n likitana	OFFICE OF LEGIS Fiscal	LATIVE AUDITOR Note					
		Fiscal Note On: HB 805 HLS 16RS 972					
A SHALLYE	Bill Text Version: REENGROSSED						
	Opp. Chamb. Action: w/ #2 SEN COMM AMD						
		Proposed Amd.:					
FINCHUN OLES		Sub. Bill For.:					
Date: May 26, 2016	12:37 PM	Author: BROADWATER					
Dept./Agy.: Communication	Districts						
Subject: 911 Emergency	Telephone Service Charges	Analyst: Robbie Robinson					

DISTRICTS/COMMUNICATIONS RE2 +\$14,300,000 LF RV See Note Provides relative to communication districts

Purpose of the Bill: This bill authorizes an increase in the maximum amount of service charges on wireless communication devices from eighty-five cents to one dollar and twenty-five cents per month or the rate the communication district is authorized to levy on August 1, 2016. The bill provides that if a communication district levies an emergency telephone service charge, tax, charge, surcharge or fee on August 1, 2016, then the communication district is not required to adopt a new ordinance or resolution except to change the rate. The bill provides that revenues collected are to be used for the sole purpose of providing 911 emergency response services and operations and prohibits use for other purposes.

EXPENDITURES	2016-17	2017-18	<u>2018-19</u>	2019-20	<u>2020-21</u>	5 -YEAR TOTAL
State Gen. Fd.	<u>==== =</u> \$0	<u>=====</u> \$0	<u>=====</u> \$0	<u>====</u> \$0	<u>====</u> \$0	<u> </u>
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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						
REVENUES	<u>2016-17</u>	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</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>\$13,000,000</u>	<u>\$14,300,000</u>	<u>\$14,300,000</u>	<u>\$14,300,000</u>	<u>\$14,300,000</u>	<u>\$70,200,000</u>
Annual Total	\$13,000,000	\$14,300,000	\$14,300,000	\$14,300,000	\$14,300,000	\$70,200,000

EXPENDITURE EXPLANATION

This measure may result in an indeterminable increase in local government expenditures.

This bill provides funding for communication districts to field a new generation of 911 emergency call services that have been outlined by the Federal Communications Commission. New capabilities are intended to enhance the accessibility of 911 to the public and provide Public Service Access Providers with enhanced information for responding to emergencies more quickly and effectively. Implementation costs of the technological requirements and costs of emergency system enhancements are indeterminable at this time.

REVENUE EXPLANATION

This measure may increase revenues of local government communication districts, except in Jefferson and St. Bernard Parishes.

This bill authorizes an increase in the maximum amount of service charge from \$.85 per month per wireless connection to \$1.25 per month per wireless connection or the rate the communication district is authorized to levy on August 1, 2016, whichever is higher. Jefferson and St. Bernard Parishes currently charge \$1.26 per month, while Caddo Parish charges \$1.00 per month, as authorized by law.

Assumptions:

--Maximum \$.40 increase for 2,919,000 wireless customers in Louisiana. This is composed of 3,400,000 estimated statewide customers, excluding prepaid wireless customers, adjusted by 326,000 estimated customers in Jefferson and St. Bernard Parishes, and an estimated 155,000 customers in Caddo Parish. Caddo Parish increase will be limited to \$.25 per wireless customer.

--Estimated increase will become effective August 1, 2016 and be reduced by a 1% service provider collection fee.

--Estimated revenue from increase of \$.40 for 2,919,000 customers and \$.25 for 155,000 customers in Caddo Parish will result in a \$13,137,151 increase in fiscal year 2016-2017 (11 months) and a \$14,331,438 in fiscal year 2017-2018 and thereafter.

<u>Senate</u>	Dual Referral Rules	House		M.
x 13.5.1 >=	= \$100,000 Annual Fiscal Cost {S	&H}	6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}	101.
x 13.5.2 >=	= \$500,000 Annual Tax or Fee		6.8(G) >= \$500,000 Tax or Fee Increase	Michael G
	Change {S&H}		or a Net Fee Decrease {S}	Manager,

G. Battle

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Michael G. Battle Manager, Advisory Services