

Regular Session, 2011

HOUSE BILL NO. 220

BY REPRESENTATIVES GEYMANN AND MORRIS

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

BUDGETARY CONTROLS: Limits the growth factor used to determine the expenditure limit to three percent

1 AN ACT

2 To amend and reenact R.S. 39:33.1, relative to the determination of the expenditure limit;
3 to provide the determination of the growth factor; to provide for effectiveness; and
4 to provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 39:33.1 is hereby amended and reenacted to read as follows:

7 §33.1. Determination of expenditure limit

8 * * *

9 B.(1) The expenditure limit for the ensuing fiscal year shall be the
10 expenditure limit for the current fiscal year plus an amount equal to that limit times
11 the lesser of three percent or the growth factor if the growth factor is positive.

12 * * *

13 Section 2. This Act shall take effect and become operative if and when the proposed
14 amendment of Article VII, Section 10(C)(1) of the Constitution of Louisiana contained in
15 the Act which originated as House Bill No. ____ of this 2011 Regular Session of the
16 Legislature is adopted at the statewide election to be held on October 22, 2011, and becomes
17 effective.

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)]

Geymann

HB No. 220

Abstract: Caps the expenditure limit growth factor at 3%.

Present law provides for an annual expenditure limit and provides that the next fiscal year's limit shall not exceed the expenditure limit for the current fiscal year plus an amount equal to the growth factor if the growth factor is positive.

Proposed law provides that the increase of the expenditure limit shall be the lesser of three percent or the growth factor as provided in present law.

Effective if and when the proposed amendment of Article VII, Section 10(C)(1) of the Constitution of Louisiana contained in the Act which originated as House Bill No. __ of this 2011 R.S. is adopted at the statewide election to be held on Oct. 22, 2010, and becomes effective.

(Amends R.S. 39:33.1(B)(1))