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 545 Engrossed	2021 Regular Session	Hughes
IID 545 Eligiossed	2021 Regular Session	inugites

Abstract: Provides for the expenditure of money in road transfer agreements and funds to be credited to the Parish Transportation Fund.

<u>Present law</u> requires monies appropriated from the State Highway Improvement Fund to be used exclusively by the Dept. of Transportation and Development (DOTD) for funding projects that are ineligible for federal highway funding assistance based on the road being a part of the state highway system but not a part of the federal system. <u>Present law</u> requires these projects to include, but not be limited to, design, preventive maintenance, rehabilitation, restoration, and improvement of the state-maintained system of roads. Authorizes these funds to be used to complete all of the preconstruction activities such as planning, survey, design, engineering, right-of-way acquisition, and utility relocations associated with such projects.

<u>Proposed law</u> retains <u>present law</u> and authorizes the use of funds to compensate a parish or municipal governing authority for the acceptance of ownership of any road on the state highway system that is not a part of the federal system under present law.

<u>Present law</u> authorizes the secretary of DOTD, upon request by a parish or municipality indicating its conditions, willingness, and desire to incorporate into the parish or municipal road system a road on the state highway system and to assume the maintenance thereof and with the approval of a majority of the legislative delegation from the parish or municipality, to transfer the road from the state highway system to the parish or municipal road system.

<u>Present law</u> authorizes DOTD to provide a thing of value, including but not limited to credits towards future construction projects, payment of funds, or satisfaction of debt owed to the department. <u>Present law</u> requires a thing of value equal to the amount of the present value of the 40 year projected future maintenance cost of the road to be transferred and may be funded by DOTD as a capital project.

Present law requires such condition of transfer be reduced to writing by the parties.

<u>Proposed law</u> retains <u>present law</u> and authorizes funds transferred to a parish or municipality to be expended on any activity allowed in <u>present law</u>. Authorizes DOTD to execute such agreement with any parish or municipality.

Present law requires the state treasurer to credit to the Parish Transportation Fund the following:

- (1) All monies made available for road purposes from funds annually appropriated by the legislature according to the Transportation Trust Fund provided by <u>present constitution</u>.
- (2) Any other funds available for use for parish transportation in accordance with legislat i v e approp riation.

<u>Proposed law</u> retains <u>present law</u> and also requires the state treasurer to credit to the Parish Transportation Fund compensation made available by DOTD directly to a parish or municipal governing authority for acceptance of ownership of any road on the state highway system. Requires such compensation to be in excess of any funding distributed by the formula under <u>present law</u>.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Amends R.S. 48:196(C) and 224.1(A); Adds R.S. 48:752(3))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by <u>House Committee on Appropriations</u> to the <u>original</u> bill:

1. Make a technical change.