



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **SB 111** SLS 15RS 287

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 9, 2015	5:25 PM	Author: GALLOT
Dept./Agy.:		
Subject: Out-of-State Tax Collection Fund		Analyst: Travis McIlwain

FUNDS/FUNDING

OR SEE FISC NOTE SD RV

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Creates the Out-of-State Sales Tax Collection Fund in the state treasury and dedicates certain proceeds from implementation as a result of a federal law which will require vendors located out-of-state to collect sales tax on their Internet, mail order, or

Proposed law requires the Department of Revenue to provide written notification to the commissioner of administration and chairs of the Senate Finance Committee and House Appropriations Committee of the effective date of any federal law that will cause or require vendors located out-of-state to collect and remit Louisiana state sales and use tax on their internet, mail order sales into the state. Proposed law creates the Out-Of-State Sales Tax Collection Fund within the state treasury to receive the estimated amount of state sales and use taxes collected from vendors located out-of-state. Proposed bill provides for fund proceeds to be utilized for higher education (75%) and health care services (25%).

Effective upon governor's signature.

EXPENDITURES	2015-16	2016-17	2017-18	2018-19	2019-20	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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						

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Annual Total						

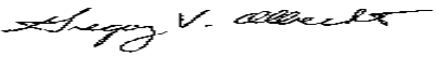
EXPENDITURE EXPLANATION

Creating a new statutory dedication within the state treasury will result in a marginal additional workload for the agency, which can be absorbed with existing resources. However, to the extent other legislative instruments create new statutory dedications, there may be material additional costs associated with the aggregate effort to administer these funds.

Proposed bill provides for fund proceeds to be utilized for higher education (75%) and health care services (25%). Such proceeds are speculative in nature both as to magnitude and timing, and are contingent upon enactment of a federal law.

REVENUE EXPLANATION

The proposed legislation creates a new statutory dedicated fund within the state treasury and provides that the revenue source be out-of-state sales tax collections caused by enactment of a federal law. Such proceeds are speculative in nature both as to magnitude and timing.

<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}	<div> Gregory V. Albrecht Chief Economist</div>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}			<input type="checkbox"/> 6.8(F)(2) >= \$500,000 Rev. Red. to State {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}	