RÉSUMÉ DIGEST

ACT 515 (HB 847) 20

2022 Regular Session

LaCombe

<u>Existing law</u> requires the governor to submit to the legislature no later than the eighth day of each regular session a capital outlay budget which implements the first year of the five-year capital outlay program and the bond authorization bill for the sale of bonds to fund projects included in the bond portion of the capital outlay bill.

Existing law requires non-state entities applying for capital outlay funding to provide a match of not less than 25% of the total requested funding amount with the following exceptions:

- (1) Projects deemed to be an emergency by the commissioner of administration.
- (2) Projects for which a non-state entity has demonstrated its inability to provide a local match.

<u>Prior law</u> provided an exception from the 25% local match requirement for rural water systems that serviced less than 1,250 customers.

<u>New law</u> changes eligibility for the water system project exception <u>from</u> rural water system projects that service less than 1,250 *customers* <u>to</u> water system projects that service 1,250 or fewer *connections* and expands eligibility to include sewer system projects that service 1,250 or fewer connections.

<u>New law</u> adds an exception to the local match requirement for projects undertaken by a governmental entity to provide natural gas utility services to 1,250 or fewer connections.

Applicable to the funding of non-state entity projects included in the capital outlay budget for fiscal years commencing on or after July 1, 2022.

Effective upon signature of governor (June 16, 2022).

(Amends R.S. 39:112(E)(2)(c); Adds R.S. 39:112(E)(2)(d))