

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 336** HLS 23RS 164
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **w/ SEN COMM AMD**
 Proposed Amd.:
 Sub. Bill For.:

Date: May 11, 2023	8:30 AM	Author: BISHOP, S.
Dept./Agy.: Statewide		Analyst: Tanesha Morgan
Subject: Capital Outlay		

CAPITAL OUTLAY RE1 NO IMPACT See Note Page 1 of 1
 Provides relative to the capital outlay process and reporting requirements

Proposed law adds application and reporting requirements for capital outlay projects, requires projects funded through the issuance of debt to be included in the Capital Outlay Act, eliminates the needs-based exemption from the local match requirement for non-state entity projects, and enacts new requirements regarding timely submission of invoices by designers and contractors. It further provides that the Capital Outlay Savings Fund shall be comprised of both recurring and nonrecurring state general fund revenues. Proposed law requires any entity administering a capital outlay project to require all parties to submit invoices within 180 days of the date services are rendered or performed, and that failure of a party to timely submit an invoice for services rendered or performed shall result in the party's claim for reimbursement or payment from the state being denied.

EXPENDITURES	2023-24	2024-25	2025-26	2026-27	2027-28	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

REVENUES	2023-24	2024-25	2025-26	2026-27	2027-28	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

There is no anticipated direct material effect on governmental expenditures as a result of this measure. This bill eliminates the needs-based exception from the 25% local match requirement for certain local capital outlay projects. However, the DOA indicates that they do not currently use this specific needs-based exception given that it has not been promulgated in administrative rule. Therefore, removing this exception has no impact on current practice.

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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Interim Legislative Fiscal Officer