



STATE OF LOUISIANA
Legislative Fiscal Office
BATON ROUGE

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Alan M. Boxberger
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TO: The Honorable Clay Schexnayder, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: Alan M. Boxberger, Interim Legislative Fiscal Officer
Evan Brasseaux, Interim Deputy Fiscal Officer *EB AMB*

DATE: April 20, 2022

SUBJECT: House Rule 7.19, HB 1 Engrossed

Pursuant to House Rule 7.19, the Legislative Fiscal Office (LFO) is required to submit a report to the House of Representatives, which indicates whether the appropriation bill appropriates one-time money within the Engrossed version of House Bill 1 (HB 1). The LFO is providing this information for HB 1 – Engrossed.

HR 7.19 One-Time Money List

Pursuant to HR 7.19(C)(2), appropriations from one-time money for ordinary recurring expenses may not exceed the projected growth of the state general fund from the fiscal year for which the appropriation is proposed and the subsequent fiscal year according to the most recent official forecast. The threshold calculation is the difference between the official SGF revenue forecast adopted by the Revenue Estimating Conference (REC) on January 11, 2022, for FY 23 of \$10,935.8 M and for FY 24 of \$10,902.9, which equates to \$32.9 M of SGF revenue loss. The amount of one-time funds, as defined by HR 7.19, allowed to be appropriated in HB 1 for FY 23 expenditure is (\$0). **After Adopted House Appropriations Committee amendments to HB 1 there is no (\$0) one-time money as defined in House Rule 7.19 in HB 1 Engrossed.**

FY 23 Replacement Financing Decision List

Although HB 7.19 contains a definition of “one-time money”, the rule itself is not indicative of the financing decisions that will have to be made in FY 24 relative to the current structure of the FY 23 proposed operating budget. Due to this issue, the LFO not only provides the HR 7.19 list to comply with the House Rule, but also provides details of significant potential FY 24 financing replacements that will have to be made as a result of the proposed FY 23 budget.

Approximately \$69.2 M in funds that may not be available in the future are proposed to support recurring expenditures in HB 1 for FY 23 and beyond. The \$69.2 M is for FY 23 projected emergency Federal Medical Assistance Percentage (FMAP) for Medicaid.

The current REC forecast for FY 24 is projected to decline by approximately \$32.9 M from FY 23. Therefore, this leaves \$102.1 M (\$69.2 M + \$32.9 M) in recurring expenditures that do not currently have a recurring revenue source.

If you have any questions about any of the information presented in this memo, please contact me by email at boxbergera@legis.la.gov or by phone at 225-342-7233.