

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 794** HLS 16RS 1192

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 24, 2016 5:20 PM	Author: ABRAMSON
Dept./Agy.: Economic Development	Analyst: Deborah Vivien
Subject: Detaches CPP from EZ statute	

TAX/TAX REBATES OR NO IMPACT GF RV See Note
Provides relative to the Competitive Projects Payroll Incentive Program

Current law provides a capital expenditure benefit to participants in the Competitive Projects Payroll Incentive Program, including either a sales tax rebate for taxes paid on construction or 1.5% of capital expenditures as defined in law. The program statutes are shared with the Enterprise Zone program.

Proposed law retains current law but moves the capital expenditure benefit authorization within the Competitive Projects Payroll Incentive Program statutes so that it is no longer linked to the Enterprise Zone statute.

EXPENDITURES	2016-17	2017-18	2018-19	2019-20	2020-21	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>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	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>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. According to the Department, the benefit is not altered; only the location of the statute. The CPP program refers to EZ statutes for some of the benefits available to CPP participants. However, the Enterprise Zone Program begins phasing out July 1, 2017 under Act 18 of 2016 ES1. To maintain the availability of those benefits to CPP program participants, they are recreated within the CPP statutes by this bill.

Senate Dual Referral Rules House

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|---|--|
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | <input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {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} |

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