



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 601 HLS 99- 988

Bill Text Version: ORIGINAL

Opp Chamb Action:

Sub Bill For:

Proposed Amd:

Table with metadata: Date: April 2, 1999 6:55 PM; Author: J R SMITH; Dept/Agy: Louisiana Property Assistance Agency/ state or political subdivisions; Subject: Exchange of Surplus Property; Analyst: Stephanie Jackson

PUBLIC CONTRACTS

Purpose of Bill: (Constitutional Amendment) Provides for the donation or exchange of surplus property between or among agencies of the state or political subdivisions whose primary functions involve public safety

The proposed measure would result in increased expenditures for the Department of State for placing the constitutional amendment on the 1999 gubernatorial ballot. It would also result in decreased revenues and expenditures to the Louisiana Property Assistance Agency (LPAA).

ESTIMATED FISCAL IMPACT:

Table with 7 columns: EXPENDITURES, REVENUES, 1999-00, 2000-01, 2001-02, 2002-03, 2003-04, 5 YEAR TOTAL. Rows include State General Fd., Agy. Self-Gen., Stat. Deds./Other, Federal Funds, Local Funds, and Annual Total.

EXPLANATION OF ESTIMATES:

EXPENDITURES:

The proposed measure would result in a decrease in expenditures to the LPAA in the amount of \$1,591,587 per year, as a result of decreased revenues by the same amount. This is because under the measure, state agencies or political subdivisions whose primary functions involve public safety would be able to donate or exchange surplus property between themselves without the involvement of the Louisiana Property Assistance Agency (LPAA).

Additionally, the measure would result in an increase in expenditures for the Department of State in the amount of \$27,000 (only for FY 1999-00) for the cost of placing the constitutional amendment on the 1999 gubernatorial ballot.

REVENUES:

The proposed measure would result in a decrease in revenues to the Louisiana Property Assistance Agency (LPAA) in the amount of \$1,591,587 per year and \$7,957,935 over a five-year period. The LPAA is an ancillary agency that is funded 100% from the sale of state surplus property.

If the proposed measure is passed, reorganization of the agency and a major reduction in staff would be imminent. The extent of these actions would be predicated on which state agencies and political subdivisions are declared as "primarily involved with public safety functions."

Dual Referral Rules

Senate

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

House

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

Signature of Albert J. Robinson, Jr.

Albert J. Robinson, Jr.
DIRECTOR OF COMPL. AUDIT