

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



Fiscal Note On: **HB 476** HLS 22RS 686

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

**REVISED**

<b>Date:</b> March 28, 2022 1:05 PM	<b>Author:</b> WRIGHT
<b>Dept./Agy.:</b> Department of Economic Development	<b>Analyst:</b> Tim Mathis
<b>Subject:</b> Transfers Department	

ECONOMIC DEVELOP/DEPT

OR SEE FISC NOTE GF EX See Note

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Places the Department of Economic Development within the office of the lieutenant governor

Present law creates the Department of Economic Development (LED) as one of the twenty executive branch departments authorized by the constitution.

Proposed law places LED within the office of the lieutenant governor. Authorizes the lieutenant governor to appoint a secretary of LED; provides that if a secretary is not appointed, the lieutenant governor shall exercise the duties, functions, and responsibilities of the secretary. Provides that the lieutenant governor shall appoint the undersecretary and assistant secretaries with consent of the Senate. Provides that the secretary, undersecretary, deputy secretary, and each assistant secretary of LED in office on the effective date of this Act shall remain in office until the lieutenant governor otherwise takes action.

<b>EXPENDITURES</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
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>REVENUES</b>	<b>2022-23</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</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	\$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**

The proposed legislation provides that the lieutenant governor *may* appoint a secretary of the Department of Economic Development (LED) with consent of the Senate. If a secretary is *not* appointed, the lieutenant governor shall perform all duties, functions, and responsibilities of the LED secretary. Should no secretary be appointed, LED would realize a SGF cost savings; however the actual amount and timeframe in which this may occur is indeterminable. For illustrative purposes, costs for the current LED secretary includes \$237,500 salary and \$113,370 in related benefits (for a total of \$350,870).

For purposes of this fiscal note, the LFO assumes that LED would remain as a stand-alone budget unit, but placed within the office of the lieutenant governor, similar in organizational structure to the Department of Culture, Recreation and Tourism (CRT). The CRT Office of Management and Finance provides fiscal services, human resources, information technology, and other administrative services for the office of the lieutenant governor. To the extent that any support services provided by CRT and LED are duplicative, this legislation may result in savings from efficiencies and economies of scale in future fiscal years.

**REVENUE EXPLANATION**

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

Senate  
 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*  


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**Evan Brasseaux**  
**Interim Deputy Fiscal Officer**