

LEGISLATIVE FISCAL OFFICE

Fiscal Note



Fiscal Note On: **HB 749** HLS 08RS 1423
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: April 14, 2008 9:15 AM	Author: ELLINGTON
Dept./Agy.: Revenue	Analyst: Charley Rome
Subject: Adds Requirements for Payments of Quality Jobs Rebates	

TAX/TAXATION OR NO IMPACT GF EX See Note Page 1 of 1
 Requires timely payments of certain rebates and refunds

Proposed law requires that sales and use tax rebate requests related to the Quality Jobs Program be issued within 90 days of the date requested. The bill also authorizes taxpayers to resubmit disallowed items within 60 days of the date the request was disallowed. The bill provides that the time periods for reconsideration of a rebate request shall be 90 days. The bill also states that failure of a taxing authority to timely process and pay a sales and use tax rebate request shall entitle the taxpayer to interest on the amount of the allowed items contained in the rebate request. Interest shall begin to accrue on the date the rebate request or reconsideration of a rebate request is received by the taxing authority and shall be equal to the rate that the taxing authority imposes for delinquent sales and use tax payments. Effective upon governor's signature.

EXPENDITURES	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</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>\$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	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>5 -YEAR TOTAL</u>
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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

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. According to the Louisiana Department of Revenue, rebates related to Quality Jobs represent a small portion of the rebates processes by the Department. The LDR reports that they can meet the requirements of this bill from existing staffing and resources. Furthermore, LDR plans to begin issuing 80 percent of Quality Jobs rebates without verifying each request to minimize interest payments as required by the bill. This new procedure should minimize any interest payments and they should not represent a material increase in state general fund expenditures.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. According to the Louisiana Department of Revenue, rebates related to Quality Jobs represent a small portion of the rebates processes by the Department. As such, there should be no material loss of interest revenue to the state by paying the rebates as required by the bill.

Senate Dual Referral Rules
 13.5.1 >= \$500,000 Annual Fiscal Cost
 13.5.2 >= \$500,000 Annual Tax or Fee Change

House
 6.8(F) >= \$500,000 Annual Fiscal Cost
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

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