



Executive Budget
Fiscal Year 2016-2017
House Appropriations Committee
April 12, 2016

John Bel Edwards
Governor



2016-2017 Executive Budget

Where we started

Continuation Budget	\$10,412,411,746
Reductions to Continuation Budget	<u>- \$166,594,883</u>
Executive Budget Recommendation	\$10,245,816,863

Merits, inflation and growth in government were removed prior to the original presentation of the Executive Budget.



2016-2017 Executive Budget

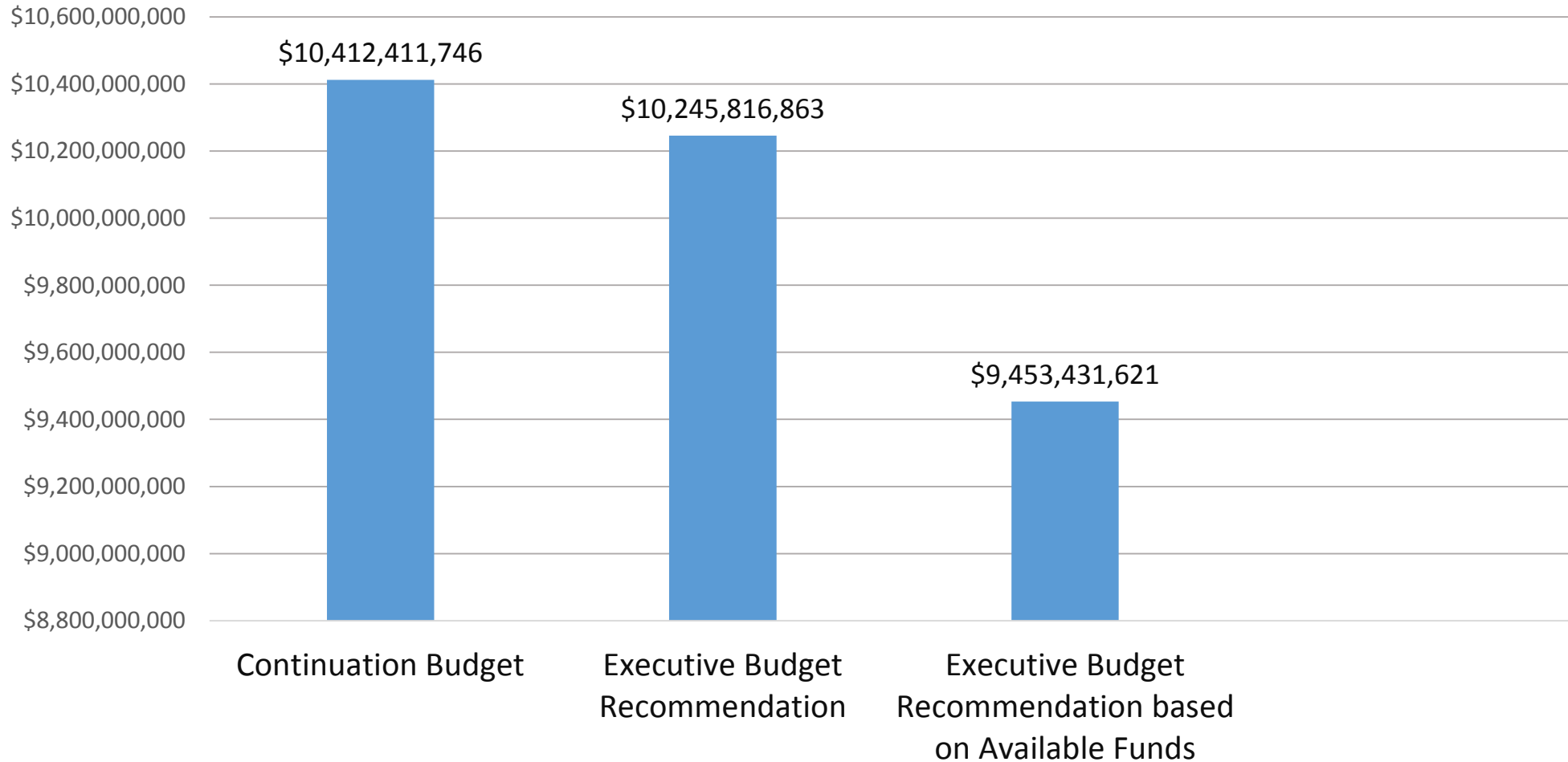
Welcome to the Real World

This budget is based upon REC's estimate of funds available.

The current year budget – like the previous seven – was based on one-time money (\$826 million in the current year, fund sweeps and false assumptions).

The first budget deficit shifted costs from the current year to Fiscal Year 2016-2017, increasing budget pressures.

2016-2017 Executive Budget





2016-2017 Executive Budget

Executive Budget Requirements to Maintain Current Service Levels for FY 2016-2017

- General Fund Requirements \$10,245,816,863
- General Fund Forecast \$9,498,500,000
- Shortfall \$747,316,863

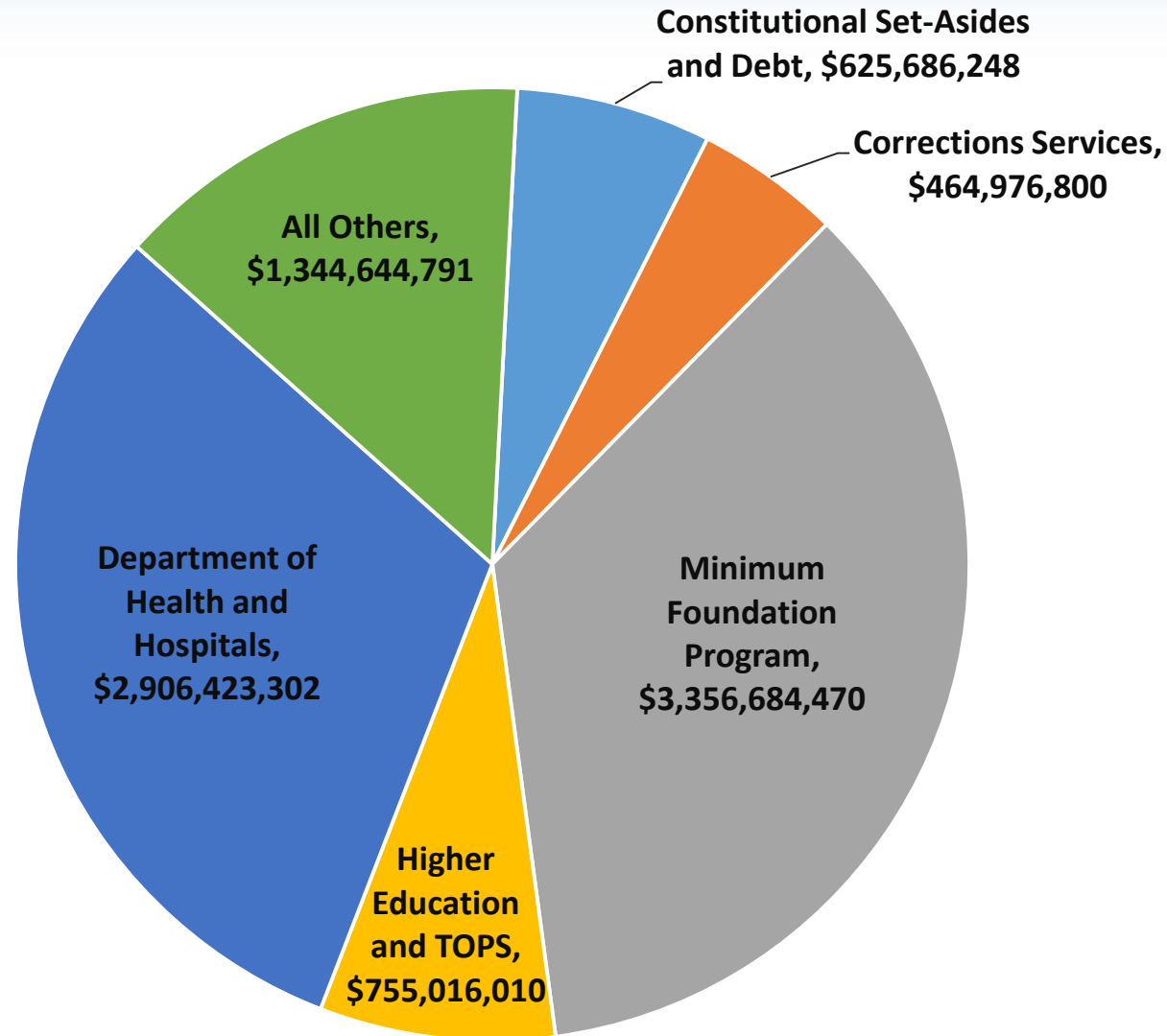


2016-2017 Executive Budget

Results from the 2016 Extraordinary Session

- Revenue forecast was increased \$1,259,100,000.
- The anticipated budget reduction for Higher Education, DHH, Corrections, Legislative and Judiciary changed from a 24% budget reduction to an anticipated 10% budget reduction.
- The anticipated budget reduction for the remaining state agencies changed from a 63% reduction to a much smaller reduction.

2016-2017 State General Fund





2016-2017 Executive Budget

Constitutional Requirements are 100% Funded

Agencies:	
Elections	\$49,616,627
MFP	\$3,356,684,470
Textbooks	\$2,911,843
Interim Emergency Board	\$1,720,862
Total Agencies	\$3,410,933,802
Debt Service:	
Corrections	\$4,963,192
HIED - LCTCS	\$40,651,080
LED Commitments	\$32,867,863
OFC and Road & Bridge Settlement	\$51,431,112
General Obligation Debt	\$404,806,802
GOHSEP - FEMA Debt	\$6,900,000
Military Department Debt Service	\$2,800,000
Total Debt	\$544,420,049



2016-2017 Executive Budget

Constitutional Requirements

Local Support:	
Municipal Police	\$35,774,083
Firefighters	\$33,522,000
Constables & Justices of the Peace	\$1,027,452
Deputy Sheriffs' Supplemental	\$53,716,000
Revenue Sharing	\$90,000,000
Total Local Support	\$214,039,535

Constitutional Requirements are 100% Funded \$4,169,393,386



2016-2017 Executive Budget

The Harsh Reality

Executive Budget Requirements	\$10,245,816,863
Reductions to Agencies	(\$747,316,863)
Available for Appropriation	\$9,498,500,000
Constitutional Requirements	\$4,169,393,386
General Fund for Agencies, Legislature and Judiciary	\$5,329,106,614
Total General Fund in Executive Budget	\$9,498,500,000



2016-2017 Executive Budget

Self Generated Agencies Not Reduced

Coastal Protection and Restoration Authority

Louisiana Stadium and Exposition District

State Racing Commission

Office of Financial Institutions

State Treasurer

Public Service Commission

Commissioner of Insurance

Department of Transportation and Development

Public Safety Services

Department of Wildlife and Fisheries

State Civil Service, Municipal Fire and Police Civil Service



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No Reductions in General Fund

Mental Health Advocacy

Military Affairs

Public Defender Board

Veterans Affairs

Ethics Administration

State Police Commission

Board of Tax Appeals



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Agency Reductions

DHH	\$408.7 million
TOPS	\$183.2 million
Higher Education	\$46.1 million
Corrections and local housing	\$34.1 million
Judicial Branch	\$15.9 million
Legislative Branch	\$7.3 million
HCSD	<u>\$2.3 million</u>
Total	\$697.8 million

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Other Reductions

Executive Department	\$14.5 million
Elected Officials	\$4.7 million
Economic Development	\$3.9 million
CRT	\$5.7 million
Juvenile Justice	\$18 million
DEQ	\$437,665
Workforce Development	\$1.6 million
Special Schools	\$1.5 million
Department of Education	<u>\$52.4 million</u>
Total	\$102.8 million



2016-2017 Executive Budget

Increases in General Fund

Office of Homeland Security and Emergency Preparedness	\$1.6 million
Department of Children and Family Services	\$4.4 million
Department of Natural Resources	\$842,644
Department of Revenue	<u>\$1.6 million</u>
Total	\$8.4 million

2016-2017 Executive Budget



Summary

Revenue Shortfall	\$747,316,863
Re-classification of Public Safety fees	\$39,892,951
Loss of lease payments	<u>\$5,175,428</u>
Total General Fund Shortfall	\$792,385,242
Total Budget Reductions	\$792,385,242