
DIGEST

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HB 15 Re-Reengrossed

2018 First Extraordinary Session

Barras

Abstract: Caps the annual growth factor of the expenditure limit to 6%, allows the growth factor to be established by law that requires 2/3 vote of each house of the legislature to change, provides for changing the expenditure limit when the legislature is not in session, and deletes the requirement that money in excess of the expenditure limit be deposited into the Budget Stabilization Fund.

Present constitution provides for the determination of the expenditure limit for the next fiscal year to be determined in the first quarter of the calendar year for the current fiscal year. The expenditure limit for the next fiscal year is based on the expenditure limit for the current fiscal year multiplied by a growth factor.

Present constitution defines the growth factor as the average annual percentage rate of change of personal income for La. as defined and reported by the U.S. Dept. of Commerce for the three calendar years prior to the fiscal year for which the limit is calculated.

Proposed constitutional amendment removes the definition of the growth factor in present constitution and instead requires the legislature to establish a procedure to determine the growth factor, which shall not exceed 6%. Once established, the growth factor shall not be changed except by specific legislative instrument receiving a favorable 2/3 vote of the elected members of each house of the legislature.

Present constitution authorizes the legislature to change of the expenditure limit by a favorable vote of 2/3 of the elected members of each house on a specific legislative instrument.

Proposed constitutional amendment authorizes the legislature to change the expenditure limit with written consent of 2/3 of the elected members of each house when the legislature is not in session.

Present constitution requires that money available for appropriation from the state general fund and dedicated funds in excess of the expenditure limit be deposited into the Budget Stabilization Fund.

Proposed constitutional amendment repeals present constitution.

Provides for submission of the proposed amendment to the voters at the statewide election to be held Nov. 6, 2018.

(Amends Const. Art. VII, §10(C)(1) and (2); Repeals Const. Art. VII, §10.3(A)(1))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Appropriations to the original bill:

1. Correct ballot language.

The Committee Amendments Proposed by House Committee on Civil Law and Procedure to the engrossed bill:

1. Specify in the ballot language that the procedure to determine the expenditure limit is applicable to each fiscal year and not just the next fiscal year.

The House Floor Amendments to the reengrossed bill:

1. Delete language that would have calculated the ensuing fiscal year's expenditure limit based on the current year appropriations.
2. Add authorization for the legislature to approve a change to the expenditure limit when the legislature is not in session.