

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: HB 721 HLS 16RS 961

Bill Text Version: REENGROSSED

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Table with 2 rows and 3 columns: Date (April 1, 2016), Author (SCHRODER), Dept./Agy. (Provides relative to the allocation of expenditures), Analyst (Alan M. Boxberger)

BUDGETARY CONTROLS RE SEE FISC NOTE GF EX See Note Page 1 of 1
Provides relative to the allocation of expenditures of the state operating budget

Present law requires the commissioner of administration to notify each budget unit of the amount of appropriations contained in the General Appropriation Act and permits the commissioner to review and approve the initial allocation of expenditures for a fiscal year. Proposed law changes the review and approval by the commissioner of administration of the initial allocation of expenditures by category from a permissive review to a mandatory review and approval. Proposed law further requires prior approval of the Joint Legislative Committee on the Budget (JLCB) to change the initial allocation of expenditures or transfer funds between expenditure categories.

Table with 7 columns: EXPENDITURES, 2016-17, 2017-18, 2018-19, 2019-20, 2020-21, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agcy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total. Similar structure for REVENUES.

EXPENDITURE EXPLANATION
There is no anticipated direct material effect on governmental expenditures as a result of this measure. There are situations in which disapproval by JLCB or a delay in approval by JLCB may create a fiscal impact. During times of emergencies and significant but unforeseen expenditure needs, agencies frequently require flexibility to reallocate expenditures between categories or to accelerate drawdown of budget authority. These situations may result in the necessity for the JLCB to convene more frequently than its typical once-per-month meeting. To the extent review of expenditure category transfers may result in additional meetings of the JLCB, the proposed law may result in increased expenditures. The legislative member per diem rate is \$157 and the mileage reimbursement is \$0.54/mile.

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