



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: SB 79 SLS 19RS 157
Bill Text Version: ENGROSSED
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: May 1, 2019 2:04 PM Author: CARTER, T.
Dept./Agy.: Orleans Parish/City of New Orleans
Subject: Ad Valorem Tax Exemption/Affordable Housing Analyst: Barbara Lively

TAX/AD VALOREM EG DECREASE LF RV See Note Page 1 of 1
Constitutional amendment to authorize ad valorem tax exemptions in Orleans Parish to promote affordable housing. (2/3 - CA13s1(A))

Purpose of Bill: (Constitutional Amendment) The proposed Constitutional amendment will authorize the City of New Orleans to exempt property from ad valorem taxes within Orleans Parish to encourage and promote affordable housing. The exemption may be a full exemption, a partial exemption, or a freeze in the assessment level at the previous year's assessment level.

The Constitutional amendment is to be submitted to the electors at the statewide election scheduled for October 12, 2019.

Table with 7 columns: EXPENDITURES, 2019-20, 2020-21, 2021-22, 2022-23, 2023-24, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

Table with 7 columns: REVENUES, 2019-20, 2020-21, 2021-22, 2022-23, 2023-24, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION

The effect on local fund expenditures is indeterminable at this time.

Per an official with the City of New Orleans, without the specific program parameters which will be set by the City (if approved by the electors), the cost of implementation (e.g., collection system administrative costs; rule promulgation costs) cannot be determined at this time.

An official with the Secretary of State's Office informed us that the election provided for in this bill should have no impact on expenditures of the state or the City, as the Office routinely budgets for the inclusion of constitutional amendments on the ballots for statewide elections.

REVENUE EXPLANATION

There may be a decrease in local fund revenues by an indeterminable amount as a result of this measure.

Per an official with the City of New Orleans, the impact to the City will be subject to the specific programs created via local rules and regulations approved by the City Council. To the extent that the City defines, offers, and approves these exemptions, local revenue in Orleans Parish will be reduced for any entity associated with a millage.

Senate Dual Referral Rules
13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
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