

1 impact not only for revenue and expenditure costs to state departments,
2 agencies, and higher education institutions throughout the state, but also session
3 subject matter, including but not limited to tax increases, decreases, fee
4 increases and repeals, tax exemptions, suspensions, credits, rebates, exclusions,
5 and deductions, among others. The legislature hereby finds that in order to
6 properly track and assess the impact of legislation over time, it is necessary to
7 periodically evaluate the extent to which fiscal impacts have changed from the
8 original estimates. The management of state resources requires a comparative
9 review of the growth of initial projections to actual year-end results. When
10 expenditure and revenue initiatives exceed original estimates, the maintenance
11 of balanced budgets becomes exceedingly difficult to achieve. To address this
12 issue, the Joint Legislative Committee on the Budget should require an annual
13 examination of the estimated results compared to actual implemented results.
14 The review of intended versus actual results should apply to both state
15 departments, agencies, boards, and commissions, as well as higher education
16 institutions. A process for review shall be established by the Joint Legislative
17 Committee on the Budget and all findings shall be reported to all members of
18 the legislature.

19 (2) As provided by R.S. 17:3351(F), beginning October 1, 2013, and each
20 year thereafter, the Board of Regents shall review the reports of legislation with
21 significant fiscal impact submitted by the various public postsecondary
22 education management boards. After the Board of Regents has performed its
23 review of the reports submitted by the management boards, the reports shall be
24 submitted to the Joint Legislative Committee on the Budget by October 30 of
25 each year as required by R.S. 24:653(L).

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§3351. General powers, duties, and functions of college and university boards

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29 (F) Each public postsecondary education management board shall

1 annually conduct a review to identify any legislation which has been
 2 implemented and has been operational for at least six months in the prior year
 3 that affects the board or the institutions under its control and has a fiscal
 4 impact which has increased by the amount of one million dollars or more over
 5 the amount of the fiscal note as the bill was enacted. The analysis should also
 6 report the impact to the higher education institutions in terms of operations and
 7 personnel. Each management board shall compile the report and submit the
 8 report to the Board of Regents by September 30 of each year in accordance with
 9 the provisions of R.S. 17:3130(C). The report shall be in a manner as provided
 10 by R.S. 24:653(L)(2).

11 Section 2. R.S. 24:653(L) is hereby enacted to read as follows:

12 §653. Duties and functions

13 * * *

14 (L)(1)(a) Upon receipt of the reports from the various departments
 15 within the executive branch of state government as provided by R.S. 36:8(A)(6)
 16 and the public postsecondary education management boards as provided by
 17 R.S. 17:3130(C) and 3351(F), the Joint Legislative Committee shall transmit the
 18 reports to the legislative fiscal office for review and analysis and conduct
 19 hearings to review the reports.

20 (b) The legislative fiscal office shall review the reports and perform any
 21 additional analysis of the reports that is necessary to provide an accurate actual
 22 estimate as compared to the fiscal note as the bill was enacted.

23 (2) The reports required to be submitted under this Section shall be in
 24 a manner as prescribed by the chairman of the Joint Legislative Committee on
 25 the Budget and shall be accompanied by such other information as the
 26 chairman may require. At a minimum, the report shall present the differences
 27 between the original estimate as the bill was enacted and the actual current
 28 revenues or expenditures. Depending upon the scope of the original legislation,
 29 the comparisons between the enacted fiscal note and the actual amounts shall

1 include but not be limited to tax increases, decreases, fee increases and repeals,
2 tax exemptions, suspensions, credits, rebates, exclusions, and deductions, among
3 others.

4 (3) No later than February 1 of each year, the committee shall report its
5 findings in a public meeting relative to any legislation which has been enacted
6 that affects state revenues, public postsecondary education management boards
7 and the related institutions or the various departments and the related entities
8 and which legislation has a fiscal impact which has increased by the amount of
9 one million dollars or more over the amount of the fiscal note as the bill was
10 enacted. The review and analysis shall also examine the receipt, expenditure,
11 allocation, dedication, or means of financing to determine specifically how the
12 increases impact state revenue, the departments, agencies, boards, commissions,
13 and like entities within the executive branch of state government, as well as
14 among the public postsecondary education institutions of the state. The Joint
15 Legislative Committee on the Budget shall transmit copies of the final report to
16 the governor, the president of the Senate, and the speaker of the House of
17 Representatives, and distribute a copy to each member of the legislature.

18 Section 3. R.S. 36:8(A)(6) is hereby enacted to read as follows:

19 §8. Fiscal oversight and program evaluation

20 A. In discharging the responsibilities of accounting and budget control and
21 management and program analysis, the undersecretary shall have the following
22 powers:

23 * * *

24 (6)(a) Each undersecretary under this Section shall conduct a review and
25 analyze the department and its revenues, agencies, the various boards,
26 commissions, and other such entities that may be attached to the department.
27 The review and analysis conducted by the undersecretary shall identify any
28 legislation which has been implemented and has been operational for at least six
29 months in the prior year that affects the department, its revenue, agencies, or

1 **other entities under its control and has a fiscal impact which has increased by**
 2 **the amount of one million dollars or more over the amount of the fiscal note as**
 3 **the bill was enacted. The review and analysis shall also examine the impact to**
 4 **the department and its related entities in terms operations or personnel. Each**
 5 **undersecretary shall compile the report and submit it to the department**
 6 **secretary. The report shall be in a manner as provided by R.S. 24:653(L)(2).**
 7 **The secretary shall review the report and submit the report to the commissioner**
 8 **of administration no later than September 30 of each year.**

9 **(b) The commissioner of administration shall review the reports as**
 10 **required by Subparagraph (a) of this Paragraph, and shall submit all reports**
 11 **from the departments to the Joint Legislative Committee on the Budget by**
 12 **October 30 of each year in accordance with the provisions of R.S. 24:653(L).**

13 Section 4. This Act shall become effective on July 1, 2013; if vetoed by the governor
 14 and subsequently approved by the legislature, this Act shall become effective on July 1,
 15 2013, or on the day following such approval by the legislature, whichever is later.

The original instrument and the following digest, which constitutes no part
 of the legislative instrument, were prepared by Jay Lueckel.

DIGEST

Proposed law provides for legislative intent that to properly track and assess the impact of legislation over time, it is necessary to periodically evaluate the extent to which fiscal impacts have changed from the original estimate.

Proposed law provides that Each public postsecondary education management board shall annually conduct a review to identify any legislation which has been enacted in the prior year that affects the board or the institutions under its control and has a fiscal impact which has increased by the amount of one million dollars or more over the amount of the fiscal note as the bill was enacted. Each management board shall compile the report and submit the report to the Board of Regents by September 30 of each year. The report shall be in a manner as prescribed by the Joint Legislative Committee on the Budget and shall be accompanied by such other information as the committee may require.

Proposed law provides that beginning October 1, 2013, and each year thereafter, the Board of Regents shall review the reports of legislation with significant fiscal impact submitted by the various public postsecondary education management boards. After the Board of Regents has performed its review of the reports submitted by the management boards, the reports shall be submitted to the Joint Legislative Committee on the Budget by October 30 of each year.

Proposed law provides that upon receipt of the reports from the various departments within the executive branch of state government, the Joint Legislative Committee shall transmit the

reports to the legislative fiscal office for review and analysis. The legislative fiscal office shall review the reports and perform any additional analysis of the reports that is necessary to provide an accurate actual estimate as compared to the fiscal note as the bill was enacted.

Proposed law provides that the reports required to be submitted shall be in a manner as prescribed by the chairman of the Joint Legislative Committee on the Budget and shall be accompanied by such other information as the chairman may require. At a minimum, the report shall present the differences between the original estimate as the bill was enacted and the actual current estimate of revenues or expenditures. Depending upon the scope of the original legislation, the comparisons between the enacted fiscal note and the actual amounts shall include but not be limited to tax increases, decreases, fee increases and repeals, tax exemptions, suspensions, credits, rebates, exclusions, deductions, among others.

Proposed law further provides that the committee shall hold a public hearing, and no later than February 1 of each year, the committee shall report its findings and shall transmit copies of the final report to the governor, the president of the Senate, the speaker of the House of Representatives, and distribute a copy to each member of the legislature.

Proposed law provides that each undersecretary shall identify any legislation which has been enacted in the prior year that affects the department, agencies, or other entities under its control and has a fiscal impact which has increased by the amount of one million dollars or more over the amount of the fiscal note as the bill was enacted. Each undersecretary shall compile the report and submit it to the department secretary. The report shall be in a manner prescribed by the Joint Legislative Committee on the Budget and shall be accompanied by such other information as the committee may require. The secretary shall review the report and submit the report to the commissioner of administration no later than September 30 of each year.

Effective July 1, 2013; if vetoed by the governor and subsequently approved by the legislature, this Act shall become effective on July 1, 2013, or on the day following such approval by the legislature, whichever is later.

(Adds R.S. 17:3130(C) and 3351(F), R.S. 24:653(L), and R.S. 36:8(A)(6))