



LEGISLATIVE FISCAL OFFICE

Fiscal Note

Fiscal Note On: SB 806 SLS 04- 1273
Bill Text Version: REENGROSSED
Opp Chamb Action: w/ HSE COMM AMD
Sub Bill For: SB 158

Proposed Amd:

Date: May 27, 2004 6:19 AM Author: DUPRE
Dept/Agy: Local Governments / LA Tax Commission Analyst: Greg Albrecht
Subject: Homestead Exemption - Homes Owned In Indivision

TAX EXEMPTIONS RE1 SEE FISC NOTE LF RV See Note Page 1 of 1

Constitutional amendment to provide for the homestead exemption to certain people, certain land, to property occupied by a surviving spouse. by certain trusts. where usufruct has been granted for a lifetime and under bond for deed contracts.

Currently, the Constitution extends the homestead exemption to a defined bona fide homestead, and to the minor children of a deceased owner so long as title to the home is held by either the husband or wife.

Proposed law extends the homestead exemption to land classified and assessed at use value. Proposed law makes various other changes to insure that the exemption is extended to the surviving spouse or children regardless of how the title to the home is held. Such properties held in indivision are to be held only by blood relatives, relations by adoption, or spouses. Provisions are included to prevent abuse of the exemption, and only one exemption per person is allowed. To be submitted at an election to be held in November, 2004.

Table with 7 columns: EXPENDITURES, 2004-05, 2005-06, 2006-07, 2007-08, 2008-09, 5 YEAR TOTAL. Rows include State General Fd., Agy. Self-Gen., Stat. Deds./Other, Federal Funds, Local Funds, and Annual Total. A similar table follows for REVENUES.

EXPENDITURE EXPLANATION:

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

REVENUE EXPLANATION:

According to the LA Tax Commission and testimony by various assessors and representatives of the LA Assessors Association, most assessors are currently administering the homestead exemption generally consistent with the provisions of this bill, even as the forms or methods of home ownership have been changing or evolving (especially with regard to the various issues of indivision).

Dual Referral Rules

Senate

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

House

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

H. Gordon Monk (signature)

H. Gordon Monk
STAFF DIRECTOR