

Present constitution provides that monies transferred as a result of the budget actions authorized by present constitution are deemed available for appropriation and expenditure, but in no event shall the aggregate amount of any such transfers exceed the amount of the difference between the official forecast for the current fiscal year and the next fiscal year.

Proposed constitution retains present constitution regarding the monies transferred being deemed available for appropriation and expenditure, but provides that the aggregate amount of such transfers shall not exceed the projected deficit for the next fiscal year due to the reduction in the official forecast.

Present constitution provides for certain exceptions to transfers of monies to avoid a budget deficit. Proposed constitution would add to the list of exceptions monies in the Coastal Protection and Restoration Fund, the Conservation Fund, the Oilfield Site Restoration Fund, and any health care provider fees or assessments in the Hospital Stabilization Fund or the La. Medical Assistance Trust Fund.

Specifies submission of the amendment to the voters at the statewide election to be held on November 8, 2016.

(Amends Const. Art. VII, Sec. 10(F)(2)(b) and (4)(h), (i), (j), and (k))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Finance to the original bill

1. Changes authorization to use up to 5% of the total appropriations or allocations for the current fiscal year from any fund in the next fiscal year for a purpose other than as specifically provided by law from report of Legislative Fiscal Officer to the Joint Legislative Committee on the Budget that appropriations for either healthcare or higher education is an amount less than the appropriations in the existing operating budget for the current fiscal year to reduction in official forecast of recurring revenues for the next fiscal year by at least 1% prior to submission of executive budget to the legislature or enrollment and submission to governor of general appropriation bill.
2. Provides another procedure to avoid a budget deficit by making up to 1% of the balance in the current fiscal year from any fund established by law or the constitution, available in the next fiscal year for a purpose other than as specifically provided by law.
3. Changes aggregate amount of transfers pursuant to constitutional provision from the amount of the difference between the official forecasts for the current and next fiscal year to the amount of the projected deficit for the next fiscal year due to the reduction in the official forecast.

Senate Floor Amendments to engrossed bill

1. Provides that budget deficit avoidance procedures may be employed at any time the official forecast of recurring revenues for the next fiscal year has been reduced by at least one percent from the most recently adopted estimate for the ensuing year.
2. The one percent of the balance in a fund that may be available in the next fiscal year for a purpose other than specifically provided by law or the constitution is limited to only funds established by the constitution.
3. Adds to the list of exceptions monies in the Coastal Protection and Restoration Fund, the Conservation Fund, the Oilfield Site Restoration Fund, and any health care provider fees or assessments in the Hospital Stabilization Fund or the La. Medical Assistance Trust Fund.
4. Technical amendments.