

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **SB 326** SLS 09RS 561

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 17, 2009 4:58 PM	Author: MURRAY
Dept./Agy.: Economic Development	Analyst: Greg Albrecht
Subject: Live Performance Tax Credits	

TAX/TAXATION

OR NO IMPACT GF RV See Note

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Provides the musical and theatrical production income tax credit. (8/15/09)

The bill makes a variety of changes to the definitions and procedures of the live performance tax credit program. The bill appears to clarify some portions of the program law and seems to provide greater discretion to the Department of Economic Development in some portions. An application fee is established (\$200 minimum and \$5,000 maximum) with collections dedicated to the Entertainment Promotion and Marketing Fund, newly created by the bill, to be used solely for promotion and marketing of Louisiana's entertainment industry. A Louisiana brand or logo display is required of productions or projects receiving tax credits

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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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 Department expects to administer the program with its existing resources, and the changes in this bill are not expected to alter the level of effort required.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. The bill does not change the existing tax credits and is not expected to materially alter the expenditure bases that generate tax credits. The new fee will likely generate some self-generated revenue that is dedicated to the new fund created by this bill, but actual collections are dependent on the level of applications to the program, which this bill is not expected to change.

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

H. Gordon Monk

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Legislative Fiscal Officer