



**OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note**

Fiscal Note On: **HB 324** HLS 15RS 466
 Bill Text Version: **ENROLLED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: June 8, 2015 4:34 PM	Author: BADON
Dept./Agy.: Fairway Estates Subdivision Improvement District	Analyst: Bobby Trahan
Subject: Neighborhood Improvement	

DISTRICTS/CRIME PREVENT EN +\$44,000 LF RV See Note Page 1 of 1
 Creates the Fairway Estates Subdivision Improvement District in Orleans Parish

Purpose of Bill: This measure creates the Fairway Estates Subdivision Improvement District in Orleans Parish for the purpose of aiding in crime prevention by providing security for the district residents and to serve the needs of the residents by funding beautification and other activities and improvements for the overall betterment of the district. The district will be governed by a board of five commissioners, who will serve without compensation, but shall be reimbursed for their reasonable out-of-pocket expenses directly related to the governance of the district. In addition, the measure authorizes the district to impose and collect a fee for each parcel in the district not to exceed \$500 per parcel, if approved by a majority of the registered votes of the district. If approved the initial fee shall expire on December 31, 2018, but the fee may be renewed if approved by a majority of the registered voters of the district voting on the proposition at an election held for that purpose. If renewed the term of the imposition of the fee shall not exceed 8 years.

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	\$47,500	\$44,000	\$44,000	\$44,000	\$44,000	\$223,500
Annual Total	\$47,500	\$44,000	\$44,000	\$44,000	\$44,000	\$223,500

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	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$44,000	\$44,000	\$44,000	\$44,000	\$44,000	\$220,000
Annual Total	\$44,000	\$44,000	\$44,000	\$44,000	\$44,000	\$220,000

EXPENDITURE EXPLANATION

Local government expenditures may increase by \$44,000 annually as a result of this measure.

An official with the Fairway Estates Homeowners Association indicated the fees collected would be used to provide security cameras, police patrols, overall beautification projects for the district, and for the statutory City of New Orleans 1% collection fee.

The district will also be responsible for its share of the cost to hold the election. Information obtained from the Secretary of State's Office indicated the cost for a single precinct to hold an election on this matter could range from a high of \$3,500 (if the election is held alone) to a low of \$60 (if the election is held at the same time as a statewide election). The cost would increase as additional precincts are added.

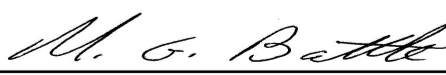
The expenditure figure for fiscal year 2015-16 includes the maximum election cost of \$3,500 for a single precinct since the voters in this district will have to vote on the measure in order to initially impose the fee.

REVENUE EXPLANATION

Local governmental revenues may increase by \$44,000 per year.

According to an official with the Fairway Estates Homeowners Association there are 88 parcels of property located in the district. Therefore, if the maximum fee of \$500 is assessed the district would collect \$44,000 per year.

- | | | | |
|---|----------------------------|--------------|--|
| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> | <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} |


Michael G. Battle
 Manager, Advisory Services