

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HCR 54** HLS 16RS 2216

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 1, 2016 3:44 PM	Author: STOKES
Dept./Agy.: Revenue / Economic Development	Analyst: Greg Albrecht
Subject: Clarifies Meaning of Person Who Sells or Brokers Credits	

REVENUE DEPARTMENT

OR NO IMPACT See Note

Page 1 of 1

Provides for the legislative intent of Act No. 451 of the 2015 Regular Session

Act 451 of the 2015 Regular Session prohibited any person not qualified by the Department of Revenue and registered with the Public Registry of Motion Picture Investor Tax Credit Brokers from selling or brokering film tax credits.

This resolution clarifies that the persons affected by Act 451 are those who negotiate the transfer of tax credits for a consideration, and does not apply to those who simply provide a referral of a transferor or transferee to someone who sells or brokers tax credits.

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. Neither the Department of Revenue nor the Department of Economic Development expect this clarification to materially affect the operation of the film tax credit program. The clarification of the resolution seems consistent with the common understanding of the meaning of persons who sell or broker tax credits.

Senate Dual Referral Rules House

- | | |
|---|--|
| <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} |

John D. Carpenter
Legislative Fiscal Officer