## SENATE COMMITTEE AMENDMENTS

2016 Regular Session

Amendments proposed by Senate Committee on Finance to Reengrossed House Bill No. 409 by Representative Henry

## 1 AMENDMENT NO. 1

- 2 On page 1, line 2, after "reenact" and before "Code", insert "R.S. 39:91(A), R.S.
- 3 47:302.2(C)(1)(b), and R.S. 49:258(3) and 259, and"
- 4 AMENDMENT NO. 2
- 5 On page 1, line 2, change "895.1(F)(3)(e) and" to "895.1(F)(3)(e),"
- 6 AMENDMENT NO. 3
- 7 On page 1, line 3, change "17:1519.6(E)," to "17:1519.6(E), and to repeal R.S.
- 8 49:259(C)(3),"
- 9 AMENDMENT NO. 4
- 10 On page 1, delete lines 5 and 6, and insert the following:
- "and transfer of hospital payments; to provide relative to the Deepwater Horizon Economic Damages Collection Fund; to provide relative to the Fiscal Year 2015-
- 2016 Deficit Elimination Fund; to provide for the allocations of certain monies in the
   Shreveport Riverfront and Convention Center and Independence Stadium Fund; to
- provide for the definition of "state agency" for the purpose of the procurement of
- legal counsel; to authorize and direct the state treasurer to transfer certain monies
- received by the state as a result of the Deepwater Horizon incident; to provide for the transfer of excess funds in the High Risk Pool Fund; to provide relative to the
- Department of Justice Legal Support Fund; to provide for distributions out of the Sex Offender Registry Technology Fund; to repeal R.S. 49:259(C)(3); and to provide for
- 21 related matters."
- 22 AMENDMENT NO. 5
- On page 1, at the beginning of line 11, change "<u>E.</u>" to "<u>E.(1)</u>"
- 24 AMENDMENT NO. 6
- 25 On page 1, between lines 17 and 18, insert the following:
- "(2) The health care services division shall transfer to the Department of
   Health and Hospitals, or its successor, all revenues received from the public private
- 28 partnership hospitals for the provision of accountable care services.
- Section 2. R.S. 39:91(A) is hereby amended and reenacted to read as follows:
- 31 §91. Deepwater Horizon Economic Damages Collection Fund
- A.(1) There shall be established in the state treasury as a special permanent trust fund named the Deepwater Horizon Economic Damages Collection Fund. After
- Notwithstanding any provision of law to the contrary, including but not limited to
- R.S. 49:258 and R.S. 49:259, after allocation of money to the Bond Security and
- Redemption Fund as provided in Article VII, Section 9(B) of the Constitution of Louisiana, and prior to any other allocation, the treasurer shall deposit in and credit
- to the Fiscal Year 2015-2016 Deficit Elimination Fund as created in Subsection D
- of this Section, the first two hundred million dollars of the proceeds of the

1 2 3 4 5 6 7 8	settlement, judgment, or final disposition of the state's economic damages claims asserted in State of Louisiana v. BP Exploration & Production, et al., MDL NO. 2179 (E.D.LA. pending) (hereinafter "DWH litigation") to recover economic damages sustained by the state from the Deepwater Horizon explosion and oil spill that occurred on or about April 20, 2010, at the MC 252 site in the Gulf of Mexico.  (2) All settlement proceeds received on behalf of the state shall be reported to the Joint Legislative Committee on the Budget.  * * * *
9 10	Section 3. R.S. 47:302.2(C)(1)(b) is hereby amended and reenacted to read as follows:
11 12 13 14 15 16 17 18 19 20	§302.2. Disposition of certain collections in the city of Shreveport  * * * *  C. Subject to an annual appropriation by the legislature, monies in the fund shall be used as follows:  (1) For allocation from all monies in the fund in the following amounts:  * * * *  (b) One and one-half percent for African-American Multi-Cultural Tourism Commission to be divided equally with fifty percent to Pamoja Art Society and fifty percent to Rho Omega and Friends, Inc., and one and one-half percent for the Shreveport Bossier African American Chamber of Commerce.
21 22 23	* * * *  Section 4. R.S. 49:258(3) and 259 are hereby amended and reenacted to read as follows:
24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39	§258. Procurement of private contractual legal services for state agencies  Notwithstanding the provisions of any other law to the contrary and specifically the provisions of any law that authorizes the state or a state agency to appoint, employ, or contract for private legal counsel to represent the state or a state agency, including but not limited to the provisions of R.S. 42:261, 262, and 263, and R.S. 40:1299.39(E), any appointment of private legal counsel to represent the state or a state agency shall be made by the attorney general with the concurrence of the commissioner of administration in accordance with the following procedure:  * * *  (3) For the purposes of this Section, "state agency" means any department, board, commission, agency, office, special district, authority, or other entity of the state, but does not include the secretary of state, the Public Service Commission or the State Bond Commission or any political subdivision of the state, as defined by Article VI of the Constitution of Louisiana, or any entity of such political subdivision.
40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57	A. There is hereby established in the state treasury a special fund to be known as the Department of Justice Legal Support Fund, hereinafter referred to as the "fund". The fund shall be comprised of proceeds recovered by the attorney general on behalf of the state from court judgments, settlements, fines, fees, forfeitures and penalties, from the recovery or award of any attorney fees as provided in R.S. 42:262, or from proceeds recovered by the attorney general from any other source from which revenues are designated recommended by the attorney general for deposit into the fund, except those judgments and recoveries made on or pertaining to any office of risk management litigation, or litigation involving the Department of Natural Resources, and the Department of Environmental Quality, or the Deepwater Horizon incident as provided in Subsection D of this Section.  B.(1) After satisfying the requirements of the Bond Security and Redemption Fund as provided in Article VII, Section 9(B) of the Constitution of Louisiana, the treasurer shall pay transfer into the fund each fiscal year an amount equal to from the proceeds received as provided in Subsection A of this Section in an amount which is sufficient to bring the balance in the fund to shall not exceed ten million dollars annually. The balance of the fund shall not exceed ten million dollars. Any proceeds

remaining received as provided in Subsection A of this Section after making the <u>annual</u> deposit into the fund <u>of ten million dollars</u> shall be deposited into the state general fund.

- (2) The attorney general shall notify the state treasurer, the Joint Legislative Committee on the Budget, and the commissioner of administration immediately upon receipt of any proceeds received as provided in Subsection A of this Section.
- C.(1) The monies in the fund shall be annually appropriated to the Department of Justice solely for the purposes of defraying the costs of expert witnesses, consultants, contract legal counsel, technology, specialized employee training and education, and public education initiatives. Monies in the fund may also be used to defray the expense of employees hired, including attorneys and support staff, and to pay related expenses to represent the state. Monies appropriated from the fund shall be used to supplement the Department of Justice budget and shall in no way be used to displace, replace, or supplant appropriations from the state general fund for operations of the Department of Justice below the level of state general fund appropriations for that department in the current fiscal year.
- (2) No employee salary or wages or other expenses, to be paid from the recovery or award of any attorney fees as provided in R.S. 42:262, including the recovery or award of any attorney fees from any claims resulting from the Deepwater Horizon incident, shall be paid by the Department of Justice, until funding is approved by the Joint Legislative Committee on the Budget.
- (3) Each fiscal year, monies shall be deposited into the fund in an amount sufficient to bring the unencumbered balance in the fund to ten million dollars.
- D. Notwithstanding the provisions of Subsection A of this Section, no proceeds shall be deposited into the fund from court-awarded judgments and settlements involving the Department of Natural Resources as specified in R.S. 30:136.3(B)(1), nor any judgments, settlements, or recoveries which are designated for credit to the Hazardous Waste Site Cleanup Fund, the Environmental Trust Fund, or any other funds administered by the Department of Environmental Quality under the Environmental Quality Act. Notwithstanding the provisions of Subsection A of this Section, no proceeds shall be deposited into the fund from court-awarded judgments and settlements involving the Department of Transportation and Development. Notwithstanding the provisions of Subsection A of this Section, no proceeds shall be deposited into the fund from judgments, settlements, or recoveries from litigation or arising from the Deepwater Horizon incident, including but not limited to litigation expenses, assessment costs, court costs or attorneys' fees.

\* \* \*

38 AMENDMENT NO. 7

- On page 1, at the beginning of line 18, change "Section 2." to "Section 5."
- 40 <u>AMENDMENT NO. 8</u>
- 41 On page 3, at the beginning of line 1, change "Section 2." to "Section 6."
- 42 AMENDMENT NO. 9
- 43 On page 3, between lines 7 and 8, insert the following:

"Section 7. Upon cessation of the Health Plan Board by March 1, 2016 per R.S. 22:1205(C)(7) and notwithstanding the provisions of R.S. 51:2365(E), the state treasurer is hereby authorized and directed to transfer the excess High Risk Pool Funds to the Mega-Project Development Fund.

Section 8. Notwithstanding any law to the contrary, upon receipt of any monies received on behalf of the state as a result of claims involving the Deepwater Horizon incident, the attorney general shall notify the state treasurer, the Joint Legislative Committee on the Budget and the commissioner of administration. The state treasurer shall immediately transfer the thirty-day BP settlement agreement payment of approximately Twenty Million Dollars to the Oil Spill Contingency Fund. The state treasurer is further authorized and directed to immediately upon

receipt transfer the full amount of the sixty-day BP settlement agreement payment of approximately Nineteen Million One Hundred Twenty-five Thousand Dollars to the Natural Resource Restoration Trust Fund. The state treasurer shall immediately upon receipt transfer the full amount of the economic damage settlement proceeds from the BP settlement in accordance with R.S. 39:91. Immediately upon signature of the governor of this Act, the treasurer shall reverse any prior transfer to the attorney general of settlement dollars associated with the thirty-day BP settlement or the sixty-day BP settlement.

Section 9. When the Department of Revenue prevails in any suit, appeal, or petition associated with an amount paid under protest and held in escrow in accordance with R.S. 47:1576, the proceeds thereof shall be transferred to the state general fund.

Section 10. R.S. 49:259(C)(3) is hereby repealed."

## 14 AMENDMENT NO. 10

1 2

3

5

6

7

8

9

10

11

12 13

On page 3, at the beginning of line 8, change "Section 3." to "Section 11."