

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 38** HLS 202ES 91
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action: **W/ SEN FLOOR AMD**
 Proposed Amd.:
 Sub. Bill For.:

Date: October 23, 2020 10:34 AM	Author: HARRIS, LANCE
Dept./Agy.: University, parish and municipal police	Analyst: Willie Marie Scott
Subject: LA Police Funding Protection Act	

FUNDS/FUNDING REF SEE FISC NOTE SD EX See Note Page 1 of 1
 Provides relative to funding university, parish, and municipal police departments (Items #15 and 16)

Proposed law requires each governing authority of a political subdivision which includes a municipal police, public works, fire, or parks and recreations department, or sheriff's office shall notify the Joint Legislative Committee on the Budget (JLCB) if the annual operating budget for the ensuing year indicates a decrease of 25% or greater as compared to the current fiscal year. It further requires each governing authority of a political subdivision to notify JLCB in writing no later than 15 days after such a reduction's effective date. JLCB may require the governing authority to appear before the committee. Corresponding governing authorities determined by JLCB to create a significant and harmful effect on public services through budget reductions to specified government offices shall be ineligible to apply for or receive funding for new capital outlay projects and appropriations from sales tax dedications for the ensuing fiscal year. It further provides an exemption for any political subdivision if specified local departments' budgets are decreased as the result of an overall decrease in tax collections or a decrease in self-generated revenue within the political subdivision.

EXPENDITURES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW					
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW					
Annual Total						

REVENUES	2020-21	2021-22	2022-23	2023-24	2024-25	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure since the proposed law merely directs municipal police, public works, fire, or parks and recreations department, or sheriff's office to notify the JLCB if funding for their respective departments is reduced by 25% or greater. If it is determined by JLCB that the reduction will have a significant and harmful effect on public services, the governing authority shall be ineligible to apply for or receive funding for new capital outlay projects and to receive sales tax dedications (appropriated as statutory dedications) for the ensuing year.

Note: All funding from the sales tax dedications and the capital outlay act is subject to annual appropriation by the legislature.

REVENUE EXPLANATION

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

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Alan M. Boxberger
Alan M. Boxberger
Staff Director