## LEGISLATIVE FISCAL OFFICE **Fiscal Note**



Fiscal Note On: SR **104** SLS 23RS 1619

Bill Text Version: ENROLLED

Opp. Chamb. Action: Proposed Amd.:

Sub. Bill For .:

Date: May 31, 2023

9:19 AM

Author: MILLS, FRED

**Dept./Agy.:** State Bond Commission/Environmental Quality/Health/DOA

Subject: Community Sewerage System Infrastructure Sustainability

**Analyst:** Kimberly Fruge

EN SEE FISC NOTE SG RV

Urges and requests the entities that approve certain incurrence of debt, appropriation of capital outlay, or a rate adjustment to consider an applicant's compliance status with appropriate regulatory bodies and financial status with the legislative

Proposed resolution urges and request the State Bond Commission, the Division of Administration, and Rate Setting Authorities to request and consider an applicant's sewerage system compliance status with the Louisiana Department of Health and the Department of Environmental Quality and financial status with the legislative auditor as a component of their review process.

EXPENDITURES	2023-24	2024-25	2025-26	2026-27	2027-28	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>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0
REVENUES	2023-24	2024-25	2025-26	2026-27	2027-28	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	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>	<u>\$0</u>
Annual Total						

## **EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. Proposed resolution urges and request State Bond Commission, Division of Administration, and rate setting authorities to consider sewerage system compliance status with the Louisiana Department of Health (LDH) and Louisiana Department of Environmental Quality (LDEQ) and financial status with the legislative auditor as a component of their review process. All agencies report that they expect the increased workload associated with proposed resolution to be minimal and should be able to absorb the increase with existing resources.

## **REVENUE EXPLANATION**

To the extent proposed resolution reduces the issuance of debt due to compliance status, proposed resolution may result in an indeterminable decrease in fee revenue collected by the State Bond Commission (SBC). The potential loss in revenue is indeterminable at this time.

To the extent proposed resolution influences sewerage systems to increase their rates to become compliant, rate setting authorities may have an increase in fee revenues paid by systems. The potential increase in revenue is indeterminable at this time but is likely to be miniscule.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>	0	Resease
13.5.1 >=	\$100,000 Annual Fiscal Cost {S & H}	6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}	Evan	Brasseaux
13.5.2 >= \$500,000 Annual Tax or Fee		6.8(G) >= \$500,000  Tax or Fee Increase	Evan Brasseaux	
	Change {S & H}	or a Net Fee Decrease {S}	Interim Deput	ty Fiscal Officer