



LEGISLATIVE FISCAL OFFICE

Fiscal Note

Fiscal Note On: HB 637 HLS 03- 828
Bill Text Version: ENROLLED
Opp Chamb Action:
Sub Bill For:
Proposed Amd:

Date: June 22, 2003 5:51 PM
Author: LEBLANC
Dept/Agy: Treasury
Subject: Budget Stabilization Fund
Analyst: Greg Albrecht

FUNDS/FUNDING EN SEE FISC NOTE SD RV See Note Page 1 of 1
(Constitutional Amendment) Eliminates possibility of double counting in the deposit of certain mineral revenues into the Budget Stabilization Fund

Current law includes all mineral revenue received by the state in the the fiscal year (recurring and designated nonrecurring) relative to a \$750 million threshold, above which revenue is directed to the Budget Stabilization Fund.

Proposed law would exclude nonrecurring mineral revenue from the total of mineral revenue that is compared to the threshold.

To be submitted at the gubernatorial primary election to be held in 2003.

Table with columns: EXPENDITURES, REVENUES, 2003-04, 2004-05, 2005-06, 2006-07, 2007-08, 5 YEAR TOTAL. Rows include State General Fd., Agy. Self-Gen., Stat. Deds./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION:

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION:

Twenty-five percent of any revenue designated as nonrecurring is allocated to the Budget Stabilization Fund. Mineral revenue in excess of \$750 million (after parish severance and royalty allocations) is also allocated to the Budget Stabilization Fund.

In FY02 tax amnesty revenue receipts included approximately \$4.5 million of severance tax revenue. Those collections were designated as nonrecurring by the Revenue Estimating Conference. As such, 25% of that amount was then allocated to the Budget Stabilization Fund.

Dual Referral Rules

Senate

- 13.5.1 >= \$500,000 Annual Fiscal Cost
13.5.2 >= \$500,000 Annual Tax or Fee Change

House

- 6.8(F) >= \$500,000 Annual Fiscal Cost
6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease

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