

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **SB 339** SLS 09RS 873

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 15, 2009 3:57 PM	Author: MARIONNEAUX
Dept./Agy.: Office of Financial Institutions	Analyst: Travis McIlwain
Subject: CAPCO certification	

TAX/TAXATION

OR NO IMPACT GF RV See Note

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Provides relative to the Louisiana Capital Companies Tax Credit Program concerning the placement of the investment pool in qualified investments. (gov sig)

Present law provides that certified capital pools formed after December 31, 2001, 1.) must place 40% of the investment pool in qualified investments within 3 year after the investment date, 2.) 60% of the investment pool in qualified investments within 5 years of the investment date, 3.) 100% of the investment pool in qualified investments within 7 years of the investment date. Proposed legislation provides for an additional option after 7 years to 100% of the investment pool in qualified investments within 7 years or 110% of the investment pool in qualified investments within 8 years of the investment date.

Effective upon governor's signature.

EXPENDITURES	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
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	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>5 -YEAR TOTAL</u>
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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

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The bill adds an additional requirement to CAPCO companies already included within the program. The Office of Financial Institutions already performs the regulatory function for this program and this measure adds another certification provision.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. The bill appears to provide another certification option that will allow CAPCOs to retain certification for the program. All CAPCO premium tax credit exposure is already expected to be realized and passage of this bill is not expected to materially change the program exposure.

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

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