2020 Regular Session

HOUSE BILL NO. 562

BY REPRESENTATIVE EDMONDS

BUDGETARY PROCEDURES: Provides relative to the allocation of expenditures of the state operating budget

1	AN ACT
2	To amend and reenact R.S. 39:51(C) and 57.1(B) and to enact R.S. 39:57.1(C), relative to
3	state expenditures; to provide for the initial expenditure allocation of personal
4	services in the operating budget; to limit the transfer of personal services
5	expenditures; to provide for an effective date; and to provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 39:51(C) and 57.1(B) are hereby amended and reenacted and R.S.
8	39:57.1(C) is hereby enacted to read as follows:
9	§51. General Appropriation Bill; other appropriation bills
10	* * *
11	C. The General Appropriation Bill and the bill appropriating funds for
12	ancillary expenses of state government shall reflect specific appropriations for each
13	agency and its programs and shall include the allocation of expenditures, itemized
14	
	by category for each agency, as recommended for the existing operating budget and
15	
15 16	by category for each agency, as recommended for the existing operating budget and
	by category for each agency, as recommended for the existing operating budget and for the ensuing fiscal year in the supporting document. <u>The amount included in the</u>
16	by category for each agency, as recommended for the existing operating budget and for the ensuing fiscal year in the supporting document. <u>The amount included in the</u> <u>supporting document in the personal services expenditure category shall be the initial</u>
16 17	by category for each agency, as recommended for the existing operating budget and for the ensuing fiscal year in the supporting document. <u>The amount included in the</u> <u>supporting document in the personal services expenditure category shall be the initial</u> <u>amount allocated in the bills for personal services for the ensuing fiscal year.</u> The

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

1	* * *
2	§57.1. Allocation of expenditures
3	* * *
4	B. Additionally, the commissioner may shall review and approve the initial
5	allocation of expenditures by expenditure category contained in the General
6	Appropriation Act bill and the act appropriating funds for ancillary expenses of state
7	government for each appropriation for a fiscal year.
8	C. Any changes in expenditures or any transfer of expenditures in or out of
9	the personal services expenditure category shall not exceed ten percent of the
10	agency's initial allocation to the personal services expenditure category for the fiscal
11	year.
12	Section 2. This Act shall become effective on July 1, 2020; if vetoed by the governor
13	and subsequently approved by the legislature, this Act shall become effective on July 1,
14	2020, or on the day following such approval by the legislature, whichever is later.

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 562 Original 2020 Regular Session

Edmonds

Abstract: Limits the transfer of expenditures for personal services.

<u>Present law</u> requires the executive budget supporting document to include expenditures for each agency, itemized by category. Requires the General Appropriation Bill and the bill appropriating funds for ancillary expenses of state government to include the allocation of expenditures by category for all state agencies except those in higher education and the Health Care Services Division.

<u>Proposed law</u> requires that the amount included in the supporting document in the personal services expenditure category shall be the initial amount allocated in the bills for personal services for the ensuing fiscal year.

<u>Present law</u> authorizes the commissioner of administration to review and approve the initial allocation of expenditures for each appropriation for a fiscal year.

<u>Proposed law</u> changes <u>present law</u> to require rather than authorize the commissioner to review and approve the initial allocation. Specifies that the allocation of expenditures is for the categories contained in the General Appropriation Act and the act appropriating ancillary expenses of state government.

<u>Proposed law</u> prohibits any changes in expenditures or any transfer of expenditures in or out of the personal services expenditure category from exceeding 10% of the agency's initial allocation to the personal services expenditure category for the fiscal year.

Effective July 1, 2020.

(Amends R.S. 39:51(C) and 57.1(B); Adds R.S. 39:57.1(C)