2023 Regular Session

HOUSE RESOLUTION NO. 180

BY REPRESENTATIVE GEYMANN

HOUSE/RULES: Establishes the Louisiana Sustainability Limit and requires notice related thereto

1	A RESOLUTION
2	To adopt House Rule 7.20 of the Rules of Order of the House of Representatives to provide
3	for the Louisiana Sustainability Limit and to provide for certain notice by the
4	legislative fiscal officer related to the limit.
5	BE IT RESOLVED by the House of Representatives of the Legislature of Louisiana
6	that House Rule 7.20 of the Rules of Order of the House of Representatives is hereby
7	adopted to read as follows:
8	Rule 7.20. Louisiana Sustainability Limit; general appropriation bill; notice
9	A. There is hereby established a limit for each fiscal year known as the
10	Louisiana Sustainability Limit. The Louisiana Sustainability Limit, hereafter in this
11	Rule referred to as the limit, shall be determined during the first quarter of the
12	calendar year for the next fiscal year.
13	(1) The Legislative Fiscal Officer shall calculate the limit as the sum of the
14	base plus the result of the base times the twice the growth factor. The base shall be
15	the actual appropriations from the state general fund and dedicated funds for the
16	immediately prior fiscal year excluding appropriations from the Budget Stabilization
17	Fund and the Revenue Stabilization Trust Fund that have been incorporated into the
18	official forecast for the current fiscal year. The growth factor shall be the ten-year
19	average percentage rate of change in the state's gross domestic product using the
20	percentage rate of change in the state's gross domestic product as defined and

CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

1	reported by the United States Department of Commerce, or its successor agency, for
2	the ten fiscal years immediately preceding the fiscal year in which the Louisiana
3	Sustainability Limit is calculated.
4	(2) Notwithstanding the provisions of Subparagraph (1) of this Paragraph:
5	(a) If the Louisiana Sustainability Limit calculated for any fiscal year
6	exceeds the expenditure limit calculated for the same fiscal year, the Louisiana
7	Sustainability Limit shall be set at an amount equal to the expenditure limit.
8	(b) If the growth factor is negative, Louisiana Sustainability Limit for the
9	ensuing fiscal year shall be equal to the base.
10	B. Prior to consideration on third reading and final passage of, concurrence
11	in amendments to, adoption of a conference committee report on the General
12	Appropriation Bill or an alternate general appropriation bill that provides for the
13	ordinary operating expenses of government, public charities, pensions, and the public
14	debt or interest thereon for the next fiscal year, the Legislative Fiscal Officer shall
15	submit a report to the House of Representatives which shall indicate, in his best
16	estimation, whether the appropriation bill in its proposed form appropriates funds in
17	an amount that exceeds the limit.

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)]

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Abstract: Provides for the calculation of a Louisiana Sustainability Limit and requires the legislative fiscal officer to give notice to the House prior to certain actions which would cause a general appropriation bill to appropriate monies in excess of the limit.

<u>Proposed House Rule</u> establishes the La. Sustainability Limit (limit) to be calculated by the Legislative Fiscal Officer by applying a growth factor to the actual appropriations from the state general fund and dedicated funds for the immediately prior fiscal year excluding appropriations from the Budget Stabilization Fund and the Revenue Stabilization Trust Fund adjusted by the 10-year average percentage rate of change in the state's gross domestic product, as defined and reported by the U.S. Dept. of Commerce or its successor agency, for the 10 fiscal years immediately preceding the fiscal year in which the limit is being calculated. However, if the limit calculated for any fiscal year exceeds the expenditure limit calculated for the same fiscal year, then the limit is the same as the expenditure limit. If the growth factor is negative, then the limit for the ensuing fiscal year is the base of actual appropriations from the state general fund and dedicated funds for the immediately prior

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fiscal year excluding appropriations from the Budget Stabilization Fund and the Revenue Stabilization Trust Fund that have been incorporated into the official forecast for the current fiscal year.

<u>Proposed House Rule</u> requires the Legislative Fiscal Officer to notify the House when the GAB or an alternative general appropriation bill, concurrence in Senate amendments, or adoption of a conference committee report would cause an appropriation of money in excess of the limit.

(Adds House Rule 7.20)