SLS 19RS-203 **ENGROSSED** 

2019 Regular Session

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SENATE BILL NO. 110

BY SENATOR PETERSON

MUNICIPALITIES. Provides relative to the collection cost that the city of New Orleans can charge each tax recipient for reimbursement of expenses. (8/1/19)

AN ACT

2	To amend and reenact R.S. 47:1997.1(B), relative to the city of New Orleans; to provide for
3	the collection costs charged to each tax recipient governing body for the
4	reimbursement of expenses associated with the collection of ad valorem taxes; and
5	to provide for related matters.
6	Notice of intention to introduce this Act has been published.
7	Be it enacted by the Legislature of Louisiana:
8	Section 1. R.S. 47:1997.1(B) is hereby amended and reenacted to read as follows:
9	§1997.1. Reimbursement of costs by governing bodies that receive ad valorem
10	taxes; Orleans Parish
11	* * *
12	B. The collection cost charged to each tax recipient governing body for the
13	reimbursement of expenses associated with the collection of ad valorem taxes shall
14	not exceed two four percent.
15	* * *

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Michael Bell.

## DIGEST

SB 110 Engrossed

2019 Regular Session

Peterson

<u>Present law</u> provides that each tax recipient governing body shall reimburse the director of finance for the city of New Orleans the cost of collections for ad valorem taxes.

<u>Present law</u> provides that the collection cost charged to each tax recipient governing body for the reimbursement of expenses associated with the collection of ad valorem taxes shall not exceed 2%.

<u>Present law</u> provides that the revenue received from the collection charge shall be deposited into the general fund for the city of New Orleans.

<u>Proposed law</u> retains <u>present law</u> but changes the maximum percentage of the collection cost charged to each tax recipient governing body for the reimbursement of expenses associated with the collection of ad valorem taxes from 2% to 4%.

Effective August 1, 2019.

(Amends R.S. 47:1997.1(B))