

# LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: **HB** 433

Bill Text Version: ORIGINAL

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.: REVISED

**Date:** March 16, 2020

8:17 AM

Author: CORMIER

**Analyst:** Rebecca Robinson

Subject: Fees

FISHING/OYSTERS

**Dept./Agy.:** Wildlife & Fisheries

Subject: 1 ccs

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HLS 20RS

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Reduces the oyster seed ground vessel permit fee and creates associated gear fees

Proposes to lower the yearly permit fee for the Oyster Seed Ground Vessel Permit from \$250 to \$50 for a resident and from \$1,000 to \$200 for a nonresident. Proposed law also creates the Public Oyster Seed Ground gear license, for the harvest of oysters on public seed grounds using a single scraper, at \$200 per year for a resident and \$800 a year for a nonresident. The proposed law also allows fishers to purchase a second gear license in order to operate a second scraper on their vessel.

OR -\$25,750 SD RV See Note

Current law requires fishers to only possess the Oyster Seed Ground Vessel Permit while the proposed law requires that fishers possess a vessel permit fee and a gear license in order to harvest oysters from the public seed grounds.

Effective August 1, 2020.

EXPENDITURES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
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	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	\$0
REVENUES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	(\$25,750)	(\$25,750)	(\$25,750)	(\$25,750)	(\$25,750)	(\$128,750)
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	(\$25,750)	(\$25,750)	(\$25,750)	(\$25,750)	(\$25,750)	(\$128,750)

### **EXPENDITURE EXPLANATION**

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

#### **REVENUE EXPLANATION**

There will be a decrease in revenue of a minimum of \$128,750 to the statutorily dedicated Public Oyster Seed Ground Development Account for the Department of Wildlife & Fisheries (LDWF) as a result of this measure. The revenue loss is a conservative estimate as the proposed law enables a vessel owner to hold a permit without obtaining a gear license unless harvesting oysters on the Public Oyster Seed Grounds. LDWF calculated the decrease in revenue based upon the historical data from license year 2019.

#### **Current Law**

Resident Permit

Single Scraper \$250 x 114 permits = \$28,500 2nd Scraper \$500 x 351 permits = \$175,500

Total Resident Revenue = \$204,000

TOTAL REVENUE UNDER CURRENT LAW = \$322,000

#### **Proposed Law**

Resident Permit and Gear License
Permit \$50 x 465 permits = \$23,250
Single Scraper Gear License
\$200 x 465 licenses = \$93,000
2nd Scraper Gear License
\$200 x 351 licenses = \$70,200

Total Estimated Resident Revenue = \$186,450

TOTAL REVENUE UNDER PROPOSED LAW = \$296,250

## **NET REVENUE DIFFERENCE (\$25,750)**

Nonresident Permit

Single Scraper \$1,000 x 36 permits = \$36,000 2nd Scraper \$2,000 x 41 permits = \$82,000 Total Nonresident Revenue = \$118,000

Nonresident Permit and Gear License
Permit \$200 x 77 permits = \$15,400
Single Scraper Gear License
\$800 x 77 licenses = \$61,600
2nd Scraper Gear License
\$800 x 41 licenses = \$32,800
Total Estimated Resident Revenue = \$109,800

Senate Dual Referral Rules  $13.5.1 >= $100,000 \text{ Annual Fiscal Cost } \{S \& H\}$ House  $6.8(F)(1) >= $100,000 \text{ SGF Fiscal Cost } \{H \& S\}$ Evan Brasseaux

13.5.2 >= \$500,000 Annual Tax or Fee Change  $\{S \& H\}$   $\boxed{ 6.8(G) >= $500,000 \text{ Tax or Fee Increase or a Net Fee Decrease } \{S\} }$ 

Staff Director