The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Martha S. Hess.

DIGEST 2016 Regular Session

Donahue

Present law provides for the definitions of words used in Title 39 of the Revised Statutes.

SB 318 Original

<u>Proposed law</u> retains <u>present law</u> and amends the definition of "incentive expenditures" to mean the reductions of and payments from current tax collections because of payments to businesses and individuals for the refund, rebate, or transferable credits granted through either an incentive contract between the state or an agency of the state and a specific recipient, or certification or approval of a specific recipient by the state or an agency of the state. <u>Proposed law</u> retains list of incentive benefit statutes included in <u>present law</u>.

<u>Present law</u> provides that the Revenue Estimating Conference shall establish a forecast of incentive expenditures for each fiscal year, which shall include a forecast of the amount of payments from and reductions of current tax collections to be granted by incentive expenditures.

<u>Present law</u> provides that the governor shall cause to be prepared an executive budget presenting a complete financial and programmatic plan for the ensuing fiscal year which shall include recommendations for appropriations from the state general fund and dedicated funds which shall not exceed the official forecast of the Revenue Estimating Conference.

<u>Proposed law</u> retains <u>present law</u> and further provides that the executive budget for Fiscal Year 2017-2018 and each fiscal year thereafter shall include a statement of incentive expenditures as contained in the incentive expenditure forecast. The incentive expenditures allocations shall be stated as a separate description in the program activities of the respective department, agency, or authority of the state which administers an incentive expenditure. A statement of total incentive expenditure allocations shall also be provided in the executive budget proposal. Such incentive expenditures shall not be included as, nor counted towards the operating expenses of the relevant department, agency, or authority.

Present law provides for the contents and format of executive budget.

<u>Proposed law</u> retains <u>present law</u> and further provides that the executive budget shall contain a statement of incentive expenditures as contained in the incentive expenditure forecast. The incentive expenditures allocations shall be stated as a separate description in the program activities of the respective department, agency, or authority of the state which administers an incentive expenditure. A statement of total incentive expenditure allocations shall also be provided in the executive budget proposal. Such incentive expenditures shall not be included as, nor counted towards the operating expenses of the relevant department, agency, or authority.

Present law provides relative to the general appropriation bill and provides that the general

appropriation bill and other appropriation bills shall not appropriate any funds, which are not part of the official forecast except appropriations from existing statutorily dedicated funds for purposes other than the fund's statutory purpose as provided in present law.

<u>Proposed law</u> retains <u>present law</u> and further provides that the General Appropriation Bill and other appropriation bills shall include a statement of incentive expenditure allocations as contained in the incentive expenditure forecast. The incentive expenditures allocations shall be stated as a separate description in the program activities of the respective department, agency, or authority of the state which administers an incentive expenditure. Such incentive expenditures shall not be included as, nor counted towards the operating expenses of the relevant department, agency, or authority.

<u>Present law</u> provides that after the passage of the appropriation and revenue acts, but not later than October first of each year, the governor shall cause to be prepared a complete state budget for the fiscal year. The budget so prepared shall include all the details of the financial plan for the fiscal year, as to both expenditures and means of financing as presented in the executive budget, with such revision as may be necessary to bring them into conformity with the appropriation and revenue acts and other acts to provide means of financing, and with the legislative provisions in effect, governing administration of the budget.

<u>Proposed law</u> retains <u>present law</u> but further provides that the budget so prepared for Fiscal Year 2017-2018 and each fiscal year thereafter shall include a statement of total incentive expenditure allocations and a statement of incentive expenditure allocations by department.

Effective July 1, 2016.

(Amends R.S. 39:2(15.1)(intro para), 24.1(A) and (E)(3), 34(A), 51(A)(2) and 56(A); adds R.S. 39:36(A)(7))