

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **SB 76** SLS 09RS 490

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 23, 2009	6:17 PM	Author: MICHOT
Dept./Agy.: Revenue		Analyst: Deborah Vivien
Subject: Cajundome tax exemption		

TAX EXEMPTIONS

OR -\$200,000 GF RV See Note

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Extends the domed stadium exemption from state and local sales tax to any property which contains a domed arena facility and adjacent and connected facilities which is under the jurisdiction of certain political subdivisions or any commission of Current law exempts from all state and local taxes domed stadiums owned and operated by or for the state or any agencies, boards or commissions with a seating capacity of at least 70,000 located within a body politic and corporate and political subdivision of the state composed of more than one parish. The exemption includes sales, use, amusement or any other tax, for any admission tickets, parking and facility tours in the stadium or on any publicly owned property on which the facility is located.

Proposed law authorizes an exemption for domed arena facilities and adjacent and connected facilities under the jurisdiction of any political subdivision and with a seating capacity of at least 12,500 located in a parish with a population of more than 185,000 and less than 250,000. The exemption is from all state and local taxes, including sales, use, amusement or any other tax, for sale of food, drink, merchandise, services of any kind, any admission tickets, parking on property under the commission's jurisdiction and facility tours. Effective upon governor's signature.

EXPENDITURES	2009-10	2010-11	2011-12	2012-13	2013-14	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>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2009-10	2010-11	2011-12	2012-13	2013-14	5 -YEAR TOTAL
State Gen. Fd.	(\$200,000)	(\$200,000)	(\$200,000)	(\$200,000)	(\$200,000)	(\$1,000,000)
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>(\$200,000)</u>	<u>(\$200,000)</u>	<u>(\$200,000)</u>	<u>(\$200,000)</u>	<u>(\$200,000)</u>	<u>(\$1,000,000)</u>
Annual Total	(\$400,000)	(\$400,000)	(\$400,000)	(\$400,000)	(\$400,000)	(\$2,000,000)

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

This bill is directed to the Cajundome in Lafayette. As a public facility, the Cajundome is exempt from paying sales tax on purchases but must charge sales tax on items sold. Prior to 2007, the facility failed to collect or remit sales tax on admission tickets, concessions, etc. The remittance of past due taxes is awaiting a legal ruling. This bill deals only with current and future collections. The Department of Revenue reports audit findings that the Cajundome pays about \$400,000 per year in sales tax, split evenly between state and local taxes.

As in current law, the exemption in this bill does not extend to trade shows or events in place primarily to sell goods or property.

Senate

Dual Referral Rules

House

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

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

Gregory V. Albrecht
Chief Economist