

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 579** HLS 15RS 1115
 Bill Text Version: **ENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 5, 2015 5:19 PM	Author: GAROFALO
Dept./Agy.: Wildlife and Fisheries	Analyst: Drew Danna
Subject: Increases oyster lease rental rates & severance taxes	

FISHING/OYSTERS EG +\$403,394 SD RV See Note Page 1 of 1
 Increases lease rental rates and severance taxes on oysters

Current law requires the Wildlife and Fisheries Commission to fix rental rates for oyster leases at \$2 per acre per year and deposits the revenue into the Conservation Fund.

Proposed law will set the rental rate for oyster leases at \$3 per acre per year beginning 1/1/2016 and will deposit revenue into the Public Oyster Seed Ground Development Account.

EXPENDITURES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$403,394	\$403,394	\$403,394	\$403,394	\$403,394	\$2,016,970
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$403,394	\$403,394	\$403,394	\$403,394	\$403,394	\$2,016,970

EXPENDITURE EXPLANATION

There are no anticipated expenditure increases as a result of proposed law.

REVENUE EXPLANATION

The proposed legislation is anticipated to result in a net increase in overall revenue collections in the amount of approximately \$403,000 annually due to an increase in the rental rates. In addition, the proposed legislation will place revenues from the lease rental payments into the Public Oyster Seed Ground Development Account within the Conservation Fund as opposed to flowing into the Conservation Fund at large.

This bill will increase the oyster lease rental rate from \$2 per acre per year to \$3 per acre per year beginning 1/1/2016.

- | | | | |
|---|----------------------------|-------|--|
| Senate | <u>Dual Referral Rules</u> | House | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 Rev. Red. to State {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

Evan Brasseaux
Evan Brasseaux
Staff Director