

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 435** HLS 19RS 824

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 30, 2019	3:38 PM	Author: LANDRY, T.
Dept./Agy.: Legislature		Analyst: Willie Marie Scott
Subject: Compensation Commission		

LEGISLATORS OR INCREASE GF EX See Note Page 1 of 1
 (Constitutional Amendment) Provides that the legislature shall provide by law for an independent compensation commission to examine, evaluate, and establish the compensation, benefits, and expense allowances for members of the legislature
 The proposed constitutional amendment requires the legislature to provide by law for an independent compensation commission to examine, evaluate, and establish the compensation, benefits, and expense allowances for members of the legislature. It further provides that any salary increase established by the commission shall not become effective until the beginning of the subsequent term of office of the legislature following the increase. The legislature shall make adequate annual appropriations to the independent compensation commission to enable the commission to fulfill its duties efficiently and effectively. Provides for submission of the proposed amendment to the voters at the statewide election to be held 10/12/2019.

EXPENDITURES	2019-20	2020-21	2021-22	2022-23	2023-24	5 -YEAR TOTAL
State Gen. Fd.	\$0	INCREASE	INCREASE	INCREASE	INCREASE	\$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

REVENUES	2019-20	2020-21	2021-22	2022-23	2023-24	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

To the extent this amendment is adopted, there will be an indeterminable increase in SGF expenditures beginning in FY 21. The legislation states that "the legislature shall make adequate annual appropriations to the independent compensation commission to enable the commission to fulfill its duties efficiently and effectively." This level of funding is unknown but not anticipated to be substantial. This note assumes that legislation will be introduced and enacted in the 2020 Regular Session to create the independent compensation commission. The increase in expenditures is estimated to begin in FY 21. **Note:** No companion legislation was introduced this session for the creation of an independent compensation commission.

The Department of State budgets for additional constitutional amendments for the fall statewide elections as regular practice and any cost associated with this proposed constitutional amendment will be absorbed with the agency's budget.

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}

Evan Brasseaux

Evan Brasseaux
Staff Director