

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HB 65** HLS 202ES 9

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> October 4, 2020 1:56 PM	<b>Author:</b> MCFARLAND
<b>Dept./Agy.:</b> Culture Recreation and Tourism (CRT)	<b>Analyst:</b> Monique Appeaning
<b>Subject:</b> Specific Provisions for CRT Public Works Projects	

PROCUREMENT OR NO IMPACT SD EX See Note Page 1 of 1  
Exempts the office of state parks in the Department of Culture, Recreation and Tourism from certain public works provisions (Item #57)

Proposed law retains present law and adds "for public work to repair, replace, maintain, or improve existing facilities and infrastructure on the holdings of the office of state parks, within the Department of Culture, Recreation and Tourism, the term "contract limit" shall be equal to the sum of \$500,000 per project, including labor, materials, and equipment as per the rates in the latest edition of the Associated Equipment Dealers Rental Rate Book and administrative overhead not to exceed fifteen percent, provided that beginning 2/1/2025, and annually on 2/14 first of each subsequent year, the office of facility planning and control (FP&C) within the division of administration (DOA) shall adjust the "contract limit" by an amount not to exceed the annual percentage increase in the Consumer Price Index in the preceding year. The FP&C within DOA shall publish the new contract limit for public works contracts let by the office of state parks in the Louisiana Register in January of each year. The "contract limit" as contemplated in this Paragraph shall not apply to repairs, including replacements or improvements, administered by the FP&C that are necessary to address damage caused by a natural or manmade disaster."

<b>EXPENDITURES</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>						
<b>REVENUES</b>	<b>2020-21</b>	<b>2021-22</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
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Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

There is no anticipated direct material effect on governmental expenditures as a result of this measure. Proposed law provides authority to the Office of State Parks within the Department of Culture, Recreation and Tourism to administer certain public works projects in an amount up to \$500,000, including labor, materials and equipment and administrative overhead not to exceed fifteen percent. The Office of State Parks generally makes capital improvements to facilities utilizing the Louisiana State Parks Improvement and Repair Fund, so this fiscal note reports potential expenditures as statutory dedications. The Office of Facility Planning and Control (FP&C) within the Division of Administration assumes transfer of administrative responsibility to the Office of State Parks will not result in a material change in expenditures. The transfer of administrative responsibility will presumably shift administrative expenditures for these projects from FP&C to the Office of State Parks, although these costs will still be paid from the same appropriation.

The contract limit of \$500,000 will be adjusted annually beginning in February of 2025 to reflect increases on the Consumer Price Index (CPI) in the preceding year. FP&C will be required to promulgate rules annually to make this adjustment. FP&C is already required to make annual adjustments for all projects up to \$250,000 to reflect growth in the CPI beginning in February of 2025 in present law, so the provisions included in proposed law should not result in a material change in expenditures.

**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}

*Alan M. Boxberger*  
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**Staff Director**