

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 187** SLS 22RS 307

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: March 25, 2022 10:04 AM	Author: MCMATH
Dept./Agy.: Transportation and Development	Analyst: Alan M. Boxberger
Subject: Provides for funding of certain projects from the Nonstate	

FUNDS/FUNDING

OR SEE FISC NOTE SD EX

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Provides for the funding of certain projects from the Nonstate Road Projects Fund in the Construction Subfund. (7/1/23)

Present law provides that beginning in FY 24, 30% of the avails of the taxes from the sale, use, or least of motor vehicles taxable pursuant to **present law** shall be deposited into the Construction Subfund of the TTF, increasing to 60% beginning in FY 25 and each fiscal year thereafter; provides that DOTD shall utilized up to 75% of the monies deposited into the subfund on certain enumerated mega projects; and requires that DOTD utilize no less than 25% of the remaining money deposited into the subfund pursuant for highway and bridge preservation projects included in the highway priority program.

Proposed law reduces the percentage of monies to be used on highway and bridge projects in the highway priority program from 25% to 15%; creates the Nonstate Road Projects Fund within the Subfund and directs 10% of Construction Subfund deposits into the Fund; provides that monies in the Nonstate Road Projects Fund be available for appropriation to DOTD for all or a portion of maintenance and safety projects for nonstate local road, highway or bridge projects with construction estimates of \$1M or less; provides for administration of projects; provides for reporting requirements; and prohibits use of monies in the Nonstate Road Projects Fund to be used as security for, or used for, debt payments. **Proposed law** is effective July 1, 2023.

EXPENDITURES	2022-23	2023-24	2024-25	2025-26	2026-27	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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	2022-23	2023-24	2024-25	2025-26	2026-27	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

Proposed law creates the Nonstate Road Projects Fund within the Construction Subfund of the Transportation Trust Fund - Regular. **Proposed law** reduces the percentage of monies deposited into the Construction Subfund to be used on highway and bridge preservation projects included in the Highway Priority Program from 25% to 15%, and dedicates the 10% differential into the Nonstate Road Projects Fund.

The Nonstate Road Projects Fund shall be available for appropriation to DOTD and shall be used by the secretary for all or a portion of maintenance and safety projects for nonstate local roads, highways, or bridges with construction estimates of \$1 M or less.

NOTE: DOTD reports that while **proposed law** creates no direct material expenditure impact, the department has been relying heavily on supplemental appropriations to fully match available federal transportation dollars. A reduction in monies for the Highway Priority Program may have an impact on the department's ability to fully match federal highway funds available for state preservation projects if such supplemental funds are not available in future fiscal years.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure. **Proposed law** reduces the percentage of monies to be used on highway and bridge projects in the highway priority program from 25% to 15% and provides that 10% of monies deposited into the Construction Subfund shall be deposited into the Nonstate Road Projects Fund within the Subfund.

Senate

Dual Referral Rules

House

13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Evan Brasseaux

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Interim Deputy Fiscal Officer