

---

## DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

---

HB 392 Reengrossed

2023 Regular Session

Frieman

**Abstract:** Requires the Joint Legislative Committee on Capital Outlay (JLCCO) to approve line of credit recommendations before the division of administration submits the list to the State Bond Commission for funding.

Present law requires the governor to submit his capital outlay budget which implements the first year of the five-year capital outlay program and the bond authorization bill for the sale of bonds to fund projects included in the bond portion of the capital outlay bill to the legislature no later than the 8th day of each regular session.

Present law requires JLCCO to make recommendations to the commissioner concerning nonstate entity projects to be granted lines of credit. Further requires the commissioner to submit the list of projects to be recommended for lines of credit to JLCCO a minimum of five days prior to submission of the list to the State Bond Commission (SBC).

Proposed law requires the commissioner to submit the list of recommendations to JLCCO no later than 15 days prior to submission of the line of credit recommendation list to SBC for a meeting at which lines of credit are to be considered.

Proposed law requires JLCCO to make final recommendations by either approving the list of recommendations or making changes to the list. Only projects which receive approval from JLCCO can be submitted to SBC for consideration of funding.

Applicable to the funding of all nonstate entity projects included in the capital outlay budget for fiscal years commencing on or after July 1, 2024.

Effective July 1, 2024.

(Amends R.S. 39:122)

### Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Ways and Means to the original bill:

1. Change the applicability and effective date for the provisions of proposed law from July 1, 2023, to July 1, 2024.

The House Floor Amendments to the engrossed bill:

1. Change the committee that the commissioner of administration is required to make line of credit recommendations to from the House Committee on Ways and Means and the Senate Committee on Revenue and Fiscal Affairs to JLCCO.
2. Require the commissioner to submit the list of recommendations to JLCCO no later than 15 days prior to submission of the line of credit recommendation list to SBC rather than no later than 15 days prior to the meeting date of SBC in which the lines of credit are to be considered for funding.
3. Remove proposed law requirement that the division of administration include an estimate of debt service costs associated with the sale of debt for the total project cost for each project presented to SBC for approval of a general obligation bond cash line of credit.