

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 205** HLS 14RS 315
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

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Dept./Agy.:	Analyst: Travis McIlwain
Subject: Expenditure Categories	

BUDGETARY CONTROLS OR SEE FISC NOTE Page 1 of 1
 Provides relative to the allocation of expenditures of the state operating budget

Proposed legislation provides that the Joint Legislative Committee on the Budget (JLCB) shall be provided prior written notification, including detailed justification, of any planned changes or transfer of funds from one category of expenditure to another category. Proposed legislation provides that the initial allocation of expenditures may not be changed nor shall any funding be transferred between expenditure categories without prior approval of the committee. Effective July 1, 2014.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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						
REVENUES	2014-15	2015-16	2016-17	2017-18	2018-19	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

The specific state general fund impact is dependent upon the number of expenditure category adjustments requested for JLCB approval. These expenditure category adjustments are currently approved on an as needed basis upon DOA review (Office of Planning & Budget Review). These requests are anticipated to be considered during the committee's regular meeting schedule. However, to the extent the number of expenditure category adjustments requested is such that the JLCB cannot complete the review during the regular schedule, the JLCB could potentially be required to meet on a more regular basis. In addition, the end-of-year accounting period may necessitate a July JLCB meeting as there are typically transfers among various expenditure categories that occur prior to the end of a fiscal year.

Note: The legislative member per diem rate is \$153 and the mileage reimbursement is \$0.56/mile.

Currently, state agencies request expenditure category changes (EB Request) to the Division of Administration (DOA) - Office of Planning & Budget (OPB) for approval. OPB approves approximately 900 EB requests annually. This number is likely overstated in that it includes approvals beyond just from one expenditure category to another expenditure category, which is the focus of this bill. Other EB approvals included within this statistic include: Initial expenditure budget spread, approved BA -7 expenditure spread and expenditure category changes within the larger expenditure item.

The various expenditure categories include: Salaries, Other Compensation, Related Benefits, Travel, Operating Services, Supplies, Professional Services, Other Charges, Acquisitions, Major Repairs and Debt Service.

REVENUE EXPLANATION

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

Senate	<u>Dual Referral Rules</u>	House	<input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}	<i>Evan Brasseaux</i> Evan Brasseaux Staff Director
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}		<input type="checkbox"/> 6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & S}		
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}		