

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 15** HLS 181ES 11
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: March 1, 2018 3:37 PM	Author: BARRAS
Dept./Agy.:	Analyst: Greg Albrecht
Subject: Expenditure Limit	

BUDGETARY CONTROLS RE SEE FISC NOTE GF EX See Note Page 1 of 1
 (Constitutional Amendment) Provides for changes in the expenditure limit calculation (Item #12)

Present Constitution requires an expenditure limit for the ensuing fiscal year to be the limit for the current fiscal year multiplied by a positive growth factor. The growth factor is defined as the average annual percentage rate of change of personal income for Louisiana for the three calendar years prior to the fiscal year for which the limit is calculated. The limit for any fiscal year may be changed by a two-thirds vote of the legislature.

Proposed Constitution requires an expenditure limit for the ensuing fiscal year to be the amount appropriated from the state general fund and dedicated funds for the current fiscal year multiplied by a positive growth factor. The legislature shall establish a procedure by law to determine the growth factor, which shall not exceed 6%. That law may be changed only by a specific legislative instrument requiring a favorable vote of two-thirds vote of the elected members of each house of the legislature.

EXPENDITURES	2018-19	2019-20	2020-21	2021-22	2022-23	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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						
REVENUES	2018-19	2019-20	2020-21	2021-22	2022-23	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>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

Currently, the provisions in R.S. 39:33.1 establish the specific procedure for implementing the expenditure limit, subject to the present authorizing constitutional provisions this joint resolution proposes to amend. A companion bill (HB 12) to this joint resolution proposes to amend the associated provisions of R.S. 39:33.1, contingent upon adoption of this joint resolution. The implications of the proposed changed to the expenditure limit are discussed in the fiscal note for HB 12.

REVENUE EXPLANATION

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

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

John D. Carpenter
John D. Carpenter
Legislative Fiscal Officer