

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 538** HLS 14RS 1037

Bill Text Version: **ENROLLED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 23, 2014	1:52 PM	Author: ST. GERMAIN
Dept./Agy.: Public Safety		Analyst: Matthew LaBruyere
Subject: Licensed Vehicle Dealer		

MTR VEHICLE/DEALERS EN SEE FISC NOTE SG RV See Note Page 1 of 1
 Authorizes the vehicle commissioner to extend the time to remit taxes and to waive certain tax penalties

Present law provides that the secretary, for good cause shown, may extend the time for remitting the taxes for these licensed vehicle dealers for a period not to exceed 90 days.

Proposed law changes the authority to grant an extension from the secretary of the Dept. of Revenue to the motor vehicle commissioner.

Proposed law authorizes the motor vehicle commissioner, for good cause shown, to waive penalties on payment of taxes by a licensed vehicle dealer who remits the taxes later than 40 days.

Effective August 1, 2014.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	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>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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>	\$0
Annual Total						

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

The proposed legislation may result in an indeterminable decrease in self-generated revenue for the Department of Revenue (LDR). LDR would only recognize a decrease in self-generated revenue if the vehicle commissioner waives penalties on the payment of taxes by licensed vehicle dealer who remits the file later than 40 days.

According to the Department of Revenue, there were 9 waivers processed to extend the remittance of vehicles taxes in FY 13 and 4 waivers have been processed in FY 14. In addition, a total of \$1,135 (\$359 in FY 13 and \$776 in FY 14) in tax penalties were waived in 2 requests since FY 13. To the extent penalty waivers remain constant, the impact will be negligible.

- | | | | |
|---|----------------------------|--------------|--|
| <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 State Rev. Reduc. {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} |

Evan Brasseaux
Evan Brasseaux
Staff Director