cost.

An official with the Lafayette Consolidated Government indicated that the Parish will bill the North Lafayette Redevelopment Authority for the cost of the election if the tax passes, but would not bill the Authority if the tax fails to pass.

REVENUE EXPLANATION

This bill may increase local governmental revenues for the North Lafayette Redevelopment Authority by approximately \$282,000 annually.

An official with the Lafayette Consolidated Government indicated that the tax authorized by this bill may generate \$282,000 annually if approved by voters. This tax revenue would be distributed to the North Lafayette Redevelopment Authority as required by this bill.

- Senate Dual Referral Rules House
13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} 6.8(F) >= \$500,000 Annual Fiscal Cost {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}

Joy Irwin
Director of Advisory Services