( เกษณ์ผู้สาวอ		EGISLATIVE AUDITOR Fiscal Note	R					
		Fiscal No	ote On:	SB	79	SLS	19RS	157
A		Bill Text Version: ENROLLED						
		Opp. Chamb.	Action:					
		Proposed	Amd.:					
A. 18 CHL NO225		Sub. Bi	ll For.:					
Date: June 4, 2019	11:51 AM	Author: CARTER, T.						
Dept./Agy.: Orleans Parish/Ci	ty of New Orleans							

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Subject: Ad Valorem Tax Exemption/Affordable Housin	ng

TAX/AD VALOREM

EN DECREASE LF RV See Note

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Analyst: Barbara Lively

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 comprised of no more than fifteen residential units 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 bill also provides that any decrease in the total amount of ad valorem tax exemptions shall be absorbed by the taxing authority and shall not create any additional tax liability for other taxpayers in the taxing district as a result of subsequent reappraisal and valuation or millage adjustment.

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

EXPENDITURES	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</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	SEE BELOW					
Annual Total						
REVENUES	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>	<u>2022-23</u>	<u>2023-24</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	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
Annual Total						

## **EXPENDITURE EXPLANATION**

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

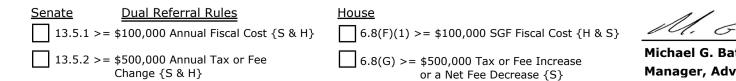
Per an official with the City of New Orleans, without the specific program parameters which will be set by the City (if approved by the electors), the cost of implementation (e.g., collection system administrative costs; rule promulgation costs) cannot be determined at this time.

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.



G. Battle

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