

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 119** SLS 13RS 439

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 25, 2013	8:18 AM	Author: BUFFINGTON
Dept./Agy.:		Analyst: Travis McIlwain
Subject: Funds		

FUNDS/FUNDING OR SEE FISC NOTE GF RV Page 1 of 1

Constitutional amendment relative to the enactment of the budget for the next fiscal year and provides for the restoration of monies to funds under certain circumstances. (2/3-CA13s1(A))

Current constitution provides for the avoidance of a budget deficit in an ensuing fiscal year when the official forecast of recurring revenues for the ensuing fiscal year is at least 1% less than the official forecast for the current fiscal year, in which case an amount not to exceed 5% of the total appropriations or allocations for the current fiscal year shall be available for expenditure in the next fiscal year for a purpose other than as specifically provided by law or constitution.

Proposed constitutional amendment provides that if the Revenue Estimating Conference subsequently adopts an estimate of recurring revenues after the beginning of the fiscal year and recognizes an increase so as to eliminate the need for such funds to be expended for another purpose, all funds so transferred shall be restored to the fund from which they were transferred. To be submitted to the voters at the statewide election to be held on November 4, 2014.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	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>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	SEE BELOW	SEE BELOW	SEE BELOW	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	SEE BELOW	SEE BELOW	SEE BELOW	\$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>	\$0
Annual Total	\$0	\$0				\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The proposed bill provides for a constitutional amendment to be submitted to voters at the November 4, 2014 election. The November 4, 2014 election is a statewide election, when all precincts in the state are scheduled to be opened. As a regular practice, the Secretary of State budgets for up to 10 constitutional amendments for the fall statewide elections.

REVENUE EXPLANATION

The current constitution provides that if the official state general fund revenue forecast for the next fiscal year is at least 1% less than the official state general fund forecast for the current fiscal year, the potential use of up to 5% of statutory dedicated funds for use in the next fiscal year becomes available.

This bill provides that if the statutory dedicated fund constitutional trigger is met for building the budget for the next fiscal year, and the REC subsequently adopts an increase in state general fund revenue forecast after the beginning of the fiscal year, the statutory dedicated fund balances utilized to initially build the budget for the next fiscal year shall be restored.

The bill has no effect on the aggregate amount of resources that would be budgeted within the revenue forecast constraint, but would effect the composition of the financing of that budget level; requiring newly available general fund forecast to replace statutory dedication funding.

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| <u>Senate</u> | <u>Dual Referral Rules</u> | <u>House</u> |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | <input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {S} | |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} | |

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