



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 503 HLS 15RS 473
Bill Text Version: ORIGINAL
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: April 10, 2015 1:56 PM Author: PYLANT
Dept./Agy.: Town of Jonesville Analyst: David Greer
Subject: Local sales & use tax

TAX/SALES-USE, LOCAL OR +\$360,144 LF RV See Note Page 1 of 1
Authorizes the town of Jonesville to levy a sales and use tax

Purpose of Bill: The bill authorizes the Town of Jonesville, subject to voter approval, to levy and collect an additional sales and use tax not to exceed 1%. The additional tax will be collected at the same time and in the same manner as other taxes and will be used for the hardsurfacing, rehabilitation, and resurfacing of streets located within the corporate limits of the town.

Table with 7 columns: EXPENDITURES/REVENUES, 2015-16, 2016-17, 2017-18, 2018-19, 2019-20, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total for both categories.

EXPENDITURE EXPLANATION

Local fund expenditures will increase in fiscal year 2016, and thereafter for not more than 9 years, pending voter approval of this measure.

The bill provides for the use of the sales tax proceeds for the purpose of street improvements in the Town of Jonesville. It is anticipated that the entire amount of \$180,072 collected in 2015-2016 and \$360,144 each year thereafter will be used for these purposes.

The sales tax will be collected by the parish and remitted to the Town of Jonesville. The fee for collecting and remitting the tax is 1.25% of collections each month. For 2015-2016 collection expenses will be \$2,251 and each year thereafter will be \$4,502.

REVENUE EXPLANATION

There is an anticipated increase in local revenues in fiscal year 2016, and thereafter for not more than 9 years, pending voter approval of this measure.

An official with the town stated that this sales tax proposal will be placed on the ballot for the October or November 2015 elections. If the sales tax is approved by voters, it will take effect beginning in January 2016. For 2015-2016 it is estimated that the tax will generate \$180,072 and \$360,144 each year thereafter.

- Senate Dual Referral Rules House
[ ] 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
[X] 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
[ ] 6.8(F)(2) >= \$500,000 Rev. Red. to State {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}

Signature of Michael G. Battle
Michael G. Battle
Manager, Advisory Services