HLS 24RS-2104 ENGROSSED

2024 Regular Session

HOUSE BILL NO. 857

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BY REPRESENTATIVE ROBBY CARTER

CAPITAL OUTLAY: Expands the class of parishes eligible for a waiver of a matching funds requirement for capital outlay projects

AN ACT

2 To amend and reenact R.S. 39:112(E)(2)(e)(i)(introductory paragraph), relative to the capital 3 outlay process; to provide relative to requirements for matching funds for certain 4 nonstate capital outlay projects; to provide relative to waivers of such requirements; 5 to increase the population threshold under which a parish may qualify for such a 6 waiver; to provide for applicability; and to provide for related matters. 7 Be it enacted by the Legislature of Louisiana: 8 Section 1. R.S. 39:112(E)(2)(e)(i)(introductory paragraph) is hereby amended and 9 reenacted to read as follows: 10 §112. Capital outlay act 11 E. 12 13 14 (2) Nonstate entity projects shall require a match of not less than twenty-five 15 percent of the total project cost except: 16 17 (e)(i) The division of administration may, at its discretion, waive the entire match or a portion thereof for an applicant project undertaken by a municipality with 18 19 a population of less than six thousand or a parish with a population of seven

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1 thousand five hundred twelve thousand or less which has demonstrated its inability

2 to provide a local match by submitting to the division of administration:

3 * * *

4 Section 2. The provisions of this Act shall apply to the funding of nonstate entity

projects included in the capital outlay budget for fiscal years commencing on or after July

6 1, 2025.

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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)]

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Robby Carter

Abstract: Increases the population threshold under which a parish may qualify for a waiver of a matching funds requirement for capital outlay projects.

<u>Present law</u> requires the legislature to enact into law a capital outlay bill which includes appropriations of funds from specified sources, including proceeds of bonds, to be expended during the ensuing fiscal year for capital projects as defined in <u>present law</u>. Requires that all projects included within any capital outlay act, under penalty of nullity, shall have been proposed, reviewed, and evaluated by the division of administration in accordance with applicable provisions of <u>present law</u>. <u>Proposed law</u> retains <u>present law</u>.

<u>Present law</u> requires that capital outlay projects of nonstate entities have a match of not less than 25% of the total project cost, but provides for certain exceptions to this match requirement. <u>Proposed law</u> retains present law.

<u>Present law</u> provides that the division of administration may, at its discretion, waive the entire match requirement, or a portion of the required match, for an applicant project undertaken by a municipality with a population of less than 6,000 or a parish with a population of 7,500 or less which has demonstrated, through a procedure established in <u>present law</u>, its inability to provide a local match.

<u>Proposed law</u> increases <u>from 7,500 to 12,000</u> the population threshold under which a parish may qualify for a waiver of the match requirement for capital outlay projects. Otherwise, retains <u>present law</u>.

<u>Proposed law</u> applies to the funding of nonstate entity projects included in the capital outlay budget for fiscal years commencing on or after July 1, 2025.

(Amends R.S. 39:112(E)(2)(e)(i)(intro. para.))

Summary of Amendments Adopted by House

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

1. Provide that <u>proposed law</u> shall apply to the funding of nonstate entity projects included in the capital outlay budget for fiscal years commencing on or after July 1, 2025.

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