

**JOINT LEGISLATIVE COMMITTEE ON THE BUDGET
GENERAL FUND FISCAL STATUS STATEMENT
FISCAL YEAR 2020-2021
(\$ in millions)**

September 18, 2020

	<u>AUGUST 2020</u>	<u>SEPTEMBER 2020</u>	<u>SEPTEMBER 2020 Over/(Under) AUGUST 2020</u>
<u>GENERAL FUND REVENUE</u>			
Revenue Estimating Conference, July 30, 2020	\$9,160.400	\$9,160.400	\$0.000
Use of the Budget Stabilization Fund	\$90.063	\$90.063	\$0.000
FY 19-20 Revenue Carried Forward into FY 20-21	\$0.000	\$67.301	\$67.301
Total Available General Fund Revenue	<u>\$9,250.463</u>	<u>\$9,317.764</u>	<u>\$67.301</u>
<u>APPROPRIATIONS AND REQUIREMENTS</u>			
Non-Appropriated Constitutional Requirements			
Debt Service	\$432.253	\$432.253	\$0.000
Interim Emergency Board	\$1.323	\$1.323	\$0.000
Revenue Sharing	\$90.000	\$90.000	\$0.000
Total Non-Appropriated Constitutional Requirements	<u>\$523.576</u>	<u>\$523.576</u>	<u>\$0.000</u>
Appropriations			
General (Act 1 of 2020 1ES)	\$8,495.886	\$8,563.187	\$67.301
Ancillary (Act 11 of 2020 1ES)	\$0.000	\$0.000	\$0.000
Judicial (Act 7 of 2020 1ES)	\$152.057	\$152.057	\$0.000
Legislative (Act 8 of 2020 1ES)	\$61.243	\$61.243	\$0.000
Capital Outlay (Act 2 of 2020 1ES)	\$0.000	\$0.000	\$0.000
Total Appropriations	<u>\$9,232.762</u>	<u>\$9,300.063</u>	<u>\$67.301</u>
Other Requirements			
Funds Transfer Bill (Act 10 of 2020 1ES)	\$3.001	\$3.001	\$0.000
Total Other Requirements	<u>\$3.001</u>	<u>\$3.001</u>	<u>\$0.000</u>
Total Appropriations and Requirements	<u>\$9,235.763</u>	<u>\$9,303.064</u>	<u>\$67.301</u>
General Fund Revenue Less Appropriations and Requirements	<u>\$14.700</u>	<u>\$14.700</u>	<u>\$0.000</u>

II. FY 2018-2019 Fiscal Status Summary:

In accordance with Act 1092 of the 2001 Regular Session and Act 107 of the 2002 First Extraordinary Session (R.S. 39:75), the first budget status report presented after October 15th shall reflect the fund balance for the previous fiscal year.

III. Current Year Items Requiring Action

Fiscal Impact of Act 14 of the 1st Extraordinary Legislative Session - Dedicated Funds*	<u>\$6.60</u>
Items Requiring Action Total	\$6.6

**Action of the JLCB at the August 14, 2020 meeting acknowledging the legislature's intent to utilize the remaining FY21 SGF resources to offset the dedicated fund revenue impact of Act 14 of the 1st Extraordinary Legislative Session of 2020.*

IV. Horizon Issues Not Contained in 5-Year Plan

Governor's Office of Homeland Security and Emergency Preparedness (GOHSEP)

State share owed to FEMA upon the final closeout of various disasters, including Hurricane Katrina, for public assistance (state, local and private non-profits) and hazard mitigation projects. Final closeouts of the various disasters are not expected until FY21 at the earliest and Katrina FY23, but could extend beyond the 5-year baseline projection window.

Hurricane & Storm Damage Risk Reduction System

In 2008, the State of Louisiana through the Coastal Protection & Restoration Authority Board entered into a Project Partnership Agreement with the U.S. Army Corps of Engineers to construct a Hurricane and Storm Damage Risk Reduction System (HSDRRS) around the greater New Orleans area. The HSDRRS project is a cost share agreement whereby the State is required to pay a percentage (about 35%) of the total costs of the project. Payback will occur over a 30-year period with the first payment due once the HSDRRS project is completed and accepted.

There is federal legislation pending passage by the U.S. Congress that includes changes to the Water Resources Act of 1986 (Section 103k) that adds an interest relief provision and a project crediting provision. The HSDRRS project meets the criteria outlined in the draft language for renegotiating the terms and conditions. The criteria include, projects that have been delayed 5 or more years, have exceeded 10 years of construction and have construction interest that exceeds \$45 million. Since the HSDRRS meets all criteria and to the extent the federal legislation is enacted, the state would be able to renegotiate terms and conditions of the payment arrangement.