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TO: The Honorable John Alario, President of the Senate
The Honorable Members of the Senate

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: June 24, 2018

SUBJECT: HB 1 Supplemental Appropriation Reengrossed
With Senate Finance Committee Amendments

Attached please find a spreadsheet (Table 1) which summarizes actions taken in HB 1 Reengrossed with Senate Finance Committee amendments in comparison to the supplemental appropriations contained in Section 19 of Act 2 of the 2nd ES as well as the Existing Operating Budget as of 12/1/17 for SGF only. This includes a new subsection containing supplemental SGF appropriations totaling \$43,299,052, which is contingent upon the recognition of additional revenues by the Revenue Estimating Conference over and above those revenue measures contemplated in the 2nd and 3rd Extraordinary Sessions. To the extent sufficient revenues are not recognized to fully fund these appropriations, language contained in subsection 19B provides for the Commissioner of Administration to recommend a plan for the appropriations on a pro-rata or prioritized basis subject to the approval or modification by the Joint Legislative Committee on the Budget.

As reflected in Table 2, HB 1 Reengrossed with Senate Finance Committee amendments provide for the full restoration of the 24.2% (10.8% for Higher Education) across-the-board reductions to discretionary SGF, as well as restoration of certain reductions and other spending priorities which had been removed, including but not limited to: Corrections Services acquisitions and major repairs; full funding for the Acadiana Center for Youth; and partial funding for Local Housing for Adult Offenders.

The bill's current posture assumes SGF revenue from the following sources:

- \$33.6 M from Act 6 of the 2nd ES
- \$46.2 M from Act 10 of the 2nd ES
- \$463 M projected to be generated by HB 10 Reengrossed of the 3rd ES
- \$43.3 M anticipated to be funded to the extent additional revenues in excess of the above-mentioned legislation is recognized

Additionally, the LFO is providing the Department Budget Summary detailing all means of finance for the FY 19 statewide budget as compared to the Existing Operating Budget.

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

TABLE 1
HB 1 Reengrossed (with Senate Finance Committee Amendments)
SGF Compared to Existing Operating Budget

Department Name	STATE GENERAL FUND ONLY				Change from EOB w/o Supplemental	% Change	HB 1 Reengrossed w SFC Amendments Supplemental	Revenue \$482.9 M	Section 19B Unfunded Supplemental \$43.3 M	Revised Including FY 19 Funding	Change from FY 18 EOB
FY 18 EOB	Act 2	Act 2 Funded Base									
Executive Department ¹	\$ 152,107,148	\$ 133,373,353	\$ 101,298,262	\$ (50,808,886)	-38.1%	\$ 29,732,091	\$ 29,732,091	\$ 2,343,000	\$ 133,373,353	\$ (18,733,795)	-12.3%
Department of Veterans Affairs	\$ 5,476,292	\$ 5,592,418	\$ 4,389,325	\$ (1,086,967)	-19.1%	\$ 1,203,093	\$ 1,203,093	\$ -	\$ 5,592,418	\$ 116,126	2.1%
Secretary of State	\$ 53,138,836	\$ 56,115,786	\$ 49,685,158	\$ (3,473,678)	-6.2%	\$ 5,820,422	\$ 5,820,422	\$ 610,206	\$ 56,115,786	\$ 2,956,950	5.6%
Office of the Attorney General ²	\$ 19,387,540	\$ 16,783,504	\$ 12,609,979	\$ (6,777,561)	-40.4%	\$ 3,303,876	\$ 3,303,876	\$ 869,649	\$ 16,783,504	\$ (2,604,036)	-13.4%
Lieutenant Governor	\$ 1,047,280	\$ 1,041,842	\$ 870,928	\$ (176,352)	-16.9%	\$ 170,914	\$ 170,914	\$ -	\$ 1,041,842	\$ (5,438)	-0.5%
State Treasurer	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	\$ -	-
Public Service Commission ³	\$ 66,396	\$ -	\$ -	\$ (66,396)	-100.0%	\$ -	\$ -	\$ -	\$ -	\$ (66,396)	-100.0%
Agriculture and Forestry ³	\$ 25,275,042	\$ 18,900,151	\$ 15,942,539	\$ (9,332,503)	-49.4%	\$ 2,357,612	\$ 2,357,612	\$ 600,000	\$ 18,900,151	\$ (6,374,891)	-25.2%
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	\$ -	-
Economic Development	\$ 14,373,495	\$ 19,921,263	\$ 14,590,622	\$ 217,127	1.1%	\$ 4,830,641	\$ 4,830,641	\$ 500,000	\$ 19,921,263	\$ 5,547,768	38.6%
Culture Recreation and Tourism	\$ 31,480,277	\$ 32,849,420	\$ 25,017,432	\$ (6,462,845)	-19.4%	\$ 7,851,988	\$ 7,851,988	\$ -	\$ 32,849,420	\$ 1,369,143	4.3%
Transportation & Development	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	\$ -	-
Corrections Services	\$ 490,875,885	\$ 516,381,506	\$ 472,994,897	\$ (17,880,988)	-3.5%	\$ 31,096,609	\$ 31,096,609	\$ 12,290,000	\$ 516,381,506	\$ 25,505,621	5.2%
Public Safety Services ³	\$ 19,410,048	\$ -	\$ -	\$ (19,410,048)	-100.0%	\$ -	\$ -	\$ -	\$ -	\$ (19,410,048)	-100.0%
Youth Services	\$ 109,587,852	\$ 119,996,621	\$ 74,231,503	\$ (35,356,349)	-29.5%	\$ 30,965,118	\$ 30,965,118	\$ 14,800,000	\$ 119,996,621	\$ 10,408,769	9.5%
Health	\$ 2,415,119,251	\$ 2,478,211,795	\$ 2,478,211,795	\$ 63,092,544	2.5%	\$ -	\$ -	\$ -	\$ 2,478,211,795	\$ 63,092,544	2.6%
Children and Family Services	\$ 174,260,354	\$ 193,377,419	\$ 157,664,901	\$ (16,595,453)	-8.6%	\$ 35,712,518	\$ 35,712,518	\$ -	\$ 193,377,419	\$ 19,117,065	11.0%
Natural Resources	\$ 9,421,017	\$ 9,523,801	\$ 7,306,678	\$ (2,114,339)	-22.2%	\$ 1,437,123	\$ 1,437,123	\$ 780,000	\$ 9,523,801	\$ 102,784	1.1%
Revenue ³	\$ 33,892,165	\$ -	\$ -	\$ (33,892,165)	-100.0%	\$ -	\$ -	\$ -	\$ -	\$ (33,892,165)	-100.0%
Environmental Quality Workforce Commission	\$ -	\$ 8,252,219	\$ 5,607,489	\$ (1,792,398)	-21.7%	\$ -	\$ 2,644,730	\$ -	\$ 8,252,219	\$ 852,332	11.5%
Wildlife and Fisheries	\$ 7,399,887	\$ -	\$ -	\$ (7,399,887)	-	\$ 2,644,730	\$ 2,644,730	\$ -	\$ -	\$ -	-
Civil Service	\$ 5,326,196	\$ 5,343,846	\$ 4,230,555	\$ (1,095,641)	-20.5%	\$ 1,113,291	\$ 1,113,291	\$ -	\$ 5,343,846	\$ 17,650	0.3%
Higher Education	\$ 745,199,572	\$ 749,668,786	\$ 648,908,643	\$ (96,290,929)	-12.8%	\$ 100,760,143	\$ 100,760,143	\$ -	\$ 749,668,786	\$ 4,469,214	0.6%
TOPS/CO Grant	\$ 259,771,791	\$ 265,071,041	\$ 175,702,449	\$ (84,069,342)	-32.4%	\$ 89,368,592	\$ 89,368,592	\$ -	\$ 265,071,041	\$ 5,299,250	2.0%
Special Schools and Commissions	\$ 42,044,885	\$ 45,469,686	\$ 33,791,857	\$ (8,253,028)	-18.2%	\$ 11,677,829	\$ 11,677,829	\$ -	\$ 45,469,686	\$ 3,424,801	8.1%
Education	\$ 145,432,352	\$ 143,396,935	\$ 102,097,786	\$ (43,334,566)	-29.8%	\$ 41,299,149	\$ 41,299,149	\$ -	\$ 143,396,935	\$ (2,035,417)	-1.4%
MFP ⁴	\$ 3,458,986,781	\$ 3,438,191,214	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	\$ -	\$ -	\$ -	\$ 3,438,191,214	\$ (20,795,567)	-0.6%
LSU Health Care Services Division	\$ 24,427,906	\$ 24,427,906	\$ 24,427,906	\$ -	-	\$ -	\$ -	\$ -	\$ 24,427,906	\$ -	-
Other Requirements	\$ 494,419,850	\$ 528,166,598	\$ 436,037,370	\$ (88,382,480)	-11.1%	\$ 81,623,031	\$ 81,623,031	\$ 10,506,197	\$ 528,166,598	\$ 33,746,748	6.8%
Subtotal HB 1	\$ 8,737,948,098	\$ 8,810,057,110	\$ 8,283,809,288	\$ (454,138,810)	-5.2%	\$ 482,948,770	\$ 482,948,770	\$ 43,299,052	\$ 8,810,057,110	\$ 72,109,012	0.8%
Legislature (Act 79 of 2018 RS)	\$ 62,472,956	\$ 62,472,956	\$ 44,973,736	\$ (17,499,220)	-28.3%	\$ 17,499,220	\$ -	\$ -	\$ 62,472,956	\$ -	-
Judiciary (Act 69 of 2018 RS)	\$ 151,530,944	\$ 153,530,944	\$ 111,085,806	\$ (40,445,138)	-26.3%	\$ 42,445,138	\$ -	\$ -	\$ 153,530,944	\$ 2,000,000	1.3%
Subtotal	\$ 214,003,900	\$ 216,003,900	\$ 156,059,542	\$ (57,944,358)	-27.1%	\$ 59,944,358	\$ -	\$ -	\$ 216,003,900	\$ 2,000,000	0.9%
Capital Outlay Cash	\$ 1,500,000	\$ 79,629,074	\$ 79,629,074	\$ 78,129,074	5208.6%	\$ -	\$ -	\$ -	\$ 79,629,074	\$ 78,129,074	5208.6%
Non Appropriated	\$ 507,903,581	\$ 514,371,375	\$ 514,371,375	\$ 6,467,794	1.3%	\$ -	\$ -	\$ -	\$ 514,371,375	\$ 6,467,794	1.3%
Subtotal	\$ 9,461,355,579	\$ 9,620,061,459	\$ 9,033,869,279	\$ (427,486,300)	-4.5%	\$ 542,893,128	\$ 482,948,770	\$ 43,299,052	\$ 9,620,061,459	\$ 158,705,880	1.7%
TOTAL											

Table reflects State General Fund Only

1) SGF reduction includes \$21.2 M advanced FEMA payment from FY 17 surplus in Act 59 of the 2018 RS

2) SGF reduction includes \$2.6 M of one-time funding in FY 18 to offset transfers from escrow account

3) SGF reductions reflects means of finance substitution increasing SGF and Statutory Deductions by a like amount

4) SGF reduction reflects means of finance substitution increasing Statutory Deduction and revised enrollment projections

Revenue Projection:

REC unexpended	\$ 67,615
\$33.6 M = Act 6 of 2nd ES	\$ 33,600,000
\$46.2 M = Act 10 of 2nd ES	\$ 46,225,513
\$463 M = HB 10 of 3rd ES	\$ 463,000,000
Total	\$ 542,893,128

Prioritized Funding:

Legislative (Act 79)	\$ (17,499,220)
Judiciary (Act 69)	\$ (42,445,138)
Pro-rated SGF across all supplemental appropriations	\$ 482,948,770

TABLE 2
Comparison of Act 2 of the 2nd ES and HB 1 Reengrossed with Senate Finance
Committee Amendments of the 3rd ES
SUPPLEMENTAL APPROPRIATIONS

Department Name	Act 2 Supplemental					HB 1 Reengrossed with SFC Amendments 3rd ES Supplemental			Difference	Senate Finance Committee Supplemental Section B
	24.2% Reduction	Restoration of 24.2%	2% Reduction	Prioritized Spending	TOTAL	24.2% Restoration*	Prioritized Spending	Total Supplemental		
Executive Department	\$ (27,175,091)	\$ 27,175,091	\$ -	\$ 4,900,000	\$ 32,075,091	\$ 25,175,091	\$ 4,557,000	\$ 29,732,091	\$ (2,343,000)	\$ 2,343,000
Department of Veterans Affairs	\$ (1,203,093)	\$ 1,203,093	\$ -	\$ -	\$ 1,203,093	\$ 1,203,093	\$ -	\$ 1,203,093	\$ -	\$ -
Secretary of State	\$ (6,484,890)	\$ 6,484,890	\$ (534,262)	\$ 480,000	\$ 6,430,628	\$ 5,450,628	\$ 369,794	\$ 5,820,422	\$ (610,206)	\$ 610,206
Office of the Attorney General	\$ (3,600,506)	\$ 3,600,506	\$ (296,630)	\$ 869,649	\$ 4,173,525	\$ 3,303,876	\$ -	\$ 3,303,876	\$ (869,649)	\$ 869,649
Lieutenant Governor	\$ (186,259)	\$ 186,259	\$ (15,345)	\$ -	\$ 170,914	\$ 170,914	\$ -	\$ 170,914	\$ -	\$ -
State Treasurer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public Service Commission	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Agriculture and Forestry	\$ (3,223,154)	\$ 3,223,154	\$ (265,542)	\$ -	\$ 2,957,612	\$ 2,357,612	\$ -	\$ 2,357,612	\$ (600,000)	\$ 600,000
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Economic Development	\$ (4,327,135)	\$ 4,327,135	\$ (356,494)	\$ 1,360,000	\$ 5,330,641	\$ 3,470,641	\$ 1,360,000	\$ 4,830,641	\$ (500,000)	\$ 500,000
Culture Recreation and Tourism	\$ (6,737,022)	\$ 6,737,022	\$ (555,034)	\$ 1,650,000	\$ 7,831,988	\$ 7,831,988	\$ -	\$ 7,831,988	\$ -	\$ -
Transportation & Development	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Corrections Services	\$ (19,544,822)	\$ 19,544,822	\$ (1,610,213)	\$ 25,452,000	\$ 43,386,609	\$ 17,934,609	\$ 13,162,000	\$ 31,096,609	\$ (12,290,000)	\$ 12,290,000
Public Safety Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Youth Services	\$ (22,030,081)	\$ 22,030,081	\$ (1,814,963)	\$ 25,550,000	\$ 45,765,118	\$ 20,215,118	\$ 10,750,000	\$ 30,965,118	\$ (14,800,000)	\$ 14,800,000
Health	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Children and Family Services	\$ (34,712,518)	\$ 34,712,518	\$ -	\$ 1,000,000	\$ 35,712,518	\$ 34,712,518	\$ 1,000,000	\$ 35,712,518	\$ -	\$ -
Natural Resources	\$ (2,111,043)	\$ 2,111,043	\$ (173,920)	\$ 280,000	\$ 2,217,123	\$ 1,437,123	\$ -	\$ 1,437,123	\$ (780,000)	\$ 780,000
Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Environmental Quality	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Workforce Commission	\$ (1,792,398)	\$ 1,792,398	\$ (147,668)	\$ 1,000,000	\$ 2,644,730	\$ 1,644,730	\$ 1,000,000	\$ 2,644,730	\$ -	\$ -
Civil Service	\$ (1,213,245)	\$ 1,213,245	\$ (99,954)	\$ -	\$ 1,113,291	\$ 1,113,291	\$ -	\$ 1,113,291	\$ -	\$ -
Higher Education	\$ (70,379,221)	\$ 70,379,221	\$ -	\$ 30,380,922	\$ 100,760,143	\$ 70,379,221	\$ 30,380,922	\$ 100,760,143	\$ -	\$ -
TOPS/Go Grant	\$ -	\$ -	\$ -	\$ 89,368,592	\$ 89,368,592	\$ -	\$ 89,368,592	\$ 89,368,592	\$ -	\$ -
Special Schools and Commissions	\$ (9,783,880)	\$ 9,783,880	\$ (806,051)	\$ 2,700,000	\$ 11,677,829	\$ 8,977,829	\$ 2,700,000	\$ 11,677,829	\$ -	\$ -
Education	\$ (26,816,627)	\$ 26,816,627	\$ (2,209,305)	\$ 16,691,827	\$ 41,299,149	\$ 24,607,322	\$ 16,691,827	\$ 41,299,149	\$ -	\$ -
LSU Health Care Services Division	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Requirements	\$ (23,132,392)	\$ 23,132,392	\$ (1,905,777)	\$ 70,902,613	\$ 92,129,228	\$ 21,226,615	\$ 60,396,416	\$ 81,623,031	\$ (10,506,197)	\$ 10,506,197
Subtotal HB 1	\$ (264,453,377)	\$ 264,453,377	\$ (10,791,158)	\$ 272,585,603	\$ 526,247,822	\$ 251,212,219	\$ 231,736,551	\$ 482,948,770	\$ (43,299,052)	\$ 43,299,052

Prioritized Spending Increases										
Executive Office				\$ 343,000		\$ -			\$ (343,000)	\$ 343,000
Division of Administration - LAGOV				\$ 4,557,000		\$ 4,557,000			\$ -	\$ 2,000,000
State - Registrar of Voter increases				\$ 480,000		\$ 369,794			\$ (110,206)	\$ 110,206
State - Restoration executive budget reductions				\$ -		\$ -			\$ -	\$ 500,000
Justice - Restoration executive budget reductions				\$ 869,649		\$ -			\$ (869,649)	\$ 869,649
Agriculture & Forestry - Restoration of executive budget reductions				\$ -		\$ -			\$ -	\$ 600,000
Economic Development - Restoration executive budget reductions				\$ -		\$ -			\$ -	\$ 500,000
Economic Development - Restoration of Matching Grants Program				\$ 1,360,000		\$ 1,360,000			\$ -	\$ -
CRT - Office of the Secretary enhanced funding				\$ 1,650,000		\$ 1,650,000			\$ -	\$ -
Corrections Services - pay raise, acquisitions				\$ 21,690,000		\$ 9,400,000			\$ (12,290,000)	\$ 12,290,000
Winn Correctional Cener restoration of contract funding				\$ 2,740,000		\$ 2,740,000			\$ -	\$ -
Allen Correctional Center acquisitions and major repairs				\$ 1,022,000		\$ 1,022,000			\$ -	\$ -
Youth Services - Raise the Age Initiative (Act 501 of 2016 RS)				\$ 2,000,000		\$ -			\$ (2,000,000)	\$ 2,000,000
Youth Services - Youth Centers' repairs				\$ 800,000		\$ -			\$ (800,000)	\$ 800,000
Youth Services - Acadiana Center for Youth operating expenses				\$ 12,000,000		\$ -			\$ (12,000,000)	\$ 12,000,000
Youth Services - Regional Programs				\$ 10,750,000		\$ 10,750,000			\$ -	\$ -
Children and Family Services - Foster Care (Acr 649 of 2018 RS)				\$ 1,000,000		\$ 1,000,000			\$ -	\$ -
Natural Resources - Restoration of executive budget reductions				\$ -		\$ -			\$ -	\$ 500,000
Natural Resources - Legacy site remediation				\$ 280,000		\$ -			\$ (280,000)	\$ 280,000
Workforce Commission - LA Rehabilitation Services federal grant match				\$ 1,000,000		\$ 1,000,000			\$ -	\$ -
Education - Student Scholarship for Educational Excellence Program				\$ 2,100,000		\$ 2,100,000			\$ -	\$ -
Education - Non-Public Educational Assistance				\$ 14,591,827		\$ 14,591,827			\$ -	\$ -
Special Schools and Commissions				\$ 2,700,000		\$ 2,700,000			\$ -	\$ -
Board of Regents - Restoration Executive Budget reductions				\$ 25,680,922		\$ 25,680,922			\$ -	\$ -
Board of Regents - GO Grants enhancement				\$ 1,000,000		\$ 1,000,000			\$ -	\$ -
Taylor Opportunity Program for Students (TOPS) balance of FY19 need				\$ 88,368,592		\$ 88,368,592			\$ -	\$ -
Southern University Board of Supervisors for accreditation				\$ 3,200,000		\$ 3,200,000			\$ -	\$ -
University of LA System - Gambling enhanced funding				\$ 1,500,000		\$ 1,500,000			\$ -	\$ -
Local Housing of Adult Offenders - Parole Hold				\$ 10,000,000		\$ 10,000,000			\$ -	\$ -
Local Housing of Adult Offenders - Transitional Work Program				\$ 4,976,775		\$ 4,976,775			\$ -	\$ -
Local Housing of Adult Offenders				\$ 29,136,125		\$ 18,629,928			\$ (10,506,197)	\$ 10,506,197
District Attorney / Asst DAs Salary payments				\$ 25,809,713		\$ 25,809,713			\$ -	\$ -
Justice of the Peace Supplemental Pay				\$ 980,000		\$ 980,000			\$ -	\$ -
*24.2% Restoration amount is less than that contained in HB 1 Enrolled				\$ -		\$ (4,100,000)			\$ (4,100,000)	
Subtotal				\$ 272,585,603		\$ 233,386,551			\$ (43,299,052)	\$ 43,299,052
Legislature (Act 79)	\$ (16,375,572)	\$ 16,375,572	\$ -	\$ 1,123,648	\$ 17,499,220	\$ 16,375,572	\$ 1,123,648	\$ 17,499,220	\$ -	\$ -
Judiciary (Act 69)	\$ (34,868,591)	\$ 34,868,591	\$ -	\$ 7,576,547	\$ 42,445,138	\$ 34,868,591	\$ 7,576,547	\$ 42,445,138	\$ -	\$ -
Subtotal	\$ (51,244,163)	\$ 51,244,163	\$ -	\$ 8,700,195	\$ 59,944,358	\$ 51,244,163	\$ 8,700,195	\$ 59,944,358	\$ -	\$ -
Total	\$ (315,697,540)	\$ 315,697,540	\$ (10,791,158)	\$ 281,285,798	\$ 586,192,180	\$ 302,456,382	\$ 242,086,746	\$ 542,893,128	\$ (43,299,052)	\$ 43,299,052

STATEWIDE BUDGET						
Department Budget Summary						
	FY 2018	FY 2019			2019 - 2018	Percent
	EOB 12/1/2017	Budgeted	HB 1 Reeng. w/SFC Amds. Section 19	Total		
GRAND TOTAL - Statewide Budget						
State General Fund	\$9,461,355,579	\$9,033,869,279	\$586,192,180	\$9,620,061,459	\$158,705,880	1.7%
Interagency Transfers	\$1,669,238,582	\$1,582,333,147	\$0	\$1,582,333,147	(\$86,905,435)	-5.2%
Fees & Self-gen Revenues	\$4,258,331,216	\$4,424,979,270	\$0	\$4,424,979,270	\$166,648,054	3.9%
Statutory Dedications	\$4,245,215,405	\$4,303,314,015	\$1,521,928	\$4,304,835,943	\$59,620,538	1.4%
Federal Funds	\$13,820,229,271	\$14,112,383,701	\$3,694,836	\$14,116,078,537	\$295,849,266	2.1%
	\$33,454,370,053	\$33,456,879,412	\$591,408,944	\$34,048,288,356	\$593,918,303	1.8%
T.O.	31,837	32,199	116	32,315	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
STATE FUNDS (excludes Federal)	\$19,634,140,782	\$19,344,495,711	\$587,714,108	\$19,932,209,819	\$298,069,037	1.5%
General Appropriation Bill						
State General Fund	\$8,737,948,098	\$8,283,809,288	\$526,247,822	\$8,810,057,110	\$72,109,012	0.8%
Interagency Transfers	\$972,183,531	\$939,576,934	\$0	\$939,576,934	(\$32,606,597)	-3.4%
Fees & Self-gen Revenues	\$2,680,718,457	\$2,769,663,942	\$0	\$2,769,663,942	\$88,945,485	3.3%
Statutory Dedications	\$2,930,111,095	\$2,941,634,908	\$1,521,928	\$2,943,156,836	\$13,045,741	0.4%
Federal Funds	\$13,757,516,271	\$14,043,041,901	\$3,694,836	\$14,046,736,737	\$289,220,466	2.1%
	\$29,078,477,452	\$28,977,726,973	\$531,464,586	\$29,509,191,559	\$430,714,107	1.5%
T.O.	31,828	32,190	116	32,306	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
01 Executive						
State General Fund	\$152,107,148	\$101,298,262	\$32,075,091	\$133,373,353	(\$18,733,795)	-12.3%
Interagency Transfers	\$78,957,393	\$70,707,654	\$0	\$70,707,654	(\$8,249,739)	-10.4%
Fees & Self-gen Revenues	\$135,778,210	\$136,992,561	\$0	\$136,992,561	\$1,214,351	0.9%
Statutory Dedications	\$151,162,207	\$155,956,339	\$1,521,928	\$157,478,267	\$6,316,060	4.2%
Federal Funds	\$2,060,628,807	\$2,029,176,017	\$0	\$2,029,176,017	(\$31,452,790)	-1.5%
	\$2,578,633,765	\$2,494,130,833	\$33,597,019	\$2,527,727,852	(\$50,905,913)	-2.0%
T.O.	1,970	1,990	0	1,990	20	1.0%
Other Charges Positions	361	354	0	354	0	0.0%
		76				
03 Veterans Affairs						
State General Fund	\$5,476,292	\$4,389,325	\$1,203,093	\$5,592,418	\$116,126	2.1%
Interagency Transfers	\$2,835,433	\$2,349,822	\$0	\$2,349,822	(\$485,611)	-17.1%
Fees & Self-gen Revenues	\$16,824,961	\$17,256,667	\$0	\$17,256,667	\$431,706	2.6%
Statutory Dedications	\$115,528	\$115,528	\$0	\$115,528	\$0	0.0%
Federal Funds	\$43,052,865	\$45,597,601	\$0	\$45,597,601	\$2,544,736	5.9%
	\$68,305,079	\$69,708,943	\$1,203,093	\$70,912,036	\$2,606,957	3.8%
T.O.	842	843	0	843	1	0.1%
Other Charges Positions	0	0	0	0	0	0.0%
04A State						
State General Fund	\$53,158,836	\$49,685,158	\$6,430,628	\$56,115,786	\$2,956,950	5.6%
Interagency Transfers	\$221,500	\$227,500	\$0	\$227,500	\$6,000	2.7%
Fees & Self-gen Revenues	\$27,400,550	\$27,605,679	\$0	\$27,605,679	\$205,129	0.7%
Statutory Dedications	\$113,078	\$6,002,565	\$0	\$6,002,565	\$5,889,487	5208.3%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$80,893,964	\$83,520,902	\$6,430,628	\$89,951,530	\$9,057,566	11.2%
T.O.	314	311	0	311	(3)	-1.0%
Other Charges Positions	0	0	0	0	0	0.0%
04B Justice						
State General Fund	\$19,387,540	\$12,609,979	\$4,173,525	\$16,783,504	(\$2,604,036)	-13.4%
Interagency Transfers	\$26,167,329	\$23,500,587	\$0	\$23,500,587	(\$2,666,742)	-10.2%
Fees & Self-gen Revenues	\$6,866,714	\$6,816,714	\$0	\$6,816,714	(\$50,000)	-0.7%
Statutory Dedications	\$15,618,642	\$16,721,205	\$0	\$16,721,205	\$1,102,563	7.1%
Federal Funds	\$7,515,430	\$7,075,021	\$0	\$7,075,021	(\$440,409)	-5.9%
	\$75,555,655	\$66,723,506	\$4,173,525	\$70,897,031	(\$4,658,624)	-6.2%
T.O.	483	482	0	482	(1)	-0.2%
Other Charges Positions	1	1	0	1	0	0.0%
04C Lt. Governor						
State General Fund	\$1,047,280	\$870,928	\$170,914	\$1,041,842	(\$5,438)	-0.5%
Interagency Transfers	\$672,296	\$672,296	\$0	\$672,296	\$0	0.0%
Fees & Self-gen Revenues	\$10,000	\$10,000	\$0	\$10,000	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	\$0	0.0%
Federal Funds	\$5,488,059	\$5,488,059	\$0	\$5,488,059	\$0	0.0%
	\$7,217,635	\$7,041,283	\$170,914	\$7,212,197	(\$5,438)	-0.1%
T.O.	7	7	0	7	0	0.0%
Other Charges Positions	8	8	0	8	0	0.0%
04D Treasury						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$1,686,944	\$1,686,944	\$0	\$1,686,944	\$0	0.0%
Fees & Self-gen Revenues	\$8,900,948	\$9,140,969	\$0	\$9,140,969	\$240,021	2.7%
Statutory Dedications	\$811,455	\$811,455	\$0	\$811,455	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$11,399,347	\$11,639,368	\$0	\$11,639,368	\$240,021	2.1%
T.O.	54	54	0	54	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%

	FY 2019				2019 - 2018	Percent
	FY 2018 EOB 12/1/2017	HB 1 Reeng. w/SFC Amds. Budgeted	Section 19	Total		
					Change	Change
04E Public Service Commission						
State General Fund	\$66,396	\$0	\$0	\$0	(\$66,396)	-100.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$9,704,443	\$9,722,536	\$0	\$9,722,536	\$18,093	0.2%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$9,770,839	\$9,722,536	\$0	\$9,722,536	(\$48,303)	-0.5%
T.O.	99	97	0	97	(2)	-2.0%
Other Charges Positions	0	0	0	0	0	0.0%
04F Agriculture & Forestry						
State General Fund	\$25,275,042	\$15,942,539	\$2,957,612	\$18,900,151	(\$6,374,891)	-25.2%
Interagency Transfers	\$686,125	\$680,206	\$0	\$680,206	(\$5,919)	-0.9%
Fees & Self-gen Revenues	\$7,029,476	\$8,404,409	\$0	\$8,404,409	\$1,374,933	19.6%
Statutory Dedications	\$34,115,006	\$35,175,539	\$0	\$35,175,539	\$1,060,533	3.1%
Federal Funds	\$10,584,973	\$10,009,973	\$0	\$10,009,973	(\$575,000)	-5.4%
	\$77,690,622	\$70,212,666	\$2,957,612	\$73,170,278	(\$4,520,344)	-5.8%
T.O.	563	566	0	566	3	0.5%
Other Charges Positions	27	4	0	4	0	0.0%
04G Insurance						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$28,658,984	\$29,342,980	\$0	\$29,342,980	\$683,996	2.4%
Statutory Dedications	\$1,738,353	\$1,817,750	\$0	\$1,817,750	\$79,397	4.6%
Federal Funds	\$716,006	\$717,475	\$0	\$717,475	\$1,469	0.2%
	\$31,113,343	\$31,878,205	\$0	\$31,878,205	\$764,862	2.5%
T.O.	222	222	0	222	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
05 Economic Development						
State General Fund	\$14,373,495	\$14,590,622	\$5,330,641	\$19,921,263	\$5,547,768	38.6%
Interagency Transfers	\$680,546	\$0	\$0	\$0	(\$680,546)	-100.0%
Fees & Self-gen Revenues	\$17,868,712	\$5,064,807	\$0	\$5,064,807	(\$12,803,905)	-71.7%
Statutory Dedications	\$20,122,222	\$16,772,483	\$0	\$16,772,483	(\$3,349,739)	-16.6%
Federal Funds	\$8,046,476	\$2,976,020	\$0	\$2,976,020	(\$5,070,456)	-63.0%
	\$61,091,451	\$39,403,932	\$5,330,641	\$44,734,573	(\$16,356,878)	-26.8%
T.O.	113	113	0	113	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
06 Culture, Recreation & Tourism						
State General Fund	\$31,480,277	\$25,017,432	\$7,831,988	\$32,849,420	\$1,369,143	4.3%
Interagency Transfers	\$12,123,852	\$8,528,705	\$0	\$8,528,705	(\$3,595,147)	-29.7%
Fees & Self-gen Revenues	\$32,754,468	\$29,152,703	\$0	\$29,152,703	(\$3,601,765)	-11.0%
Statutory Dedications	\$10,630,673	\$10,924,422	\$0	\$10,924,422	\$293,749	2.8%
Federal Funds	\$7,530,092	\$7,538,297	\$0	\$7,538,297	\$8,205	0.1%
	\$94,519,362	\$81,161,559	\$7,831,988	\$88,993,547	(\$5,525,815)	-5.8%
T.O.	581	572	0	572	(9)	-1.5%
Other Charges Positions	27	24	0	24	0	0.0%
07 Transportation & Development						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$8,910,000	\$15,242,612	\$0	\$15,242,612	\$6,332,612	71.1%
Fees & Self-gen Revenues	\$28,672,415	\$28,182,415	\$0	\$28,182,415	(\$490,000)	-1.7%
Statutory Dedications	\$571,055,043	\$560,381,094	\$0	\$560,381,094	(\$10,673,949)	-1.9%
Federal Funds	\$32,420,794	\$24,632,793	\$0	\$24,632,793	(\$7,788,001)	-24.0%
	\$641,058,252	\$628,438,914	\$0	\$628,438,914	(\$12,619,338)	-2.0%
T.O.	4,258	4,260	0	4,260	2	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
08A DPSC - Corrections Services						
State General Fund	\$490,875,885	\$472,994,897	\$43,386,609	\$516,381,506	\$25,505,621	5.2%
Interagency Transfers	\$14,837,938	\$14,837,938	\$0	\$14,837,938	\$0	0.0%
Fees & Self-gen Revenues	\$46,352,374	\$48,278,011	\$0	\$48,278,011	\$1,925,637	4.2%
Statutory Dedications	\$54,000	\$1,014,000	\$0	\$1,014,000	\$960,000	1777.8%
Federal Funds	\$2,230,697	\$2,230,697	\$0	\$2,230,697	\$0	0.0%
	\$554,350,894	\$539,355,543	\$43,386,609	\$582,742,152	\$28,391,258	5.1%
T.O.	4,748	4,889	0	4,889	141	3.0%
Other Charges Positions	0	0	0	0	0	0.0%
08B DPSC - Public Safety Services						
State General Fund	\$19,410,048	\$0	\$0	\$0	(\$19,410,048)	-100.0%
Interagency Transfers	\$38,286,509	\$38,258,311	\$0	\$38,258,311	(\$28,198)	-0.1%
Fees & Self-gen Revenues	\$179,276,430	\$200,340,673	\$0	\$200,340,673	\$21,064,243	11.7%
Statutory Dedications	\$188,422,671	\$182,809,115	\$0	\$182,809,115	(\$5,613,556)	-3.0%
Federal Funds	\$48,544,162	\$47,941,431	\$0	\$47,941,431	(\$602,731)	-1.2%
	\$473,939,820	\$469,349,530	\$0	\$469,349,530	(\$4,590,290)	-1.0%
T.O.	2,572	2,583	0	2,583	11	0.4%
Other Charges Positions	0	0	0	0	0	0.0%
08C DPSC - Youth Services						
State General Fund	\$109,587,852	\$74,231,503	\$45,765,118	\$119,996,621	\$10,408,769	9.5%
Interagency Transfers	\$11,959,959	\$11,959,959	\$0	\$11,959,959	\$0	0.0%
Fees & Self-gen Revenues	\$775,487	\$775,487	\$0	\$775,487	\$0	0.0%
Statutory Dedications	\$149,022	\$149,022	\$0	\$149,022	\$0	0.0%
Federal Funds	\$908,006	\$891,796	\$0	\$891,796	(\$16,210)	-1.8%
	\$123,380,326	\$88,007,767	\$45,765,118	\$133,772,885	\$10,392,559	8.4%
T.O.	944	830	114	944	0	0.0%
Other Charges Positions	7	7	0	7	0	0.0%

		FY 2019			2019 - 2018	Percent
		FY 2018	HB 1 Reeng. w/SFC Amds.			
		<u>EOB 12/1/2017</u>	<u>Budgeted</u>	<u>Section 19</u>	<u>Total</u>	<u>Change</u>
						<u>Change</u>
09	Health					
	State General Fund	\$2,415,119,251	\$2,478,211,795	\$0	\$2,478,211,795	\$63,092,544 2.6%
	Interagency Transfers	\$306,924,794	\$319,674,708	\$0	\$319,674,708	\$12,749,914 4.2%
	Fees & Self-gen Revenues	\$510,154,478	\$538,898,298	\$0	\$538,898,298	\$28,743,820 5.6%
	Statutory Dedications	\$842,350,843	\$890,492,234	\$0	\$890,492,234	\$48,141,391 5.7%
	Federal Funds	\$9,519,368,265	\$9,811,812,570	\$0	\$9,811,812,570	\$292,444,305 3.1%
		<u>\$13,593,917,631</u>	<u>\$14,039,089,605</u>	<u>\$0</u>	<u>\$14,039,089,605</u>	<u>\$445,171,974 3.3%</u>
	T.O.	5,794	6,061	0	6,061	267 4.6%
	Other Charges Positions	1,421	1,368	0	1,368	0 0.0%
10	Children & Family Services					
	State General Fund	\$174,260,354	\$157,664,901	\$35,712,518	\$193,377,419	\$19,117,065 11.0%
	Interagency Transfers	\$50,095,291	\$26,899,733	\$0	\$26,899,733	(\$23,195,558) -46.3%
	Fees & Self-gen Revenues	\$17,937,760	\$18,392,610	\$0	\$18,392,610	\$454,850 2.5%
	Statutory Dedications	\$481,227	\$477,047	\$0	\$477,047	(\$4,180) -0.9%
	Federal Funds	\$534,190,531	\$540,076,895	\$0	\$540,076,895	\$5,886,364 1.1%
		<u>\$776,965,163</u>	<u>\$743,511,186</u>	<u>\$35,712,518</u>	<u>\$779,223,704</u>	<u>\$2,258,541 0.3%</u>
	T.O.	3,445	3,506	0	3,506	61 1.8%
	Other Charges Positions	0	0	0	0	0 0.0%
11	Natural Resources					
	State General Fund	\$9,421,017	\$7,306,678	\$2,217,123	\$9,523,801	\$102,784 1.1%
	Interagency Transfers	\$8,992,160	\$8,816,870	\$0	\$8,816,870	(\$175,290) -1.9%
	Fees & Self-gen Revenues	\$318,639	\$318,639	\$0	\$318,639	\$0 0.0%
	Statutory Dedications	\$29,764,163	\$29,444,336	\$0	\$29,444,336	(\$319,827) -1.1%
	Federal Funds	\$7,765,301	\$7,258,917	\$0	\$7,258,917	(\$506,384) -6.5%
		<u>\$56,261,280</u>	<u>\$53,145,440</u>	<u>\$2,217,123</u>	<u>\$55,362,563</u>	<u>(\$898,717) -1.6%</u>
	T.O.	321	308	2	310	(11) -3.4%
	Other Charges Positions	0	0	0	0	0 0.0%
12	Revenue					
	State General Fund	\$33,892,165	\$0	\$0	\$0	(\$33,892,165) -100.0%
	Interagency Transfers	\$285,000	\$285,000	\$0	\$285,000	\$0 0.0%
	Fees & Self-gen Revenues	\$67,107,815	\$101,571,220	\$0	\$101,571,220	\$34,463,405 51.4%
	Statutory Dedications	\$543,583	\$550,000	\$0	\$550,000	\$6,417 1.2%
	Federal Funds	\$0	\$0	\$0	\$0	\$0 0.0%
		<u>\$101,828,563</u>	<u>\$102,406,220</u>	<u>\$0</u>	<u>\$102,406,220</u>	<u>\$577,657 0.6%</u>
	T.O.	712	712	0	712	0 0.0%
	Other Charges Positions	15	15	0	15	0 0.0%
13	Environmental Quality					
	State General Fund	\$0	\$0	\$0	\$0	\$0 0.0%
	Interagency Transfers	\$670,829	\$70,829	\$0	\$70,829	(\$600,000) -89.4%
	Fees & Self-gen Revenues	\$24,790	\$24,790	\$0	\$24,790	\$0 0.0%
	Statutory Dedications	\$104,184,518	\$116,152,413	\$0	\$116,152,413	\$11,967,895 11.5%
	Federal Funds	\$20,155,915	\$19,902,433	\$0	\$19,902,433	(\$253,482) -1.3%
		<u>\$125,036,052</u>	<u>\$136,150,465</u>	<u>\$0</u>	<u>\$136,150,465</u>	<u>\$11,114,413 8.9%</u>
	T.O.	698	702	0	702	4 0.6%
	Other Charges Positions	0	0	0	0	0 0.0%
14	Workforce Commission					
	State General Fund	\$7,399,887	\$5,607,489	\$2,644,730	\$8,252,219	\$852,332 11.5%
	Interagency Transfers	\$6,595,050	\$4,559,450	\$0	\$4,559,450	(\$2,035,600) -30.9%
	Fees & Self-gen Revenues	\$272,219	\$272,219	\$0	\$272,219	\$0 0.0%
	Statutory Dedications	\$110,634,234	\$111,288,610	\$0	\$111,288,610	\$654,376 0.6%
	Federal Funds	\$165,586,651	\$160,205,804	\$3,694,836	\$163,900,640	(\$1,686,011) -1.0%
		<u>\$290,488,041</u>	<u>\$281,933,572</u>	<u>\$6,339,566</u>	<u>\$288,273,138</u>	<u>(\$2,214,903) -0.8%</u>
	T.O.	925	921	0	921	(4) -0.4%
	Other Charges Positions	0	0	0	0	0 0.0%
16	Wildlife & Fisheries					
	State General Fund	\$0	\$0	\$0	\$0	\$0 0.0%
	Interagency Transfers	\$12,006,202	\$12,527,226	\$0	\$12,527,226	\$521,024 4.3%
	Fees & Self-gen Revenues	\$2,111,574	\$2,111,574	\$0	\$2,111,574	\$0 0.0%
	Statutory Dedications	\$125,842,453	\$118,276,988	\$0	\$118,276,988	(\$7,565,465) -6.0%
	Federal Funds	\$46,032,639	\$42,431,264	\$0	\$42,431,264	(\$3,601,375) -7.8%
		<u>\$185,992,868</u>	<u>\$175,347,052</u>	<u>\$0</u>	<u>\$175,347,052</u>	<u>(\$10,645,816) -5.7%</u>
	T.O.	779	779	0	779	0 0.0%
	Other Charges Positions	3	3	0	3	0 0.0%
17	Civil Service					
	State General Fund	\$5,326,196	\$4,230,555	\$1,113,291	\$5,343,846	\$17,650 0.3%
	Interagency Transfers	\$11,622,197	\$12,002,661	\$0	\$12,002,661	\$380,464 3.3%
	Fees & Self-gen Revenues	\$1,232,825	\$1,341,590	\$0	\$1,341,590	\$108,765 8.8%
	Statutory Dedications	\$2,233,801	\$2,334,588	\$0	\$2,334,588	\$100,787 4.5%
	Federal Funds	\$0	\$0	\$0	\$0	\$0 0.0%
		<u>\$20,415,019</u>	<u>\$19,909,394</u>	<u>\$1,113,291</u>	<u>\$21,022,685</u>	<u>\$607,666 3.0%</u>
	T.O.	171	172	0	172	1 0.6%
	Other Charges Positions	0	0	0	0	0 0.0%
19A	Higher Education					
	State General Fund	\$1,004,971,363	\$824,611,092	\$190,128,735	\$1,014,739,827	\$9,768,464 1.0%
	Interagency Transfers	\$23,645,601	\$22,759,816	\$0	\$22,759,816	(\$885,785) -3.7%
	Fees & Self-gen Revenues	\$1,457,186,211	\$1,474,298,447	\$0	\$1,474,298,447	\$17,112,236 1.2%
	Statutory Dedications	\$151,642,910	\$148,331,426	\$0	\$148,331,426	(\$3,311,484) -2.2%
	Federal Funds	\$79,903,497	\$80,105,297	\$0	\$80,105,297	\$201,800 0.3%
		<u>\$2,717,349,582</u>	<u>\$2,550,106,078</u>	<u>\$190,128,735</u>	<u>\$2,740,234,813</u>	<u>\$22,885,231 0.8%</u>
	T.O.	0	0	0	0	0 0.0%
	Other Charges Positions	0	0	0	0	0 0.0%

		FY 2019					
		FY 2018	HB 1 Reeng. w/SFC Amds.		2019 - 2018	Percent	
		EOB 12/1/2017	Budgeted	Section 19	Total	Change	
						Change	
19B	Special Schools & Commissions						
	State General Fund	\$42,044,885	\$33,791,857	\$11,677,829	\$45,469,686	\$3,424,801	8.1%
	Interagency Transfers	\$26,067,815	\$28,731,884	\$0	\$28,731,884	\$2,664,069	10.2%
	Fees & Self-gen Revenues	\$3,263,033	\$3,263,033	\$0	\$3,263,033	\$0	0.0%
	Statutory Dedications	\$25,114,616	\$23,883,751	\$0	\$23,883,751	(\$1,230,865)	-4.9%
	Federal Funds	\$318,668	\$233,582	\$0	\$233,582	(\$85,086)	-26.7%
		\$96,809,017	\$89,904,107	\$11,677,829	\$101,581,936	\$4,772,919	4.9%
	T.O.	767	765	0	765	(2)	-0.3%
	Other Charges Positions	35	35	0	35	0	0.0%
19D	Education						
	State General Fund	\$3,604,419,133	\$3,540,289,000	\$41,299,149	\$3,581,588,149	(\$22,830,984)	-0.6%
	Interagency Transfers	\$263,200,035	\$253,878,768	\$0	\$253,878,768	(\$9,321,267)	-3.5%
	Fees & Self-gen Revenues	\$57,488,446	\$52,181,509	\$0	\$52,181,509	(\$5,306,937)	-9.2%
	Statutory Dedications	\$273,809,800	\$286,979,044	\$0	\$286,979,044	\$13,169,244	4.8%
	Federal Funds	\$1,146,171,841	\$1,186,383,363	\$0	\$1,186,383,363	\$40,211,522	3.5%
		\$5,345,089,255	\$5,319,711,684	\$41,299,149	\$5,361,010,833	\$15,921,578	0.3%
	T.O.	446	445	0	445	(1)	-0.2%
	Other Charges Positions	0	0	0	0	0	0.0%
19E	LSU Health Care Services Division						
	State General Fund	\$24,427,906	\$24,427,906	\$0	\$24,427,906	\$0	0.0%
	Interagency Transfers	\$18,383,724	\$17,542,527	\$0	\$17,542,527	(\$841,197)	-4.6%
	Fees & Self-gen Revenues	\$15,472,658	\$15,472,658	\$0	\$15,472,658	\$0	0.0%
	Statutory Dedications	\$0	\$0	\$0	\$0	\$0	0.0%
	Federal Funds	\$4,800,336	\$4,800,336	\$0	\$4,800,336	\$0	0.0%
		\$63,084,624	\$62,243,427	\$0	\$62,243,427	(\$841,197)	-1.3%
	T.O.	0	0	0	0	0	0.0%
	Other Charges Positions	0	0	0	0	0	0.0%
20	Other Requirements						
	State General Fund	\$494,419,850	\$436,037,370	\$92,129,228	\$528,166,598	\$33,746,748	6.8%
	Interagency Transfers	\$45,669,009	\$43,174,928	\$0	\$43,174,928	(\$2,494,081)	-5.5%
	Fees & Self-gen Revenues	\$10,978,280	\$14,153,280	\$0	\$14,153,280	\$3,175,000	28.9%
	Statutory Dedications	\$259,696,604	\$215,051,418	\$0	\$215,051,418	(\$44,645,186)	-17.2%
	Federal Funds	\$5,556,260	\$5,556,260	\$0	\$5,556,260	\$0	0.0%
		\$816,320,003	\$713,973,256	\$92,129,228	\$806,102,484	(\$10,217,519)	-1.3%
	T.O.	0	0	0	0	0	0.0%
	Other Charges Positions	0	0	0	0	0	0.0%
OTHER APPROPRIATION BILLS							
	State General Fund	\$215,503,900	\$235,688,616	\$59,944,358	\$295,632,974	\$80,129,074	37.2%
	Interagency Transfers	\$697,055,051	\$642,756,213	\$0	\$642,756,213	(\$54,298,838)	-7.8%
	Fees & Self-gen Revenues	\$1,577,612,759	\$1,655,315,328	\$0	\$1,655,315,328	\$77,702,569	4.9%
	Statutory Dedications	\$1,250,904,310	\$1,306,921,165	\$0	\$1,306,921,165	\$56,016,855	4.5%
	Federal Funds	\$62,713,000	\$69,341,800	\$0	\$69,341,800	\$6,628,800	10.6%
		\$3,803,789,020	\$3,910,023,122	\$59,944,358	\$3,969,967,480	\$166,178,460	4.4%
	T.O.	1,156	1,188	0	1,188	32	2.8%
	Other Charges Positions	9	9	0	9	0	0.0%
21	Ancillary						
	State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
	Interagency Transfers	\$646,285,095	\$620,178,520	\$0	\$620,178,520	(\$26,106,575)	-4.0%
	Fees & Self-gen Revenues	\$1,506,664,222	\$1,572,404,098	\$0	\$1,572,404,098	\$65,739,876	4.4%
	Statutory Dedications	\$151,000,000	\$151,000,000	\$0	\$151,000,000	\$0	0.0%
	Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
		\$2,303,949,317	\$2,343,582,618	\$0	\$2,343,582,618	\$39,633,301	1.7%
	T.O.	1,156	1,188	0	1,188	32	2.8%
	Other Charges Positions	9	9	0	9	0	0.0%
23	Judiciary						
	State General Fund	\$151,530,944	\$111,085,806	\$42,445,138	\$153,530,944	\$2,000,000	1.3%
	Interagency Transfers	\$9,392,850	\$9,392,850	\$0	\$9,392,850	\$0	0.0%
	Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
	Statutory Dedications	\$10,240,925	\$10,240,925	\$0	\$10,240,925	\$0	0.0%
	Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
		\$171,164,719	\$130,719,581	\$42,445,138	\$173,164,719	\$2,000,000	1.2%
	T.O.	0	0	0	0	0	0.0%
	Other Charges Positions	0	0	0	0	0	0.0%
24	Legislative						
	State General Fund	\$62,472,956	\$44,973,736	\$17,499,220	\$62,472,956	\$0	0.0%
	Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
	Fees & Self-gen Revenues	\$22,373,567	\$22,989,230	\$0	\$22,989,230	\$615,663	2.8%
	Statutory Dedications	\$10,000,000	\$10,000,000	\$0	\$10,000,000	\$0	0.0%
	Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
		\$94,846,523	\$77,962,966	\$17,499,220	\$95,462,186	\$615,663	0.6%
	T.O.	0	0	0	0	0	0.0%
	Other Charges Positions	0	0	0	0	0	0.0%
26	Capital Outlay Cash						
	State General Fund	\$1,500,000	\$79,629,074	\$0	\$79,629,074	\$78,129,074	5208.6%
	Interagency Transfers	\$41,377,106	\$13,184,843	\$0	\$13,184,843	(\$28,192,263)	-68.1%
	Fees & Self-gen Revenues	\$48,574,970	\$59,922,000	\$0	\$59,922,000	\$11,347,030	23.4%
	Statutory Dedications	\$1,079,663,385	\$1,135,680,240	\$0	\$1,135,680,240	\$56,016,855	5.2%
	Federal Funds	\$62,713,000	\$69,341,800	\$0	\$69,341,800	\$6,628,800	10.6%
		\$1,233,828,461	\$1,357,757,957	\$0	\$1,357,757,957	\$123,929,496	10.0%
	T.O.	0	0	0	0	0	0.0%
	Other Charges Positions	0	0	0	0	0	0.0%

	FY 2018	FY 2019			2019 - 2018	Percent
	EOB 12/1/2017	Budgeted	HB 1 Reeng. w/SFC Amds.	Total	Change	Change
			Section 19			
NON-APPROPRIATED REQUIREMENTS						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$572,103,581	\$569,129,317	\$0	\$569,129,317	(\$2,974,264)	-0.5%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
22 Non-Appropriated Requirements						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$572,103,581	\$569,129,317	\$0	\$569,129,317	(\$2,974,264)	-0.5%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%



John D. Carpenter
Legislative Fiscal Officer

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TO: The Honorable John Alario, President of the Senate
The Honorable Eric Lafleur, Chairman of the Senate Finance Committee
The Honorable J.P. Morrell, Chairman of the Revenue & Fiscal Affairs Committee
Honorable Members of the Senate

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: June 22, 2018

SUBJECT: HB 1 Supplemental Appropriation Reengrossed

Attached please find a spreadsheet (Table 1) which summarizes actions taken in HB 1 Reengrossed in comparison to the supplemental appropriations contained in Section 19 of Act 2 of the 2nd ES as well as the Existing Operating Budget as of 12/1/17 for SGF only. This reflects a SGF reduction of \$43,299,052 from the supplemental appropriations contained in HB 1 Enrolled of the 2nd ES.

As reflected in Table 2, House amendments restored or partially restored the 24.2 % (10.8% for Higher Education) across-the-board reductions to discretionary SGF. However, the calculation used in the restoration reflected the net adjustment of restoring the 24.2% reduction and assessing a 2% reduction to selected agencies as contained in Section 19B of Act 2 of the 2nd ES. Further, certain departments did not receive a full restoration of the across-the-board reduction including: Executive Department; Secretary of State; Agriculture and Forestry; Economic Development; Natural Resources. Restoration of certain reductions and other spending priorities were also removed from the supplemental section, including but not limited to Corrections Services acquisitions and major repairs; full funding for the Acadiana Center for Youth; and partial funding for Local Housing for Adult Offenders.

The bill's current posture assumes SGF revenue from the following sources:

- \$33.6 M from Act 6 of the 2nd ES
- \$46.2 M from Act 10 of the 2nd ES
- \$463 M projected to be generated by HB 10 Reengrossed of the 3rd ES

Additionally, the LFO is providing the Department Budget Summary detailing all means of finance for the FY 19 statewide budget as compared to the Existing Operating Budget.

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

TABLE 1
HB 1 Reengrossed SGF Compared to Existing Operating Budget

Department Name	STATE GENERAL FUND ONLY				Change from EOB w/o Supplemental	% Change	HB 1 Reengrossed Supplemental	Revenue \$482.9 M	Revised based on Pro-rata Funding from FY 19 Funded Base	Change from FY 18 EOB
	FY 18 EOB	Act 2	Act 2 Funded Base							
Executive Department ¹	\$ 152,107,148	\$ 133,373,353	\$ 101,298,262	\$ (50,808,886)	-38.1%	\$ 29,732,091	\$ 29,732,091	\$ 131,030,353	\$ (21,076,795)	-13.9%
Department of Veterans Affairs	\$ 5,476,292	\$ 5,592,418	\$ 4,389,325	\$ (1,086,967)	-19.4%	\$ 1,203,093	\$ 1,203,093	\$ 5,592,418	\$ 116,126	2.1%
Secretary of State	\$ 53,158,836	\$ 56,115,786	\$ 49,685,158	\$ (3,473,678)	-6.2%	\$ 5,820,422	\$ 5,820,422	\$ 55,305,580	\$ 2,346,744	4.4%
Office of the Attorney General ²	\$ 19,387,540	\$ 16,783,504	\$ 12,609,979	\$ (6,777,561)	-40.4%	\$ 3,303,876	\$ 3,303,876	\$ 15,913,855	\$ (3,473,685)	-17.9%
Lieutenant Governor	\$ 1,047,280	\$ 1,041,842	\$ 870,928	\$ (176,352)	-16.9%	\$ 170,914	\$ 170,914	\$ 1,041,842	\$ (5,438)	-0.5%
State Treasurer	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Public Service Commission ³	\$ 66,396	\$ -	\$ -	\$ (66,396)	-100.0%	\$ -	\$ -	\$ -	\$ (66,396)	-100.0%
Agriculture and Forestry ³	\$ 25,275,042	\$ 18,900,151	\$ 15,942,539	\$ (9,332,503)	-49.4%	\$ 2,357,612	\$ 2,357,612	\$ 18,300,151	\$ (6,974,891)	-27.6%
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Economic Development	\$ 14,373,495	\$ 19,921,263	\$ 14,590,622	\$ 217,127	1.1%	\$ 4,830,641	\$ 4,830,641	\$ 19,421,263	\$ 5,047,768	35.1%
Culture Recreation and Tourism	\$ 31,480,277	\$ 32,849,420	\$ 25,017,432	\$ (6,462,845)	-19.7%	\$ 6,181,988	\$ 6,181,988	\$ 31,199,420	\$ (280,857)	-0.9%
Transportation & Development	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Corrections Services	\$ 490,875,885	\$ 516,381,506	\$ 472,994,897	\$ (17,880,988)	-3.5%	\$ 31,096,609	\$ 31,096,609	\$ 504,091,506	\$ 13,215,621	2.7%
Public Safety Services ³	\$ 19,410,048	\$ -	\$ -	\$ (19,410,048)	-100.0%	\$ -	\$ -	\$ -	\$ (19,410,048)	-100.0%
Youth Services	\$ 109,587,852	\$ 119,996,621	\$ 74,231,503	\$ (35,356,349)	-29.5%	\$ 30,965,118	\$ 30,965,118	\$ 105,196,621	\$ (4,391,231)	-4.0%
Health	\$ 2,415,119,251	\$ 2,478,211,795	\$ 2,478,211,795	\$ 63,092,544	2.5%	\$ -	\$ -	\$ 2,478,211,795	\$ 63,092,544	2.6%
Children and Family Services	\$ 174,260,354	\$ 193,377,419	\$ 157,664,901	\$ (16,595,453)	-8.6%	\$ 35,712,518	\$ 35,712,518	\$ 193,377,419	\$ 19,117,065	11.0%
Natural Resources	\$ 9,421,017	\$ 9,523,801	\$ 7,306,678	\$ (2,114,339)	-22.2%	\$ 1,437,123	\$ 1,437,123	\$ 8,743,801	\$ (677,216)	-7.2%
Revenue ³	\$ 33,892,165	\$ -	\$ -	\$ (33,892,165)	-100.0%	\$ -	\$ -	\$ -	\$ (33,892,165)	-100.0%
Environmental Quality	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Workforce Commission	\$ 7,399,887	\$ 8,252,219	\$ 5,607,489	\$ (1,792,398)	-21.7%	\$ 2,644,730	\$ 2,644,730	\$ 8,252,219	\$ 852,332	11.5%
Wildlife and Fisheries	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Civil Service	\$ 5,326,196	\$ 5,343,846	\$ 4,230,555	\$ (1,095,641)	-20.5%	\$ 1,113,291	\$ 1,113,291	\$ -	\$ -	0.3%
Higher Education	\$ 745,199,572	\$ 749,668,786	\$ 648,908,643	\$ (96,290,929)	-12.8%	\$ 100,760,143	\$ 100,760,143	\$ 749,668,786	\$ 4,469,214	0.6%
TOPS/GO Grant	\$ 259,771,791	\$ 265,071,041	\$ 175,702,449	\$ (84,069,342)	-32.4%	\$ 89,368,592	\$ 89,368,592	\$ 265,071,041	\$ 5,299,250	2.0%
Special Schools and Commissions	\$ 42,044,885	\$ 45,469,686	\$ 33,791,857	\$ (8,253,028)	-18.2%	\$ 11,677,829	\$ 11,677,829	\$ 45,469,686	\$ 3,424,801	8.1%
Education	\$ 145,432,352	\$ 143,396,935	\$ 102,097,786	\$ (43,334,566)	-29.8%	\$ 41,299,149	\$ 41,299,149	\$ 143,396,935	\$ (2,035,417)	-1.4%
MFP ⁴	\$ 3,458,986,781	\$ 3,438,191,214	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	\$ -	\$ -	\$ 3,438,191,214	\$ (20,795,567)	-0.6%
LSU Health Care Services Division	\$ 24,427,906	\$ 24,427,906	\$ 24,427,906	\$ -	-	\$ -	\$ -	\$ 24,427,906	\$ -	-
Other Requirements	\$ 494,419,850	\$ 528,166,598	\$ 436,037,370	\$ (58,382,480)	-11.1%	\$ 83,273,031	\$ 83,273,031	\$ 519,310,401	\$ 24,890,551	5.0%
Subtotal HB 1	\$ 8,737,948,098	\$ 8,810,057,110	\$ 8,283,809,288	\$ (454,138,810)	-5.2%	\$ 482,948,770	\$ 482,948,770	\$ 8,766,758,058	\$ 28,809,960	0.3%
Legislature (Act 79 of 2018 RS)	\$ 62,472,956	\$ 62,472,956	\$ 44,973,736	\$ (17,499,220)	-28.0%	\$ 17,499,220	\$ -	\$ 62,472,956	\$ -	0.0%
Judiciary (Act 69 of 2018 RS)	\$ 151,530,944	\$ 153,530,944	\$ 111,085,806	\$ (40,445,138)	-26.3%	\$ 42,445,138	\$ -	\$ 153,530,944	\$ 2,000,000	1.3%
Subtotal	\$ 214,003,900	\$ 216,003,900	\$ 156,059,542	\$ (57,944,358)	-27.1%	\$ 59,944,358	\$ -	\$ 216,003,900	\$ 2,000,000	0.9%
Capital Outlay Cash	\$ 1,500,000	\$ 79,629,074	\$ 79,629,074	\$ 78,129,074	5208.6%	\$ -	\$ -	\$ 79,629,074	\$ 78,129,074	5208.6%
Non Appropriated	\$ 507,903,581	\$ 514,371,375	\$ 514,371,375	\$ 6,467,794	1.3%	\$ -	\$ -	\$ 514,371,375	\$ 6,467,794	1.3%
Subtotal	\$ 509,403,581	\$ 594,000,449	\$ 594,000,449	\$ 84,596,868	16.6%	\$ -	\$ -	\$ 594,000,449	\$ 84,596,868	16.7%
TOTAL	\$ 9,461,355,579	\$ 9,620,061,459	\$ 9,033,869,279	\$ (427,486,300)	-4.5%	\$ 542,893,128	\$ 482,948,770	\$ 9,576,762,407	\$ 115,406,828	1.2%

Table reflects State General Fund Only

1) SGF reduction includes \$21.2 M advanced FEMA payment from FY 17 surplus in Act 59 of the 2018 RS

2) SGF reduction includes \$2.6 M of one-time funding in FY 18 to offset transfers from escrow account

3) SGF reductions reflects means of finance substitution increasing SGR and Statutory Deductions by a like amount

4) SGF reduction reflects means of finance substitution increasing Statutory Dedication and revised enrollment projections

Revenue Projection:

REC unexpended \$ 67,615
\$33.6 M = Act 6 of 2nd ES \$ 33,600,000
\$46.2 M = Act 10 of 2nd ES \$ 46,225,513
\$463 M = HB 10 of 3rd ES \$ 463,000,000
Total \$ 542,893,128

Privatized Funding:

Legislative (Act 79) \$ (17,499,220)
Judiciary (Act 69) \$ (42,445,138)
Privatized SGF across all supplemental appropriations \$ 482,948,770

STATEWIDE BUDGET						
Department Budget Summary						
	FY 2018		FY 2019			
	EOB 12/1/2017	Budgeted	HB 1 Reeng. 3rd ES	Total	2019 - 2018	Percent
			Section 19		Change	Change
GRAND TOTAL - Statewide Budget						
State General Fund	\$9,461,355,579	\$9,033,869,279	\$542,893,128	\$9,576,762,407	\$115,406,828	1.2%
Interagency Transfers	\$1,669,238,582	\$1,582,333,147	\$0	\$1,582,333,147	(\$86,905,435)	-5.2%
Fees & Self-gen Revenues	\$4,258,331,216	\$4,424,979,270	\$0	\$4,424,979,270	\$166,648,054	3.9%
Statutory Dedications	\$4,245,215,405	\$4,303,314,015	\$1,521,928	\$4,304,835,943	\$59,620,538	1.4%
Federal Funds	<u>\$13,820,229,271</u>	<u>\$14,112,383,701</u>	<u>\$3,694,836</u>	<u>\$14,116,078,537</u>	<u>\$295,849,266</u>	<u>2.1%</u>
	\$33,454,370,053	\$33,456,879,412	\$548,109,892	\$34,004,989,304	\$550,619,251	1.6%
T.O.	31,837	32,199	116	32,315	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
STATE FUNDS (excludes Federal)	\$19,634,140,782	\$19,344,495,711	\$544,415,056	\$19,888,910,767	\$254,769,985	1.3%
General Appropriation Bill						
State General Fund	\$8,737,948,098	\$8,283,809,288	\$482,948,770	\$8,766,758,058	\$28,809,960	0.3%
Interagency Transfers	\$972,183,531	\$939,576,934	\$0	\$939,576,934	(\$32,606,597)	-3.4%
Fees & Self-gen Revenues	\$2,680,718,457	\$2,769,663,942	\$0	\$2,769,663,942	\$88,945,485	3.3%
Statutory Dedications	\$2,930,111,095	\$2,941,634,908	\$1,521,928	\$2,943,156,836	\$13,045,741	0.4%
Federal Funds	<u>\$13,757,516,271</u>	<u>\$14,043,041,901</u>	<u>\$3,694,836</u>	<u>\$14,046,736,737</u>	<u>\$289,220,466</u>	<u>2.1%</u>
	\$29,078,477,452	\$28,977,726,973	\$488,165,534	\$29,465,892,507	\$387,415,055	1.3%
T.O.	31,828	32,190	116	32,306	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
01 Executive						
State General Fund	\$152,107,148	\$101,298,262	\$29,732,091	\$131,030,353	(\$21,076,795)	-13.9%
Interagency Transfers	\$78,957,393	\$70,707,654	\$0	\$70,707,654	(\$8,249,739)	-10.4%
Fees & Self-gen Revenues	\$135,778,210	\$136,992,561	\$0	\$136,992,561	\$1,214,351	0.9%
Statutory Dedications	\$151,162,207	\$155,956,339	\$1,521,928	\$157,478,267	\$6,316,060	4.2%
Federal Funds	<u>\$2,060,628,807</u>	<u>\$2,029,176,017</u>	<u>\$0</u>	<u>\$2,029,176,017</u>	<u>(\$31,452,790)</u>	<u>-1.5%</u>
	\$2,578,633,765	\$2,494,130,833	\$31,254,019	\$2,525,384,852	(\$53,248,913)	-2.1%
T.O.	1,970	1,990	0	1,990	20	1.0%
Other Charges Positions	361	354	0	354	0	0.0%
		76				
03 Veterans Affairs						
State General Fund	\$5,476,292	\$4,389,325	\$1,203,093	\$5,592,418	\$116,126	2.1%
Interagency Transfers	\$2,835,433	\$2,349,822	\$0	\$2,349,822	(\$485,611)	-17.1%
Fees & Self-gen Revenues	\$16,824,961	\$17,256,667	\$0	\$17,256,667	\$431,706	2.6%
Statutory Dedications	\$115,528	\$115,528	\$0	\$115,528	\$0	0.0%
Federal Funds	<u>\$43,052,865</u>	<u>\$45,597,601</u>	<u>\$0</u>	<u>\$45,597,601</u>	<u>\$2,544,736</u>	<u>5.9%</u>
	\$68,305,079	\$69,708,943	\$1,203,093	\$70,912,036	\$2,606,957	3.8%
T.O.	842	843	0	843	1	0.1%
Other Charges Positions	0	0	0	0	0	0.0%
04A State						
State General Fund	\$53,158,836	\$49,685,158	\$5,820,422	\$55,505,580	\$2,346,744	4.4%
Interagency Transfers	\$221,500	\$227,500	\$0	\$227,500	\$6,000	2.7%
Fees & Self-gen Revenues	\$27,400,550	\$27,605,679	\$0	\$27,605,679	\$205,129	0.7%
Statutory Dedications	\$113,078	\$6,002,565	\$0	\$6,002,565	\$5,889,487	5208.3%
Federal Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0%</u>
	\$80,893,964	\$83,520,902	\$5,820,422	\$89,341,324	\$8,447,360	10.4%
T.O.	314	311	0	311	(3)	-1.0%
Other Charges Positions	0	0	0	0	0	0.0%
04B Justice						
State General Fund	\$19,387,540	\$12,609,979	\$3,303,876	\$15,913,855	(\$3,473,685)	-17.9%
Interagency Transfers	\$26,167,329	\$23,500,587	\$0	\$23,500,587	(\$2,666,742)	-10.2%
Fees & Self-gen Revenues	\$6,866,714	\$6,816,714	\$0	\$6,816,714	(\$50,000)	-0.7%
Statutory Dedications	\$15,618,642	\$16,721,205	\$0	\$16,721,205	\$1,102,563	7.1%
Federal Funds	<u>\$7,515,430</u>	<u>\$7,075,021</u>	<u>\$0</u>	<u>\$7,075,021</u>	<u>(\$440,409)</u>	<u>-5.9%</u>
	\$75,555,655	\$66,723,506	\$3,303,876	\$70,027,382	(\$5,528,273)	-7.3%
T.O.	483	482	0	482	(1)	-0.2%
Other Charges Positions	1	1	0	1	0	0.0%
04C Lt. Governor						
State General Fund	\$1,047,280	\$870,928	\$170,914	\$1,041,842	(\$5,438)	-0.5%
Interagency Transfers	\$672,296	\$672,296	\$0	\$672,296	\$0	0.0%
Fees & Self-gen Revenues	\$10,000	\$10,000	\$0	\$10,000	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	\$0	0.0%
Federal Funds	<u>\$5,488,059</u>	<u>\$5,488,059</u>	<u>\$0</u>	<u>\$5,488,059</u>	<u>\$0</u>	<u>0.0%</u>
	\$7,217,635	\$7,041,283	\$170,914	\$7,212,197	(\$5,438)	-0.1%
T.O.	7	7	0	7	0	0.0%
Other Charges Positions	8	8	0	8	0	0.0%
04D Treasury						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$1,686,944	\$1,686,944	\$0	\$1,686,944	\$0	0.0%
Fees & Self-gen Revenues	\$8,900,948	\$9,140,969	\$0	\$9,140,969	\$240,021	2.7%
Statutory Dedications	\$811,455	\$811,455	\$0	\$811,455	\$0	0.0%
Federal Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0%</u>
	\$11,399,347	\$11,639,368	\$0	\$11,639,368	\$240,021	2.1%
T.O.	54	54	0	54	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%

	FY 2019				2019 - 2018	Percent
	FY 2018 EOB 12/1/2017	Budgeted	HB 1 Reeng. 3rd ES Section 19	Total		
					Change	Change
04E Public Service Commission						
State General Fund	\$66,396	\$0	\$0	\$0	(\$66,396)	-100.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$9,704,443	\$9,722,536	\$0	\$9,722,536	\$18,093	0.2%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	<u>\$9,770,839</u>	<u>\$9,722,536</u>	<u>\$0</u>	<u>\$9,722,536</u>	<u>(\$48,303)</u>	<u>-0.5%</u>
T.O.	99	97	0	97	(2)	-2.0%
Other Charges Positions	0	0	0	0	0	0.0%
04F Agriculture & Forestry						
State General Fund	\$25,275,042	\$15,942,539	\$2,357,612	\$18,300,151	(\$6,974,891)	-27.6%
Interagency Transfers	\$686,125	\$680,206	\$0	\$680,206	(\$5,919)	-0.9%
Fees & Self-gen Revenues	\$7,029,476	\$8,404,409	\$0	\$8,404,409	\$1,374,933	19.6%
Statutory Dedications	\$34,115,006	\$35,175,539	\$0	\$35,175,539	\$1,060,533	3.1%
Federal Funds	\$10,584,973	\$10,009,973	\$0	\$10,009,973	(\$575,000)	-5.4%
	<u>\$77,690,622</u>	<u>\$70,212,666</u>	<u>\$2,357,612</u>	<u>\$72,570,278</u>	<u>(\$5,120,344)</u>	<u>-6.6%</u>
T.O.	563	566	0	566	3	0.5%
Other Charges Positions	27	4	0	4	0	0.0%
04G Insurance						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$28,658,984	\$29,342,980	\$0	\$29,342,980	\$683,996	2.4%
Statutory Dedications	\$1,738,353	\$1,817,750	\$0	\$1,817,750	\$79,397	4.6%
Federal Funds	\$716,006	\$717,475	\$0	\$717,475	\$1,469	0.2%
	<u>\$31,113,343</u>	<u>\$31,878,205</u>	<u>\$0</u>	<u>\$31,878,205</u>	<u>\$764,862</u>	<u>2.5%</u>
T.O.	222	222	0	222	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
05 Economic Development						
State General Fund	\$14,373,495	\$14,590,622	\$4,830,641	\$19,421,263	\$5,047,768	35.1%
Interagency Transfers	\$680,546	\$0	\$0	\$0	(\$680,546)	-100.0%
Fees & Self-gen Revenues	\$17,868,712	\$5,064,807	\$0	\$5,064,807	(\$12,803,905)	-71.7%
Statutory Dedications	\$20,122,222	\$16,772,483	\$0	\$16,772,483	(\$3,349,739)	-16.6%
Federal Funds	\$8,046,476	\$2,976,020	\$0	\$2,976,020	(\$5,070,456)	-63.0%
	<u>\$61,091,451</u>	<u>\$39,403,932</u>	<u>\$4,830,641</u>	<u>\$44,234,573</u>	<u>(\$16,856,878)</u>	<u>-27.6%</u>
T.O.	113	113	0	113	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
06 Culture, Recreation & Tourism						
State General Fund	\$31,480,277	\$25,017,432	\$6,181,988	\$31,199,420	(\$280,857)	-0.9%
Interagency Transfers	\$12,123,852	\$8,528,705	\$0	\$8,528,705	(\$3,595,147)	-29.7%
Fees & Self-gen Revenues	\$32,754,468	\$29,152,703	\$0	\$29,152,703	(\$3,601,765)	-11.0%
Statutory Dedications	\$10,630,673	\$10,924,422	\$0	\$10,924,422	\$293,749	2.8%
Federal Funds	\$7,530,092	\$7,538,297	\$0	\$7,538,297	\$8,205	0.1%
	<u>\$94,519,362</u>	<u>\$81,161,559</u>	<u>\$6,181,988</u>	<u>\$87,343,547</u>	<u>(\$7,175,815)</u>	<u>-7.6%</u>
T.O.	581	572	0	572	(9)	-1.5%
Other Charges Positions	27	24	0	24	0	0.0%
07 Transportation & Development						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$8,910,000	\$15,242,612	\$0	\$15,242,612	\$6,332,612	71.1%
Fees & Self-gen Revenues	\$28,672,415	\$28,182,415	\$0	\$28,182,415	(\$490,000)	-1.7%
Statutory Dedications	\$571,055,043	\$560,381,094	\$0	\$560,381,094	(\$10,673,949)	-1.9%
Federal Funds	\$32,420,794	\$24,632,793	\$0	\$24,632,793	(\$7,788,001)	-24.0%
	<u>\$641,058,252</u>	<u>\$628,438,914</u>	<u>\$0</u>	<u>\$628,438,914</u>	<u>(\$12,619,338)</u>	<u>-2.0%</u>
T.O.	4,258	4,260	0	4,260	2	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
08A DPSC - Corrections Services						
State General Fund	\$490,875,885	\$472,994,897	\$31,096,609	\$504,091,506	\$13,215,621	2.7%
Interagency Transfers	\$14,837,938	\$14,837,938	\$0	\$14,837,938	\$0	0.0%
Fees & Self-gen Revenues	\$46,352,374	\$48,278,011	\$0	\$48,278,011	\$1,925,637	4.2%
Statutory Dedications	\$54,000	\$1,014,000	\$0	\$1,014,000	\$960,000	1777.8%
Federal Funds	\$2,230,697	\$2,230,697	\$0	\$2,230,697	\$0	0.0%
	<u>\$554,350,894</u>	<u>\$539,355,543</u>	<u>\$31,096,609</u>	<u>\$570,452,152</u>	<u>\$16,101,258</u>	<u>2.9%</u>
T.O.	4,748	4,889	0	4,889	141	3.0%
Other Charges Positions	0	0	0	0	0	0.0%
08B DPSC - Public Safety Services						
State General Fund	\$19,410,048	\$0	\$0	\$0	(\$19,410,048)	-100.0%
Interagency Transfers	\$38,286,509	\$38,258,311	\$0	\$38,258,311	(\$28,198)	-0.1%
Fees & Self-gen Revenues	\$179,276,430	\$200,340,673	\$0	\$200,340,673	\$21,064,243	11.7%
Statutory Dedications	\$188,422,671	\$182,809,115	\$0	\$182,809,115	(\$5,613,556)	-3.0%
Federal Funds	\$48,544,162	\$47,941,431	\$0	\$47,941,431	(\$602,731)	-1.2%
	<u>\$473,939,820</u>	<u>\$469,349,530</u>	<u>\$0</u>	<u>\$469,349,530</u>	<u>(\$4,590,290)</u>	<u>-1.0%</u>
T.O.	2,572	2,583	0	2,583	11	0.4%
Other Charges Positions	0	0	0	0	0	0.0%
08C DPSC - Youth Services						
State General Fund	\$109,587,852	\$74,231,503	\$30,965,118	\$105,196,621	(\$4,391,231)	-4.0%
Interagency Transfers	\$11,959,959	\$11,959,959	\$0	\$11,959,959	\$0	0.0%
Fees & Self-gen Revenues	\$775,487	\$775,487	\$0	\$775,487	\$0	0.0%
Statutory Dedications	\$149,022	\$149,022	\$0	\$149,022	\$0	0.0%
Federal Funds	\$908,006	\$891,796	\$0	\$891,796	(\$16,210)	-1.8%
	<u>\$123,380,326</u>	<u>\$88,007,767</u>	<u>\$30,965,118</u>	<u>\$118,972,885</u>	<u>(\$4,407,441)</u>	<u>-3.6%</u>
T.O.	944	830	114	944	0	0.0%
Other Charges Positions	7	7	0	7	0	0.0%

		FY 2018	FY 2019				
		EOB 12/1/2017	Budgeted	HB 1 Reeng. 3rd ES		2019 - 2018	
				Section 19	Total	Change	
						Percent Change	
09	Health						
	State General Fund	\$2,415,119,251	\$2,478,211,795	\$0	\$2,478,211,795	\$63,092,544	2.6%
	Interagency Transfers	\$306,924,794	\$319,674,708	\$0	\$319,674,708	\$12,749,914	4.2%
	Fees & Self-gen Revenues	\$510,154,478	\$538,898,298	\$0	\$538,898,298	\$28,743,820	5.6%
	Statutory Dedications	\$842,350,843	\$890,492,234	\$0	\$890,492,234	\$48,141,391	5.7%
	Federal Funds	\$9,519,368,265	\$9,811,812,570	\$0	\$9,811,812,570	\$292,444,305	3.1%
		\$13,593,917,631	\$14,039,089,605	\$0	\$14,039,089,605	\$445,171,974	3.3%
	T.O.	5,794	6,061	0	6,061	267	4.6%
	Other Charges Positions	1,421	1,368	0	1,368	0	0.0%
10	Children & Family Services						
	State General Fund	\$174,260,354	\$157,664,901	\$35,712,518	\$193,377,419	\$19,117,065	11.0%
	Interagency Transfers	\$50,095,291	\$26,899,733	\$0	\$26,899,733	(\$23,195,558)	-46.3%
	Fees & Self-gen Revenues	\$17,937,760	\$18,392,610	\$0	\$18,392,610	\$454,850	2.5%
	Statutory Dedications	\$481,227	\$477,047	\$0	\$477,047	(\$4,180)	-0.9%
	Federal Funds	\$534,190,531	\$540,076,895	\$0	\$540,076,895	\$5,886,364	1.1%
		\$776,965,163	\$743,511,186	\$35,712,518	\$779,223,704	\$2,258,541	0.3%
	T.O.	3,445	3,506	0	3,506	61	1.8%
	Other Charges Positions	0	0	0	0	0	0.0%
11	Natural Resources						
	State General Fund	\$9,421,017	\$7,306,678	\$1,437,123	\$8,743,801	(\$677,216)	-7.2%
	Interagency Transfers	\$8,992,160	\$8,816,870	\$0	\$8,816,870	(\$175,290)	-1.9%
	Fees & Self-gen Revenues	\$318,639	\$318,639	\$0	\$318,639	\$0	0.0%
	Statutory Dedications	\$29,764,163	\$29,444,336	\$0	\$29,444,336	(\$319,827)	-1.1%
	Federal Funds	\$7,765,301	\$7,258,917	\$0	\$7,258,917	(\$506,384)	-6.5%
		\$56,261,280	\$53,145,440	\$1,437,123	\$54,582,563	(\$1,678,717)	-3.0%
	T.O.	321	308	2	310	(11)	-3.4%
	Other Charges Positions	0	0	0	0	0	0.0%
12	Revenue						
	State General Fund	\$33,892,165	\$0	\$0	\$0	(\$33,892,165)	-100.0%
	Interagency Transfers	\$285,000	\$285,000	\$0	\$285,000	\$0	0.0%
	Fees & Self-gen Revenues	\$67,107,815	\$101,571,220	\$0	\$101,571,220	\$34,463,405	51.4%
	Statutory Dedications	\$543,583	\$550,000	\$0	\$550,000	\$6,417	1.2%
	Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
		\$101,828,563	\$102,406,220	\$0	\$102,406,220	\$577,657	0.6%
	T.O.	712	712	0	712	0	0.0%
	Other Charges Positions	15	15	0	15	0	0.0%
13	Environmental Quality						
	State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
	Interagency Transfers	\$670,829	\$70,829	\$0	\$70,829	(\$600,000)	-89.4%
	Fees & Self-gen Revenues	\$24,790	\$24,790	\$0	\$24,790	\$0	0.0%
	Statutory Dedications	\$104,184,518	\$116,152,413	\$0	\$116,152,413	\$11,967,895	11.5%
	Federal Funds	\$20,155,915	\$19,902,433	\$0	\$19,902,433	(\$253,482)	-1.3%
		\$125,036,052	\$136,150,465	\$0	\$136,150,465	\$11,114,413	8.9%
	T.O.	698	702	0	702	4	0.6%
	Other Charges Positions	0	0	0	0	0	0.0%
14	Workforce Commission						
	State General Fund	\$7,399,887	\$5,607,489	\$2,644,730	\$8,252,219	\$852,332	11.5%
	Interagency Transfers	\$6,595,050	\$4,559,450	\$0	\$4,559,450	(\$2,035,600)	-30.9%
	Fees & Self-gen Revenues	\$272,219	\$272,219	\$0	\$272,219	\$0	0.0%
	Statutory Dedications	\$110,634,234	\$111,288,610	\$0	\$111,288,610	\$654,376	0.6%
	Federal Funds	\$165,586,651	\$160,205,804	\$3,694,836	\$163,900,640	(\$1,686,011)	-1.0%
		\$290,488,041	\$281,933,572	\$6,339,566	\$288,273,138	(\$2,214,903)	-0.8%
	T.O.	925	921	0	921	(4)	-0.4%
	Other Charges Positions	0	0	0	0	0	0.0%
16	Wildlife & Fisheries						
	State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
	Interagency Transfers	\$12,006,202	\$12,527,226	\$0	\$12,527,226	\$521,024	4.3%
	Fees & Self-gen Revenues	\$2,111,574	\$2,111,574	\$0	\$2,111,574	\$0	0.0%
	Statutory Dedications	\$125,842,453	\$118,276,988	\$0	\$118,276,988	(\$7,565,465)	-6.0%
	Federal Funds	\$46,032,639	\$42,431,264	\$0	\$42,431,264	(\$3,601,375)	-7.8%
		\$185,992,868	\$175,347,052	\$0	\$175,347,052	(\$10,645,816)	-5.7%
	T.O.	779	779	0	779	0	0.0%
	Other Charges Positions	3	3	0	3	0	0.0%
17	Civil Service						
	State General Fund	\$5,326,196	\$4,230,555	\$1,113,291	\$5,343,846	\$17,650	0.3%
	Interagency Transfers	\$11,622,197	\$12,002,661	\$0	\$12,002,661	\$380,464	3.3%
	Fees & Self-gen Revenues	\$1,232,825	\$1,341,590	\$0	\$1,341,590	\$108,765	8.8%
	Statutory Dedications	\$2,233,801	\$2,334,588	\$0	\$2,334,588	\$100,787	4.5%
	Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
		\$20,415,019	\$19,909,394	\$1,113,291	\$21,022,685	\$607,666	3.0%
	T.O.	171	172	0	172	1	0.6%
	Other Charges Positions	0	0	0	0	0	0.0%
19A	Higher Education						
	State General Fund	\$1,004,971,363	\$824,611,092	\$190,128,735	\$1,014,739,827	\$9,768,464	1.0%
	Interagency Transfers	\$23,645,601	\$22,759,816	\$0	\$22,759,816	(\$885,785)	-3.7%
	Fees & Self-gen Revenues	\$1,457,186,211	\$1,474,298,447	\$0	\$1,474,298,447	\$17,112,236	1.2%
	Statutory Dedications	\$151,642,910	\$148,331,426	\$0	\$148,331,426	(\$3,311,484)	-2.2%
	Federal Funds	\$79,903,497	\$80,105,297	\$0	\$80,105,297	\$201,800	0.3%
		\$2,717,349,582	\$2,550,106,078	\$190,128,735	\$2,740,234,813	\$22,885,231	0.8%
	T.O.	0	0	0	0	0	0.0%
	Other Charges Positions	0	0	0	0	0	0.0%

	FY 2018		FY 2019			
	EOB 12/1/2017	Budgeted	HB 1 Reeng. 3rd ES	Total	2019 - 2018	Percent
			Section 19		Change	Change
NON-APPROPRIATED REQUIREMENTS						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$572,103,581	\$569,129,317	\$0	\$569,129,317	(\$2,974,264)	-0.5%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
22 Non-Appropriated Requirements						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$572,103,581	\$569,129,317	\$0	\$569,129,317	(\$2,974,264)	-0.5%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%



John D. Carpenter
Legislative Fiscal Officer

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TO: The Honorable Taylor F. Barras, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: June 21, 2018

SUBJECT: HB 1 Supplemental Appropriation Engrossed

Attached please find a spreadsheet which summarizes actions taken in HB 1 Engrossed in comparison to the supplemental appropriations contained in Section 19 of Act 2 of the 2nd ES as well as the Existing Operating Budget as of 12/1/17 for SGF only. This reflects a SGF reduction of \$85,299,052 from the supplemental appropriations contained in HB 1 Enrolled of the 2nd ES.

House Appropriations Committee restored or partially restored the 24.2 % (10.8% for Higher Education) across-the-board reductions to discretionary SGF. However, the calculation used in the restoration reflected the net adjustment of restoring the 24.2% reduction and assessing a 2% reduction to selected agencies as contained in Section 19B of Act 2 of the 2nd ES. Further, certain departments did not receive a full restoration of the across-the-board reduction including: Executive Department; Secretary of State; Agriculture and Forestry; Economic Development; Natural Resources. Restoration of certain reductions and other spending priorities were also removed from the supplemental section, including but not limited to 10% funding for the Taylor Opportunity Program for Students (TOPS), full funding for the Acadiana Center for Youth, and partial funding for Local Housing for Adult Offenders.

The bill's current posture assumes SGF revenue from the following sources:

- \$33.6 M from Act 6 of the 2nd ES
- \$46.1 M from Act 10 of the 2nd ES
- \$421 M projected to be generated by HB 10 of the 3rd ES

Additionally, the LFO is providing the Department Budget Summary detailing all means of finance for the FY 19 statewide budget as compared to the Existing Operating Budget.

Finally, also attached is the one-time money statement as required by House Rule 7.19 for HB 1 Engrossed of the 3rd ES of 2018.

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

Department Name	STATE GENERAL FUND ONLY			Change from EOB w/o Supplemental	% Change	HB 1 2nd ES Enrolled Supplemental	HB 1 3rd ES Engrossed Revised Supplemental	Revised HB 1 Funded Base Including Supplemental		
	FY 18 EOB	HB 1 Enrolled	HB 1 Funded Base					Change from FY 18 EOB		
Executive Department ¹	\$ 152,107,148	\$ 133,373,353	\$ 101,298,262	\$ (50,808,886)	-38.1%	\$ 32,075,091	\$ 26,732,091	\$ 128,030,353	\$ (24,076,795)	-15.8%
Department of Veterans Affairs	\$ 5,476,292	\$ 5,592,418	\$ 4,389,325	\$ (1,086,967)	-19.4%	\$ 1,203,093	\$ 1,203,093	\$ 5,592,418	\$ 116,126	2.1%
Secretary of State	\$ 53,158,836	\$ 56,115,786	\$ 49,685,158	\$ (3,473,678)	-6.2%	\$ 6,430,628	\$ 5,820,422	\$ 55,505,580	\$ 2,346,744	4.4%
Office of the Attorney General ²	\$ 19,387,540	\$ 16,783,504	\$ 12,609,979	\$ (6,777,561)	-40.4%	\$ 4,173,525	\$ 3,303,876	\$ 15,913,855	\$ (3,473,685)	-17.9%
Lieutenant Governor	\$ 1,047,280	\$ 1,041,842	\$ 870,928	\$ (176,352)	-16.9%	\$ 170,914	\$ 170,914	\$ 1,041,842	\$ (5,438)	-0.5%
State Treasurer	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Public Service Commission ³	\$ 66,396	\$ -	\$ -	\$ (66,396)	-100.0%	\$ -	\$ -	\$ -	\$ (66,396)	-100.0%
Agriculture and Forestry ³	\$ 25,275,042	\$ 18,900,151	\$ 15,942,539	\$ (9,332,503)	-49.4%	\$ 2,957,612	\$ 2,357,612	\$ 18,300,151	\$ (6,974,891)	-27.6%
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Economic Development	\$ 14,373,495	\$ 19,921,263	\$ 14,590,622	\$ 217,127	1.1%	\$ 5,330,641	\$ 4,830,641	\$ 19,421,263	\$ 5,047,768	35.1%
Culture Recreation and Tourism	\$ 31,480,277	\$ 32,849,420	\$ 25,017,432	\$ (6,462,845)	-19.7%	\$ 7,831,988	\$ 6,181,988	\$ 31,199,420	\$ (280,857)	-0.9%
Transportation & Development	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Corrections Services	\$ 490,875,885	\$ 516,381,506	\$ 472,994,897	\$ (17,880,988)	-3.5%	\$ 43,386,609	\$ 31,096,609	\$ 504,091,506	\$ 13,215,621	2.7%
Public Safety Services ³	\$ 19,410,048	\$ -	\$ -	\$ (19,410,048)	-100.0%	\$ -	\$ -	\$ -	\$ (19,410,048)	-100.0%
Youth Services	\$ 109,587,852	\$ 119,996,621	\$ 74,231,503	\$ (35,356,349)	-29.5%	\$ 45,765,118	\$ 30,965,118	\$ 105,196,621	\$ (4,391,231)	-4.0%
Health	\$ 2,415,119,251	\$ 2,478,211,795	\$ 2,478,211,795	\$ 63,092,544	2.5%	\$ -	\$ -	\$ 2,478,211,795	\$ 63,092,544	2.6%
Children and Family Services	\$ 174,260,354	\$ 193,377,419	\$ 157,664,901	\$ (16,595,453)	-8.6%	\$ 35,712,518	\$ 35,712,518	\$ 193,377,419	\$ 19,117,065	11.0%
Natural Resources	\$ 9,421,017	\$ 9,523,801	\$ 7,306,678	\$ (2,114,339)	-22.2%	\$ 2,217,123	\$ 1,437,123	\$ 8,743,801	\$ (677,216)	-7.2%
Revenue ³	\$ 33,892,165	\$ -	\$ -	\$ (33,892,165)	-100.0%	\$ -	\$ -	\$ -	\$ (33,892,165)	-100.0%
Environmental Quality	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Workforce Commission	\$ 7,399,887	\$ 8,252,219	\$ 5,607,489	\$ (1,792,398)	-21.7%	\$ 2,644,730	\$ 2,644,730	\$ 8,252,219	\$ 852,332	11.5%
Wildlife and Fisheries	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-
Civil Service	\$ 5,326,196	\$ 5,343,846	\$ 4,230,555	\$ (1,095,641)	-20.5%	\$ 1,113,291	\$ 1,113,291	\$ 5,343,846	\$ 17,650	0.3%
Higher Education	\$ 745,199,572	\$ 749,668,786	\$ 648,908,643	\$ (96,290,929)	-12.8%	\$ 100,760,143	\$ 96,060,143	\$ 744,968,786	\$ (230,786)	0.0%
TOPS/GO Grant	\$ 259,771,791	\$ 265,071,041	\$ 175,702,449	\$ (84,069,342)	-32.4%	\$ 89,368,592	\$ 59,912,395	\$ 235,614,844	\$ (24,156,947)	-9.3%
Special Schools and Commissions	\$ 42,044,885	\$ 45,469,686	\$ 33,791,857	\$ (8,253,028)	-18.2%	\$ 11,677,829	\$ 8,977,829	\$ 42,769,686	\$ 724,801	1.7%
Education	\$ 145,432,352	\$ 143,396,935	\$ 102,097,786	\$ (43,334,566)	-29.8%	\$ 41,299,149	\$ 41,299,149	\$ 143,396,935	\$ (2,035,417)	-1.4%
MFP ⁴	\$ 3,458,986,781	\$ 3,438,191,214	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	\$ -	\$ -	\$ 3,438,191,214	\$ (20,795,567)	-0.6%
LSU Health Care Services Division	\$ 24,427,906	\$ 24,427,906	\$ 24,427,906	\$ -	-	\$ -	\$ -	\$ 24,427,906	\$ -	-
Other Requirements	\$ 494,419,850	\$ 528,166,598	\$ 436,037,370	\$ (58,382,480)	-11.1%	\$ 92,129,228	\$ 81,129,228	\$ 517,166,598	\$ 22,746,748	4.6%
Subtotal HB 1	\$ 8,737,948,098	\$ 8,810,057,110	\$ 8,283,809,288	\$ (454,138,810)	-5.2%	\$ 526,247,822	\$ 440,948,770	\$ 8,724,758,058	\$ (13,190,040)	-0.2%
Legislature (Act 79 of 2018 RS)	\$ 62,472,956	\$ 62,472,956	\$ 44,973,736	\$ (17,499,220)	-28.0%	\$ 17,499,220	\$ 17,499,220	\$ 62,472,956	\$ -	-
Judiciary (Act 69 of 2018 RS)	\$ 151,530,944	\$ 153,530,944	\$ 111,085,806	\$ (40,445,138)	-26.3%	\$ 42,445,138	\$ 42,445,138	\$ 153,530,944	\$ 2,000,000	1.3%
Subtotal	\$ 214,003,900	\$ 216,003,900	\$ 156,059,542	\$ (57,944,358)	-27.1%	\$ 59,944,358	\$ 59,944,358	\$ 216,003,900	\$ 2,000,000	0.9%
Capital Outlay Cash	\$ 1,500,000	\$ 79,629,074	\$ 79,629,074	\$ 78,129,074	5208.6%	\$ -	\$ -	\$ 79,629,074	\$ 78,129,074	5208.6%
Non Appropriated	\$ 507,903,581	\$ 514,371,375	\$ 514,371,375	\$ 6,467,794	1.3%	\$ -	\$ -	\$ 514,371,375	\$ 6,467,794	1.3%
Subtotal	\$ 509,403,581	\$ 594,000,449	\$ 594,000,449	\$ 84,596,868	16.6%	\$ -	\$ -	\$ 594,000,449	\$ 84,596,868	16.7%
TOTAL	\$ 9,461,355,579	\$ 9,620,061,459	\$ 9,033,869,279	\$ (427,486,300)	-4.5%	\$ 586,192,180	\$ 500,893,128	\$ 9,534,762,407	\$ 73,406,828	0.8%

Table reflects State General Fund Only

1) SGF reduction includes \$21.2 M advanced FEMA payment from FY 17 surplus in Act 59 of the 2018 RS
2) SGF reduction includes \$2.6 M of one-time funding in FY 18 to offset transfers from escrow account
3) SGF reductions reflects means of finance substitution increasing SGR and Statutory Dedications by a like amount
4) SGF reduction reflects means of finance substitution increasing Statutory Dedication and revised enrollment projections

\$ (85,299,052) Difference between HB 1 Enrolled Supplemental and HB 1 3rd ES Engrossed

STATEWIDE BUDGET						
Department Budget Summary						
	FY 2018		FY 2019			
	EOB 12/1/2017	Budgeted	HB 1 3rd ES	Total	2019 - 2018	Percent
			Section 19		Change	Change
GRAND TOTAL - Statewide Budget						
State General Fund	\$9,461,355,579	\$9,033,869,279	\$500,893,128	\$9,534,762,407	\$73,406,828	0.8%
Interagency Transfers	\$1,669,238,582	\$1,582,333,147	\$0	\$1,582,333,147	(\$86,905,435)	-5.2%
Fees & Self-gen Revenues	\$4,258,331,216	\$4,424,979,270	\$0	\$4,424,979,270	\$166,648,054	3.9%
Statutory Dedications	\$4,245,215,405	\$4,303,314,015	\$1,521,928	\$4,304,835,943	\$59,620,538	1.4%
Federal Funds	\$13,820,229,271	\$14,112,383,701	\$3,694,836	\$14,116,078,537	\$295,849,266	2.1%
	\$33,454,370,053	\$33,456,879,412	\$506,109,892	\$33,962,989,304	\$508,619,251	1.5%
T.O.	31,837	32,199	116	32,315	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
STATE FUNDS (excludes Federal)	\$19,634,140,782	\$19,344,495,711	\$502,415,056	\$19,846,910,767	\$212,769,985	1.1%
General Appropriation Bill						
State General Fund	\$8,737,948,098	\$8,283,809,288	\$440,948,770	\$8,724,758,058	(\$13,190,040)	-0.2%
Interagency Transfers	\$972,183,531	\$939,576,934	\$0	\$939,576,934	(\$32,606,597)	-3.4%
Fees & Self-gen Revenues	\$2,680,718,457	\$2,769,663,942	\$0	\$2,769,663,942	\$88,945,485	3.3%
Statutory Dedications	\$2,930,111,095	\$2,941,634,908	\$1,521,928	\$2,943,156,836	\$13,045,741	0.4%
Federal Funds	\$13,757,516,271	\$14,043,041,901	\$3,694,836	\$14,046,736,737	\$289,220,466	2.1%
	\$29,078,477,452	\$28,977,726,973	\$446,165,534	\$29,423,892,507	\$345,415,055	1.2%
T.O.	31,828	32,190	116	32,306	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
01 Executive						
State General Fund	\$152,107,148	\$101,298,262	\$26,732,091	\$128,030,353	(\$24,076,795)	-15.8%
Interagency Transfers	\$78,957,393	\$70,707,654	\$0	\$70,707,654	(\$8,249,739)	-10.4%
Fees & Self-gen Revenues	\$135,778,210	\$136,992,561	\$0	\$136,992,561	\$1,214,351	0.9%
Statutory Dedications	\$151,162,207	\$155,956,339	\$1,521,928	\$157,478,267	\$6,316,060	4.2%
Federal Funds	\$2,060,628,807	\$2,029,176,017	\$0	\$2,029,176,017	(\$31,452,790)	-1.5%
	\$2,578,633,765	\$2,494,130,833	\$28,254,019	\$2,522,384,852	(\$56,248,913)	-2.2%
T.O.	1,970	1,990	0	1,990	20	1.0%
Other Charges Positions	361	354	0	354	0	0.0%
		76				
03 Veterans Affairs						
State General Fund	\$5,476,292	\$4,389,325	\$1,203,093	\$5,592,418	\$116,126	2.1%
Interagency Transfers	\$2,835,433	\$2,349,822	\$0	\$2,349,822	(\$485,611)	-17.1%
Fees & Self-gen Revenues	\$16,824,961	\$17,256,667	\$0	\$17,256,667	\$431,706	2.6%
Statutory Dedications	\$115,528	\$115,528	\$0	\$115,528	\$0	0.0%
Federal Funds	\$43,052,865	\$45,597,601	\$0	\$45,597,601	\$2,544,736	5.9%
	\$68,305,079	\$69,708,943	\$1,203,093	\$70,912,036	\$2,606,957	3.8%
T.O.	842	843	0	843	1	0.1%
Other Charges Positions	0	0	0	0	0	0.0%
04A State						
State General Fund	\$53,158,836	\$49,685,158	\$5,820,422	\$55,505,580	\$2,346,744	4.4%
Interagency Transfers	\$221,500	\$227,500	\$0	\$227,500	\$6,000	2.7%
Fees & Self-gen Revenues	\$27,400,550	\$27,605,679	\$0	\$27,605,679	\$205,129	0.7%
Statutory Dedications	\$113,078	\$6,002,565	\$0	\$6,002,565	\$5,889,487	5208.3%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$80,893,964	\$83,520,902	\$5,820,422	\$89,341,324	\$8,447,360	10.4%
T.O.	314	311	0	311	(3)	-1.0%
Other Charges Positions	0	0	0	0	0	0.0%
04B Justice						
State General Fund	\$19,387,540	\$12,609,979	\$3,303,876	\$15,913,855	(\$3,473,685)	-17.9%
Interagency Transfers	\$26,167,329	\$23,500,587	\$0	\$23,500,587	(\$2,666,742)	-10.2%
Fees & Self-gen Revenues	\$6,866,714	\$6,816,714	\$0	\$6,816,714	(\$50,000)	-0.7%
Statutory Dedications	\$15,618,642	\$16,721,205	\$0	\$16,721,205	\$1,102,563	7.1%
Federal Funds	\$7,515,430	\$7,075,021	\$0	\$7,075,021	(\$440,409)	-5.9%
	\$75,555,655	\$66,723,506	\$3,303,876	\$70,027,382	(\$5,528,273)	-7.3%
T.O.	483	482	0	482	(1)	-0.2%
Other Charges Positions	1	1	0	1	0	0.0%
04C Lt. Governor						
State General Fund	\$1,047,280	\$870,928	\$170,914	\$1,041,842	(\$5,438)	-0.5%
Interagency Transfers	\$672,296	\$672,296	\$0	\$672,296	\$0	0.0%
Fees & Self-gen Revenues	\$10,000	\$10,000	\$0	\$10,000	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	\$0	0.0%
Federal Funds	\$5,488,059	\$5,488,059	\$0	\$5,488,059	\$0	0.0%
	\$7,217,635	\$7,041,283	\$170,914	\$7,212,197	(\$5,438)	-0.1%
T.O.	7	7	0	7	0	0.0%
Other Charges Positions	8	8	0	8	0	0.0%
04D Treasury						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$1,686,944	\$1,686,944	\$0	\$1,686,944	\$0	0.0%
Fees & Self-gen Revenues	\$8,900,948	\$9,140,969	\$0	\$9,140,969	\$240,021	2.7%
Statutory Dedications	\$811,455	\$811,455	\$0	\$811,455	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$11,399,347	\$11,639,368	\$0	\$11,639,368	\$240,021	2.1%
T.O.	54	54	0	54	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%

	FY 2018		FY 2019		2019 - 2018	Percent
	EOB 12/1/2017	Budgeted	HB 1 3rd ES Section 19	Total	Change	Change
04E Public Service Commission						
State General Fund	\$66,396	\$0	\$0	\$0	(\$66,396)	-100.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$9,704,443	\$9,722,536	\$0	\$9,722,536	\$18,093	0.2%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$9,770,839	\$9,722,536	\$0	\$9,722,536	(\$48,303)	-0.5%
T.O.	99	97	0	97	(2)	-2.0%
Other Charges Positions	0	0	0	0	0	0.0%
04F Agriculture & Forestry						
State General Fund	\$25,275,042	\$15,942,539	\$2,357,612	\$18,300,151	(\$6,974,891)	-27.6%
Interagency Transfers	\$686,125	\$680,206	\$0	\$680,206	(\$5,919)	-0.9%
Fees & Self-gen Revenues	\$7,029,476	\$8,404,409	\$0	\$8,404,409	\$1,374,933	19.6%
Statutory Dedications	\$34,115,006	\$35,175,539	\$0	\$35,175,539	\$1,060,533	3.1%
Federal Funds	\$10,584,973	\$10,009,973	\$0	\$10,009,973	(\$575,000)	-5.4%
	\$77,690,622	\$70,212,666	\$2,357,612	\$72,570,278	(\$5,120,344)	-6.6%
T.O.	563	566	0	566	3	0.5%
Other Charges Positions	27	4	0	4	0	0.0%
04G Insurance						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$28,658,984	\$29,342,980	\$0	\$29,342,980	\$683,996	2.4%
Statutory Dedications	\$1,738,353	\$1,817,750	\$0	\$1,817,750	\$79,397	4.6%
Federal Funds	\$716,006	\$717,475	\$0	\$717,475	\$1,469	0.2%
	\$31,113,343	\$31,878,205	\$0	\$31,878,205	\$764,862	2.5%
T.O.	222	222	0	222	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
05 Economic Development						
State General Fund	\$14,373,495	\$14,590,622	\$4,830,641	\$19,421,263	\$5,047,768	35.1%
Interagency Transfers	\$680,546	\$0	\$0	\$0	(\$680,546)	-100.0%
Fees & Self-gen Revenues	\$17,868,712	\$5,064,807	\$0	\$5,064,807	(\$12,803,905)	-71.7%
Statutory Dedications	\$20,122,222	\$16,772,483	\$0	\$16,772,483	(\$3,349,739)	-16.6%
Federal Funds	\$8,046,476	\$2,976,020	\$0	\$2,976,020	(\$5,070,456)	-63.0%
	\$61,091,451	\$39,403,932	\$4,830,641	\$44,234,573	(\$16,856,878)	-27.6%
T.O.	113	113	0	113	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
06 Culture, Recreation & Tourism						
State General Fund	\$31,480,277	\$25,017,432	\$6,181,988	\$31,199,420	(\$280,857)	-0.9%
Interagency Transfers	\$12,123,852	\$8,528,705	\$0	\$8,528,705	(\$3,595,147)	-29.7%
Fees & Self-gen Revenues	\$32,754,468	\$29,152,703	\$0	\$29,152,703	(\$3,601,765)	-11.0%
Statutory Dedications	\$10,630,673	\$10,924,422	\$0	\$10,924,422	\$293,749	2.8%
Federal Funds	\$7,530,092	\$7,538,297	\$0	\$7,538,297	\$8,205	0.1%
	\$94,519,362	\$81,161,559	\$6,181,988	\$87,343,547	(\$7,175,815)	-7.6%
T.O.	581	572	0	572	(9)	-1.5%
Other Charges Positions	27	24	0	24	0	0.0%
07 Transportation & Development						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$8,910,000	\$15,242,612	\$0	\$15,242,612	\$6,332,612	71.1%
Fees & Self-gen Revenues	\$28,672,415	\$28,182,415	\$0	\$28,182,415	(\$490,000)	-1.7%
Statutory Dedications	\$571,055,043	\$560,381,094	\$0	\$560,381,094	(\$10,673,949)	-1.9%
Federal Funds	\$32,420,794	\$24,632,793	\$0	\$24,632,793	(\$7,788,001)	-24.0%
	\$641,058,252	\$628,438,914	\$0	\$628,438,914	(\$12,619,338)	-2.0%
T.O.	4,258	4,260	0	4,260	2	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
08A DPSC - Corrections Services						
State General Fund	\$490,875,885	\$472,994,897	\$31,096,609	\$504,091,506	\$13,215,621	2.7%
Interagency Transfers	\$14,837,938	\$14,837,938	\$0	\$14,837,938	\$0	0.0%
Fees & Self-gen Revenues	\$46,352,374	\$48,278,011	\$0	\$48,278,011	\$1,925,637	4.2%
Statutory Dedications	\$54,000	\$1,014,000	\$0	\$1,014,000	\$960,000	1777.8%
Federal Funds	\$2,230,697	\$2,230,697	\$0	\$2,230,697	\$0	0.0%
	\$554,350,894	\$539,355,543	\$31,096,609	\$570,452,152	\$16,101,258	2.9%
T.O.	4,748	4,889	0	4,889	141	3.0%
Other Charges Positions	0	0	0	0	0	0.0%
08B DPSC - Public Safety Services						
State General Fund	\$19,410,048	\$0	\$0	\$0	(\$19,410,048)	-100.0%
Interagency Transfers	\$38,286,509	\$38,258,311	\$0	\$38,258,311	(\$28,198)	-0.1%
Fees & Self-gen Revenues	\$179,276,430	\$200,340,673	\$0	\$200,340,673	\$21,064,243	11.7%
Statutory Dedications	\$188,422,671	\$182,809,115	\$0	\$182,809,115	(\$5,613,556)	-3.0%
Federal Funds	\$48,544,162	\$47,941,431	\$0	\$47,941,431	(\$602,731)	-1.2%
	\$473,939,820	\$469,349,530	\$0	\$469,349,530	(\$4,590,290)	-1.0%
T.O.	2,572	2,583	0	2,583	11	0.4%
Other Charges Positions	0	0	0	0	0	0.0%
08C DPSC - Youth Services						
State General Fund	\$109,587,852	\$74,231,503	\$30,965,118	\$105,196,621	(\$4,391,231)	-4.0%
Interagency Transfers	\$11,959,959	\$11,959,959	\$0	\$11,959,959	\$0	0.0%
Fees & Self-gen Revenues	\$775,487	\$775,487	\$0	\$775,487	\$0	0.0%
Statutory Dedications	\$149,022	\$149,022	\$0	\$149,022	\$0	0.0%
Federal Funds	\$908,006	\$891,796	\$0	\$891,796	(\$16,210)	-1.8%
	\$123,380,326	\$88,007,767	\$30,965,118	\$118,972,885	(\$4,407,441)	-3.6%
T.O.	944	830	114	944	0	0.0%
Other Charges Positions	7	7	0	7	0	0.0%

		FY 2018		FY 2019			
		EOB 12/1/2017	Budgeted	HB 1 3rd ES		2019 - 2018	Percent
				Section 19	Total	Change	Change
09	Health						
	State General Fund	\$2,415,119,251	\$2,478,211,795	\$0	\$2,478,211,795	\$63,092,544	2.6%
	Interagency Transfers	\$306,924,794	\$319,674,708	\$0	\$319,674,708	\$12,749,914	4.2%
	Fees & Self-gen Revenues	\$510,154,478	\$538,898,298	\$0	\$538,898,298	\$28,743,820	5.6%
	Statutory Dedications	\$842,350,843	\$890,492,234	\$0	\$890,492,234	\$48,141,391	5.7%
	Federal Funds	\$9,519,368,265	\$9,811,812,570	\$0	\$9,811,812,570	\$292,444,305	3.1%
		<u>\$13,593,917,631</u>	<u>\$14,039,089,605</u>	<u>\$0</u>	<u>\$14,039,089,605</u>	<u>\$445,171,974</u>	<u>3.3%</u>
	T.O.	5,794	6,061	0	6,061	267	4.6%
	Other Charges Positions	1,421	1,368	0	1,368	0	0.0%
10	Children & Family Services						
	State General Fund	\$174,260,354	\$157,664,901	\$35,712,518	\$193,377,419	\$19,117,065	11.0%
	Interagency Transfers	\$50,095,291	\$26,899,733	\$0	\$26,899,733	(\$23,195,558)	-46.3%
	Fees & Self-gen Revenues	\$17,937,760	\$18,392,610	\$0	\$18,392,610	\$454,850	2.5%
	Statutory Dedications	\$481,227	\$477,047	\$0	\$477,047	(\$4,180)	-0.9%
	Federal Funds	\$534,190,531	\$540,076,895	\$0	\$540,076,895	\$5,886,364	1.1%
		<u>\$776,965,163</u>	<u>\$743,511,186</u>	<u>\$35,712,518</u>	<u>\$779,223,704</u>	<u>\$2,258,541</u>	<u>0.3%</u>
	T.O.	3,445	3,506	0	3,506	61	1.8%
	Other Charges Positions	0	0	0	0	0	0.0%
11	Natural Resources						
	State General Fund	\$9,421,017	\$7,306,678	\$1,437,123	\$8,743,801	(\$677,216)	-7.2%
	Interagency Transfers	\$8,992,160	\$8,816,870	\$0	\$8,816,870	(\$175,290)	-1.9%
	Fees & Self-gen Revenues	\$318,639	\$318,639	\$0	\$318,639	\$0	0.0%
	Statutory Dedications	\$29,764,163	\$29,444,336	\$0	\$29,444,336	(\$319,827)	-1.1%
	Federal Funds	\$7,765,301	\$7,258,917	\$0	\$7,258,917	(\$506,384)	-6.5%
		<u>\$56,261,280</u>	<u>\$53,145,440</u>	<u>\$1,437,123</u>	<u>\$54,582,563</u>	<u>(\$1,678,717)</u>	<u>-3.0%</u>
	T.O.	321	308	2	310	(11)	-3.4%
	Other Charges Positions	0	0	0	0	0	0.0%
12	Revenue						
	State General Fund	\$33,892,165	\$0	\$0	\$0	(\$33,892,165)	-100.0%
	Interagency Transfers	\$285,000	\$285,000	\$0	\$285,000	\$0	0.0%
	Fees & Self-gen Revenues	\$67,107,815	\$101,571,220	\$0	\$101,571,220	\$34,463,405	51.4%
	Statutory Dedications	\$543,583	\$550,000	\$0	\$550,000	\$6,417	1.2%
	Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
		<u>\$101,828,563</u>	<u>\$102,406,220</u>	<u>\$0</u>	<u>\$102,406,220</u>	<u>\$577,657</u>	<u>0.6%</u>
	T.O.	712	712	0	712	0	0.0%
	Other Charges Positions	15	15	0	15	0	0.0%
13	Environmental Quality						
	State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
	Interagency Transfers	\$670,829	\$70,829	\$0	\$70,829	(\$600,000)	-89.4%
	Fees & Self-gen Revenues	\$24,790	\$24,790	\$0	\$24,790	\$0	0.0%
	Statutory Dedications	\$104,184,518	\$116,152,413	\$0	\$116,152,413	\$11,967,895	11.5%
	Federal Funds	\$20,155,915	\$19,902,433	\$0	\$19,902,433	(\$253,482)	-1.3%
		<u>\$125,036,052</u>	<u>\$136,150,465</u>	<u>\$0</u>	<u>\$136,150,465</u>	<u>\$11,114,413</u>	<u>8.9%</u>
	T.O.	698	702	0	702	4	0.6%
	Other Charges Positions	0	0	0	0	0	0.0%
14	Workforce Commission						
	State General Fund	\$7,399,887	\$5,607,489	\$2,644,730	\$8,252,219	\$852,332	11.5%
	Interagency Transfers	\$6,595,050	\$4,559,450	\$0	\$4,559,450	(\$2,035,600)	-30.9%
	Fees & Self-gen Revenues	\$272,219	\$272,219	\$0	\$272,219	\$0	0.0%
	Statutory Dedications	\$110,634,234	\$111,288,610	\$0	\$111,288,610	\$654,376	0.6%
	Federal Funds	\$165,586,651	\$160,205,804	\$3,694,836	\$163,900,640	(\$1,686,011)	-1.0%
		<u>\$290,488,041</u>	<u>\$281,933,572</u>	<u>\$6,339,566</u>	<u>\$288,273,138</u>	<u>(\$2,214,903)</u>	<u>-0.8%</u>
	T.O.	925	921	0	921	(4)	-0.4%
	Other Charges Positions	0	0	0	0	0	0.0%
16	Wildlife & Fisheries						
	State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
	Interagency Transfers	\$12,006,202	\$12,527,226	\$0	\$12,527,226	\$521,024	4.3%
	Fees & Self-gen Revenues	\$2,111,574	\$2,111,574	\$0	\$2,111,574	\$0	0.0%
	Statutory Dedications	\$125,842,453	\$118,276,988	\$0	\$118,276,988	(\$7,565,465)	-6.0%
	Federal Funds	\$46,032,639	\$42,431,264	\$0	\$42,431,264	(\$3,601,375)	-7.8%
		<u>\$185,992,868</u>	<u>\$175,347,052</u>	<u>\$0</u>	<u>\$175,347,052</u>	<u>(\$10,645,816)</u>	<u>-5.7%</u>
	T.O.	779	779	0	779	0	0.0%
	Other Charges Positions	3	3	0	3	0	0.0%
17	Civil Service						
	State General Fund	\$5,326,196	\$4,230,555	\$1,113,291	\$5,343,846	\$17,650	0.3%
	Interagency Transfers	\$11,622,197	\$12,002,661	\$0	\$12,002,661	\$380,464	3.3%
	Fees & Self-gen Revenues	\$1,232,825	\$1,341,590	\$0	\$1,341,590	\$108,765	8.8%
	Statutory Dedications	\$2,233,801	\$2,334,588	\$0	\$2,334,588	\$100,787	4.5%
	Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
		<u>\$20,415,019</u>	<u>\$19,909,394</u>	<u>\$1,113,291</u>	<u>\$21,022,685</u>	<u>\$607,666</u>	<u>3.0%</u>
	T.O.	171	172	0	172	1	0.6%
	Other Charges Positions	0	0	0	0	0	0.0%
19A	Higher Education						
	State General Fund	\$1,004,971,363	\$824,611,092	\$155,972,538	\$980,583,630	(\$24,387,733)	-2.4%
	Interagency Transfers	\$23,645,601	\$22,759,816	\$0	\$22,759,816	(\$885,785)	-3.7%
	Fees & Self-gen Revenues	\$1,457,186,211	\$1,474,298,447	\$0	\$1,474,298,447	\$17,112,236	1.2%
	Statutory Dedications	\$151,642,910	\$148,331,426	\$0	\$148,331,426	(\$3,311,484)	-2.2%
	Federal Funds	\$79,903,497	\$80,105,297	\$0	\$80,105,297	\$201,800	0.3%
		<u>\$2,717,349,582</u>	<u>\$2,550,106,078</u>	<u>\$155,972,538</u>	<u>\$2,706,078,616</u>	<u>(\$11,270,966)</u>	<u>-0.4%</u>
	T.O.	0	0	0	0	0	0.0%
	Other Charges Positions	0	0	0	0	0	0.0%

		FY 2019			2019 - 2018	Percent
		FY 2018	HB 1 3rd ES			
		EOB 12/1/2017	Budgeted	Section 19	Total	Change
						Change
19B Special Schools & Commissions						
State General Fund	\$42,044,885	\$33,791,857	\$8,977,829	\$42,769,686	\$724,801	1.7%
Interagency Transfers	\$26,067,815	\$28,731,884	\$0	\$28,731,884	\$2,664,069	10.2%
Fees & Self-gen Revenues	\$3,263,033	\$3,263,033	\$0	\$3,263,033	\$0	0.0%
Statutory Dedications	\$25,114,616	\$23,883,751	\$0	\$23,883,751	(\$1,230,865)	-4.9%
Federal Funds	\$318,668	\$233,582	\$0	\$233,582	(\$85,086)	-26.7%
	\$96,809,017	\$89,904,107	\$8,977,829	\$98,881,936	\$2,072,919	2.1%
T.O.	767	765	0	765	(2)	-0.3%
Other Charges Positions	35	35	0	35	0	0.0%
19D Education						
State General Fund	\$3,604,419,133	\$3,540,289,000	\$41,299,149	\$3,581,588,149	(\$22,830,984)	-0.6%
Interagency Transfers	\$263,200,035	\$253,878,768	\$0	\$253,878,768	(\$9,321,267)	-3.5%
Fees & Self-gen Revenues	\$57,488,446	\$52,181,509	\$0	\$52,181,509	(\$5,306,937)	-9.2%
Statutory Dedications	\$273,809,800	\$286,979,044	\$0	\$286,979,044	\$13,169,244	4.8%
Federal Funds	\$1,146,171,841	\$1,186,383,363	\$0	\$1,186,383,363	\$40,211,522	3.5%
	\$5,345,089,255	\$5,319,711,684	\$41,299,149	\$5,361,010,833	\$15,921,578	0.3%
T.O.	446	445	0	445	(1)	-0.2%
Other Charges Positions	0	0	0	0	0	0.0%
19E LSU Health Care Services Division						
State General Fund	\$24,427,906	\$24,427,906	\$0	\$24,427,906	\$0	0.0%
Interagency Transfers	\$18,383,724	\$17,542,527	\$0	\$17,542,527	(\$841,197)	-4.6%
Fees & Self-gen Revenues	\$15,472,658	\$15,472,658	\$0	\$15,472,658	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	\$0	0.0%
Federal Funds	\$4,800,336	\$4,800,336	\$0	\$4,800,336	\$0	0.0%
	\$63,084,624	\$62,243,427	\$0	\$62,243,427	(\$841,197)	-1.3%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
20 Other Requirements						
State General Fund	\$494,419,850	\$436,037,370	\$81,129,228	\$517,166,598	\$22,746,748	4.6%
Interagency Transfers	\$45,669,009	\$43,174,928	\$0	\$43,174,928	(\$2,494,081)	-5.5%
Fees & Self-gen Revenues	\$10,978,280	\$14,153,280	\$0	\$14,153,280	\$3,175,000	28.9%
Statutory Dedications	\$259,696,604	\$215,051,418	\$0	\$215,051,418	(\$44,645,186)	-17.2%
Federal Funds	\$5,556,260	\$5,556,260	\$0	\$5,556,260	\$0	0.0%
	\$816,320,003	\$713,973,256	\$81,129,228	\$795,102,484	(\$21,217,519)	-2.6%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
OTHER APPROPRIATION BILLS						
State General Fund	\$215,503,900	\$235,688,616	\$59,944,358	\$295,632,974	\$80,129,074	37.2%
Interagency Transfers	\$697,055,051	\$642,756,213	\$0	\$642,756,213	(\$54,298,838)	-7.8%
Fees & Self-gen Revenues	\$1,577,612,759	\$1,655,315,328	\$0	\$1,655,315,328	\$77,702,569	4.9%
Statutory Dedications	\$1,250,904,310	\$1,306,921,165	\$0	\$1,306,921,165	\$56,016,855	4.5%
Federal Funds	\$62,713,000	\$69,341,800	\$0	\$69,341,800	\$6,628,800	10.6%
	\$3,803,789,020	\$3,910,023,122	\$59,944,358	\$3,969,967,480	\$166,178,460	4.4%
T.O.	1,156	1,188	0	1,188	32	2.8%
Other Charges Positions	9	9	0	9	0	0.0%
21 Ancillary						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$646,285,095	\$620,178,520	\$0	\$620,178,520	(\$26,106,575)	-4.0%
Fees & Self-gen Revenues	\$1,506,664,222	\$1,572,404,098	\$0	\$1,572,404,098	\$65,739,876	4.4%
Statutory Dedications	\$151,000,000	\$151,000,000	\$0	\$151,000,000	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$2,303,949,317	\$2,343,582,618	\$0	\$2,343,582,618	\$39,633,301	1.7%
T.O.	1,156	1,188	0	1,188	32	2.8%
Other Charges Positions	9	9	0	9	0	0.0%
23 Judiciary						
State General Fund	\$151,530,944	\$111,085,806	\$42,445,138	\$153,530,944	\$2,000,000	1.3%
Interagency Transfers	\$9,392,850	\$9,392,850	\$0	\$9,392,850	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$10,240,925	\$10,240,925	\$0	\$10,240,925	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$171,164,719	\$130,719,581	\$42,445,138	\$173,164,719	\$2,000,000	1.2%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
24 Legislative						
State General Fund	\$62,472,956	\$44,973,736	\$17,499,220	\$62,472,956	\$0	0.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$22,373,567	\$22,989,230	\$0	\$22,989,230	\$615,663	2.8%
Statutory Dedications	\$10,000,000	\$10,000,000	\$0	\$10,000,000	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$94,846,523	\$77,962,966	\$17,499,220	\$95,462,186	\$615,663	0.6%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
26 Capital Outlay Cash						
State General Fund	\$1,500,000	\$79,629,074	\$0	\$79,629,074	\$78,129,074	5208.6%
Interagency Transfers	\$41,377,106	\$13,184,843	\$0	\$13,184,843	(\$28,192,263)	-68.1%
Fees & Self-gen Revenues	\$48,574,970	\$59,922,000	\$0	\$59,922,000	\$11,347,030	23.4%
Statutory Dedications	\$1,079,663,385	\$1,135,680,240	\$0	\$1,135,680,240	\$56,016,855	5.2%
Federal Funds	\$62,713,000	\$69,341,800	\$0	\$69,341,800	\$6,628,800	10.6%
	\$1,233,828,461	\$1,357,757,957	\$0	\$1,357,757,957	\$123,929,496	10.0%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%

	FY 2018		FY 2019			
	EOB 12/1/2017	Budgeted	HB 1 3rd ES	Total	2019 - 2018	Percent
			Section 19		Change	Change
NON-APPROPRIATED REQUIREMENTS						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$572,103,581	\$569,129,317	\$0	\$569,129,317	(\$2,974,264)	-0.5%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
22 Non-Appropriated Requirements						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$572,103,581	\$569,129,317	\$0	\$569,129,317	(\$2,974,264)	-0.5%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%



John D. Carpenter
Legislative Fiscal Officer

STATE OF LOUISIANA
LEGISLATIVE FISCAL OFFICE
BATON ROUGE

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TO: The Honorable Taylor F. Barras, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: John D. Carpenter, Legislative Fiscal Officer *JDC*
Evan J. Brasseaux, LFO Staff Director *EB*

DATE: June 21, 2018

SUBJECT: House Rule 7.19, HB 1 Engrossed of the 3rd ES of 2018

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. The LFO is providing this information for HB 1 Engrossed.

HR 7.19 One-Time Money

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 on April 12, 2018, and affirmed on May 22, 2018, for FY 19 of \$8,947.2 M and for FY 20 of \$9,093.9 M, which equates to an increase of \$146.7 M in SGF revenue. The amount of one-time funds, as defined by HR 7.19, allowed to be appropriated in HB 1 for FY 19 expenditure is \$146.7 M.

FY 20 Replacement Financing Decisions

Although HR 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 20 relative to the current structure of the FY 19 proposed operating budget. Due to this issue, the LFO is not only providing the HR 7.19 report to comply with the House Rule, we are also providing a detail of significant potential FY 20 financing replacements that will have to be made as a result of the proposed FY 19 budget.

Act 10 of the 2nd ES redirected \$46.2 M in statutorily dedicated funds from the Deepwater Horizon Economic Damages Fund to the state general fund to fund spending priorities in various budget units. These revenues will not be available for transfer in FY 20 unless the legislature effectuates similar transfers or makes statutory changes. As such, agencies utilizing these revenues will either require offsets from other means of finance or will be required to reduce expenditures.

HB 1 Engrossed contains an appropriation of \$1,521,928 from the Overcollections Fund to the Office of Elderly Affairs *Senior Center Program* to supplement the funding formula and restore funding to the existing operating budget. These funds are the result of a settlement agreement related to tax disputes on medical devices. The total anticipated revenue from these agreements is \$9.7 M of which \$6.6 M has proposed earmarks. The remaining \$3.1 M will be deposited into the state general fund upon finalized agreements and will be available for future appropriation.

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



John D. Carpenter
Legislative Fiscal Officer

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To: The Honorable John Alario, President of the Senate
Honorable Members of the Senate

The Honorable Taylor Barras, Speaker of the House
Honorable Members of the House of Representatives

From: John D. Carpenter, Legislative Fiscal Officer
Evan Brasseaux, LFO Staff Director

Date: June 15, 2018

Subject: LFO Analysis of HB 1 Enrolled of the 2018 2nd E.S.

The Legislative Fiscal Office has prepared a preliminary booklet for your use in the continued deliberations of FY 19 funding of the state operating budget. The booklet includes an executive summary that details the impacts of HB 1 Enrolled for certain agencies. Additionally, the document illustrates pro-rata allocations of potential revenue to the supplemental appropriations which are contingent on the passage of legislation. Finally this document contains a summary of the state budget including means of finance by department.

Please contact us if you have questions or need additional information.

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EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 5/22/18 and affirmed the forecast adopted at the 4/12/18 meeting. That April forecast increased overall state tax revenue forecasts for the ensuing fiscal year (FY 19) by \$345.9 M relative to the forecast in place from 12/14/17. The revenue forecast upgrade is largely attributable to greater than expected personal income tax collections resulting from recently enacted federal tax law changes that will reduce the state deduction for federal tax liabilities, as well as the state deduction for excess federal itemized deductions. A higher oil price projection also contributed to the forecast upgrade. However, a significant fall in forecasts from FY 18 to FY 19 of \$641.2 M still exists, and largely reflects the expiration of a fifth percent of sales tax rate and base broadening at the end of FY 18.

Largely due to two factors, the forecast for the current fiscal year (FY 18) was actually decreased by \$6.5 M from the December forecast. First, an administrative decision to eliminate the advance payment of a hospital lease payment reduced receipts expected late in FY 18. This is a one-time adjustment, affecting FY 18 only. Second, an allocation to the New Opportunities Waiver program was acknowledged at this latest REC meeting. Upgrades to expected income and severance tax receipts, as well as a substitution of funds for the Budget Stabilization Fund, were sufficient to make the net forecast decrease as small as it was. It should be noted that excess expected revenue in FY 18 is still \$146.4 M above the revenue forecast utilized to fund the current year budget.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are now forecast to stay near the new higher current forecast but are highly uncertain and dependent on a producing country agreement to restrain production and a rare period of economic growth synchronization across major world economies. In addition, while the U.S. economy has continued to exhibit modest strength in metrics such as employment, growth in wages and inflation have only just started to exhibit upward movement above long running rates. State employment stopped declining in August 2016 but has exhibited only barely positive employment growth since then, with consequently only modest responsiveness of baseline state tax receipts.

Funding Instruments

Two alternative sales tax instruments, providing additional funding for the FY 19 general fund budget, were considered near the end of the 2nd ES. First considered was HB 27, which continued 1/3 of the new fifth penny of sales tax (a 4.33% rate) through FY 25, generating approximately \$400 M of general fund revenue. Next considered was HB 12, which continued 1/2 of the new fifth penny of sales tax (a 4.5% rate) through FY 25, generating some \$507M of general fund revenue. Both bills were similar, but not identical, in that they also subjected various traditionally exempt transactions to their respective full 4.33% or 4.5% proposed state tax rates. Each bill's estimated revenue was inclusive of taxation of all these transactions. Both of these bills failed to pass.

An individual income tax instrument, Act 6 (HB 18), was also considered. This bill continues a limitation of a credit against individual income taxes for taxes paid to other states through FY 23 and is expected to generate some \$33.6 M of revenue in FY 19 and each subsequent year during this period. The bill was amended in Conference Committee to include an increase in the state earned income tax credit from the current 3.5% of the federal credit amount to 5%, beginning in FY 20 through FY 26. This provision will result in a \$21 M per year increase in the credit. The net effect of the two provisions is a \$33.6 M increase in expected revenue in FY 19, and \$12.6 M in FY 20 through FY 23.

A third general fund resource is contained in Act 10 SB 2 where Deepwater Horizon settlement funds to be received in FY 19 are redirected to the state general fund and away from their current statutorily dedicated allocations: the Medicaid Trust Fund for the Elderly (45%), the Budget Stabilization Fund (45%), and the Health Trust Fund (10%). This reallocation transfers \$53.3 M to the state general fund. This bill has been enrolled. **Note:** HB 1 Enrolled contains a transfer in the amount of \$5.3 M from the SGF to the Health Trust Fund and \$1.7 M to the Medicaid Trust Fund, resulting in a net SGF revenue source of \$46.1 M.

FY 19 Expenditures

HB 1 Enrolled of the 2nd E.S. of 2018 (herein after referred to as HB 1) inclusive of supplemental appropriations, increases \$429,192,179 from the FY 18 EOB as of 12/1/17. The total increase is comprised of \$72,109,012 SGF, \$88,945,485 SGR, \$11,523,813 Statutory

Dedications, and \$289,220,466 Federal funds; while being partially offset by a decrease of \$32,606,597 IAT.

HB 1 Enrolled contains appropriations in the base in an amount commensurate with the current revenue estimate. Additionally, SGF supplemental appropriations totaling \$526.3 M were contemplated based on anticipated revenues from legislation discussed above (*Funding Instruments*). See **Table 1** on page 4 for a detailed summary of reductions, restorations, and other spending priorities. To the extent sufficient revenues are not enacted, these supplemental appropriations will be funded on a pro-rata basis. The legislature did not approve measures that raised revenue in the 2nd ES sufficient to fund both the base and supplemental sections of HB 1. In addition to the base SGF of \$8,284 B, a lesser amount of approximately \$79.7 M is anticipated to be available to fund the supplemental section. For a pro-rata allocation of these funds, refer to **Table 2** on page 5. Additionally, for illustrative purposes, the LFO has calculated a pro-rata allocation of \$393 M SGF revenue based on the amounts proposed by HB 27 Conference Committee Amendments (see **Table 3** on page 6); and \$507 M based on the amounts proposed by HB 12 Reengrossed with Senate Amendments (see **Table 4** on page 7).

Note: The Legislative and Judicial appropriation bills contain supplemental funding in the amount of \$17.4 M and \$42.4 M respectively. There are conflicting interpretations as to whether language included in the Legislative Appropriation Act (Act 79 of the 2018 RS) and the Judicial Appropriation Act (Act 69 of the 2018 RS) establish funding priorities for these appropriations over all others with the exception of the salaries of the constitutional officers of the state.

Furthermore, preamble language included in Section 13A of HB 1 Enrolled provides that appropriations for the payment of judgments against the state, legal expenses, back supplemental pay, the appropriation act for the expenses of the Department of Justice, the appropriation act for the expenses of the judiciary and the legislature shall have preference and priority over any of the items in the General Appropriation Act or the Capital Outlay Act for any fiscal year.

It is unclear to the LFO whether the expenses of the Legislature, the Judiciary and the Department of Justice will take priority over all other appropriations, including those contained in the supplemental appropriation section. However, for the purpose of this analysis and the calculations contained in Tables 2, 3 and 4, these revenues are all considered to be subject to the pro-rata allocation with regard to funding restorations and/or enhancements.

Funding Shortfalls and Unfunded Spending Priorities

Below is a summary of SGF reductions, restorations, and other spending priorities contained in the supplemental appropriation section of HB 1. **Note:** Detailed overviews containing budgetary impacts for selected agencies begin on page 8.

- **\$264.5 M** – (See breakdown by department in Table 1 on page 4) In addition to reductions contained in the Executive Budget recommendation, an across-the-board reduction of 24.2% to discretionary SGF is contained in the operating budget of all agencies totaling \$264.5 M, excluding the Department of Health, the Health Care Services Division and Higher Education. Higher Education is directed to reduce expenditures by 10.8%, while excluding LSUHSC-New Orleans and LSUHSC-Shreveport and certain other programs and activities from these reductions. This reduction language was inserted at the beginning of each Schedule and does not identify specific reduction amounts at the agency level. The LFO assumes the reductions will be applied uniformly to all agencies receiving a discretionary SGF appropriation throughout this document. However, the authority to allocate the reduction within the agencies of each budget schedule is given to the commissioner of administration.
- **\$4.5 M** – LaGov balance of first year of phased implementation to bring Executive branch agencies onto new system (In addition \$2.35 M from statutorily dedicated Overcollections Fund is included in HB 1 funded based, and \$4.6 M SGF is contained in the Act 8 of the 2018 2nd ES).
- **\$1.3 M** – Elected Officials, restoration of 5% reduction contained in the Executive Budget recommendation
 - \$480 K for the Secretary of State
 - \$896 K for the Attorney General
- **\$1.4 M** – Economic Development restoration to the Matching Grants Program

- **\$1.7** – CRT restoration of 5% reduction contained in the Executive Budget recommendation; further provides approximately \$1.65 M enhanced funding
- **\$25.4 M** – Corrections Services
 - \$21.7 M for restoration of personal services; replacement acquisitions and major repairs; and CSO salary pay raises
 - \$2.7 M for Winn Correctional restoration of contract funding
 - \$1 M for Allen Correctional acquisitions and major repairs
- **\$25.5 M** – Youth Services
 - \$12 M for operating expenses of the Acadiana Center for Youth
 - \$10.8 M for Regional Programming (includes 14 T.O.)
 - \$2 M for the Raise the Age initiative (Act 501 of 2016 RS)
 - \$800 K for statewide facility repairs and maintenance
- **\$1 M** – DCFS for Youth aging out of Foster Care (Act 649 of 2018 RS)
- **\$1 M** – Workforce Commission for the LA Rehabilitation Services (includes \$3.7 M Federal funds)
- **\$101.7 M** – Higher Education formula funding reduction equates to approximately 18% reduction to all institutions of higher education (excludes Medical Schools, Pennington Biomedical Research Center, and the Ag Centers)
 - \$70.4 M is the 10.8% reduction included in the \$264.5 M in bullet 1 above
 - \$25.7 M restoration of reductions included in the Executive Budget recommendation
 - \$3.2 M for Southern University System Accreditation
 - \$1.5 M for Grambling State University
 - \$1 M GO Grants
- **\$88.4 M** – TOPS represents remaining 30% of total FY 19 need
- **\$2.7 M** – Special Schools and Commissions
 - \$1 M for LSDVI acquisitions and major repairs
 - \$190 K for LSMSA for one vacant position and maintenance
 - \$860 K for THRIVE Academy for an additional grade level
 - \$270 K for LETA for hardware repairs and maintenance
 - \$290 K for NOCCA for operating service and building maintenance
 - \$50 K for BESE for one vacant position
- **\$2.1 M** – Student Scholarship for Educational Excellence Program to annualize cost of existing voucher participants
- **\$14.6 M** – Non-Public Educational Assistance
 - \$7.6 M for Required Services (91% of EOB)
 - \$7.0 M for School Lunch Salary Supplements (93% of EOB)
- **\$70.9 M** – Other Requirements including
 - \$44.2 M for Local Housing of State Inmates
 - \$25.8 M for District Attorney
 - \$980 K for Justice of the Peace Supplemental Pay

TABLE 1
HB 1 Supplemental (SGF Only)

Department Name	24.2% Reduction	Restoration in Supplemental	2% Reduction Supplemental	Prioritized Spending Supplemental*	TOTAL Supplemental
Executive Department	\$ (27,175,091)	\$ 27,175,091	\$ -	\$ 4,900,000	\$ 32,075,091
Department of Veterans Affairs	\$ (1,203,093)	\$ 1,203,093	\$ -	\$ -	\$ 1,203,093
Secretary of State	\$ (6,484,890)	\$ 6,484,890	\$ (534,262)	\$ 480,000	\$ 6,430,628
Office of the Attorney General	\$ (3,600,506)	\$ 3,600,506	\$ (296,630)	\$ 869,649	\$ 4,173,525
Lieutenant Governor	\$ (186,259)	\$ 186,259	\$ (15,345)	\$ -	\$ 170,914
State Treasurer	\$ -	\$ -	\$ -	\$ -	\$ -
Public Service Commission	\$ -	\$ -	\$ -	\$ -	\$ -
Agriculture and Forestry	\$ (3,223,154)	\$ 3,223,154	\$ (265,542)	\$ -	\$ 2,957,612
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	\$ -
Economic Development	\$ (4,327,135)	\$ 4,327,135	\$ (356,494)	\$ 1,360,000	\$ 5,330,641
Culture Recreation and Tourism	\$ (6,737,022)	\$ 6,737,022	\$ (555,034)	\$ 1,650,000	\$ 7,831,988
Transportation & Development	\$ -		\$ -	\$ -	\$ -
Corrections Services	\$ (19,544,822)	\$ 19,544,822	\$ (1,610,213)	\$ 25,452,000	\$ 43,386,609
Public Safety Services	\$ -		\$ -	\$ -	\$ -
Youth Services	\$ (22,030,081)	\$ 22,030,081	\$ (1,814,963)	\$ 25,550,000	\$ 45,765,118
Health	\$ -		\$ -	\$ -	\$ -
Children and Family Services	\$ (34,712,518)	\$ 34,712,518	\$ -	\$ 1,000,000	\$ 35,712,518
Natural Resources	\$ (2,111,043)	\$ 2,111,043	\$ (173,920)	\$ 280,000	\$ 2,217,123
Revenue	\$ -		\$ -	\$ -	\$ -
Environmental Quality	\$ -		\$ -	\$ -	\$ -
Workforce Commission	\$ (1,792,398)	\$ 1,792,398	\$ (147,668)	\$ 1,000,000	\$ 2,644,730
Civil Service	\$ (1,213,245)	\$ 1,213,245	\$ (99,954)	\$ -	\$ 1,113,291
Higher Education	\$ (70,379,221)	\$ 70,379,221	\$ -	\$ 119,749,514	\$ 190,128,735
Special Schools and Commissions	\$ (9,783,880)	\$ 9,783,880	\$ (806,051)	\$ 2,700,000	\$ 11,677,829
Education	\$ (26,816,627)	\$ 26,816,627	\$ (2,209,305)	\$ 16,691,827	\$ 41,299,149
LSU Health Care Services Division	\$ -		\$ -	\$ -	\$ -
Other Requirements	\$ (23,132,392)	\$ 23,132,392	\$ (1,905,777)	\$ 70,902,613	\$ 92,129,228
Subtotal HB 1	\$ (264,453,377)	\$ 264,453,377	\$ (10,791,158)	\$ 272,585,603	\$ 526,247,822
		*Prioritized Spending Increases			
Executive Office				\$ 343,000	
Division of Administration - LAGOV				\$ 4,557,000	
State - Reigstrar of Voter increases				\$ 480,000	
Justice - Restoration Executive budget reductions				\$ 869,649	
Economic Development				\$ 1,360,000	
CRT - Office of the Secretary				\$ 1,650,000	
Corrections Services - pay raise, acquisitions				\$ 21,690,000	
Winn Correctional Cener				\$ 2,740,000	
Allen Correctional Center				\$ 1,022,000	
Youth Services - Raise the Age Initiative				\$ 2,000,000	
Youth Services - Youth Centers' repairs				\$ 800,000	
Youth Services - Acadiana Center for Youth				\$ 12,000,000	
Youth Services - Regional Programs				\$ 10,750,000	
Children and Family Services - Foster Care (SB 129)				\$ 1,000,000	
Natural Resources - Legacy site remediation				\$ 280,000	
Workforce Commission - LA Rehabilitation Services				\$ 1,000,000	
Education - Student Scholarship for Educational Excellence Program				\$ 2,100,000	
Education - Non-Public Educational Assistance				\$ 14,591,827	
Special Schools and Commissions				\$ 2,700,000	
Board of Regents - Restoration Executive Budget reductions				\$ 25,680,922	
Board of Regents - GO Grants				\$ 1,000,000	
Taylor Opportunity Program for Students (TOPS)				\$ 88,368,592	
Southern University Board of Supervisors				\$ 3,200,000	
University of LA System - Grambling				\$ 1,500,000	
Local Housing of Adult Offenders - Parole Hold				\$ 10,000,000	
Local Housing of Adult Offenders - Transitional Work Program				\$ 4,976,775	
Local Housing of Adult Offenders				\$ 29,136,125	
District Attorney/ Asst DAs Salary payments				\$ 25,809,713	
Justice of the Peace Supplemental Pay				\$ 980,000	
Subtotal				\$ 272,585,603	
Legislature (HB 33)	\$ (16,375,572)	\$ 17,499,220	\$ -	\$ -	\$ 17,499,220
Judiciary (HB 34)	\$ (34,868,591)	\$ 42,445,138	\$ -	\$ -	\$ 42,445,138
Subtotal	\$ (51,244,163)	\$ 59,944,358	\$ -	\$ -	\$ 59,944,358
Total	\$ (315,697,540)	\$ 324,397,735	\$ (10,791,158)	\$ 272,585,603	\$ 586,192,180

TABLE 2
\$79.8 M SGF Revenue

Reflects a pro-rata distribution of SGF revenue totaling \$79.8 M derived from the following sources:

- \$33.6 M as a result of Act 6 of the 2018 2nd ES;
- \$46,192,180 M as a result of Act 10 of the 2nd ES.

Department Name	STATE GENERAL FUND ONLY				Change from EOB w/o Supplemental	%	HB 1		Revenue \$79.8 M	Revised based on Pro-rata Funding of Supplemental	
	FY 18 EOB	HB 1 Enrolled	HB 1 Funded Base				Supplemental			HB 1 Funded Base	Change from FY 18 EOB
Executive Department	\$ 152,107,148	\$ 133,373,353	\$ 101,298,262	\$ (50,808,886)	-38.1%	\$ 32,075,091	\$ 4,366,045	\$ 105,664,307	\$ (46,442,841)	-30.5%	
Department of Veterans Affairs	\$ 5,476,292	\$ 5,592,418	\$ 4,389,325	\$ (1,086,967)	-19.4%	\$ 1,203,093	\$ 163,764	\$ 4,553,089	\$ (923,203)	-16.9%	
Secretary of State	\$ 53,158,836	\$ 56,115,786	\$ 49,685,158	\$ (3,473,678)	-6.2%	\$ 6,430,628	\$ 875,334	\$ 50,560,492	\$ (2,598,344)	-4.9%	
Office of the Attorney General**	\$ 19,387,540	\$ 16,783,504	\$ 12,609,979	\$ (6,777,561)	-40.4%	\$ 4,173,525	\$ 568,098	\$ 13,178,077	\$ (6,209,463)	-32.0%	
Lieutenant Governor	\$ 1,047,280	\$ 1,041,842	\$ 870,928	\$ (176,352)	-16.9%	\$ 170,914	\$ 23,265	\$ 894,193	\$ (153,087)	-14.6%	
State Treasurer	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Public Service Commission*	\$ 66,396	\$ -	\$ -	\$ (66,396)	-100.0%	\$ -	\$ -	\$ -	\$ (66,396)	-100.0%	
Agriculture and Forestry*	\$ 25,275,042	\$ 18,900,151	\$ 15,942,539	\$ (9,332,503)	-49.4%	\$ 2,957,612	\$ 402,589	\$ 16,345,128	\$ (8,929,914)	-35.3%	
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Economic Development	\$ 14,373,495	\$ 19,921,263	\$ 14,590,622	\$ 217,127	1.1%	\$ 5,330,641	\$ 725,604	\$ 15,316,226	\$ 942,731	6.6%	
Culture Recreation and Tourism	\$ 31,480,277	\$ 32,849,420	\$ 25,017,432	\$ (6,462,845)	-19.7%	\$ 7,831,988	\$ 1,066,086	\$ 26,083,518	\$ (5,396,759)	-17.1%	
Transportation & Development	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Corrections Services	\$ 490,875,885	\$ 516,381,506	\$ 472,994,897	\$ (17,880,988)	-3.5%	\$ 43,386,609	\$ 5,905,763	\$ 478,900,660	\$ (11,975,225)	-2.4%	
Public Safety Services*	\$ 19,410,048	\$ -	\$ -	\$ (19,410,048)	-100.0%	\$ -	\$ -	\$ -	\$ (19,410,048)	-100.0%	
Youth Services	\$ 109,587,852	\$ 119,996,621	\$ 74,231,503	\$ (35,356,349)	-29.5%	\$ 45,765,118	\$ 6,229,524	\$ 80,461,027	\$ (29,126,825)	-26.6%	
Health	\$ 2,415,119,251	\$ 2,478,211,795	\$ 2,478,211,795	\$ 63,092,544	2.5%	\$ -	\$ -	\$ 2,478,211,795	\$ 63,092,544	2.6%	
Children and Family Services	\$ 174,260,354	\$ 193,377,419	\$ 157,664,901	\$ (16,595,453)	-8.6%	\$ 35,712,518	\$ 4,861,170	\$ 162,526,071	\$ (11,734,283)	-6.7%	
Natural Resources	\$ 9,421,017	\$ 9,523,801	\$ 7,306,678	\$ (2,114,339)	-22.2%	\$ 2,217,123	\$ 301,794	\$ 7,608,472	\$ (1,812,545)	-19.2%	
Revenue*	\$ 33,892,165	\$ -	\$ -	\$ (33,892,165)	-100.0%	\$ -	\$ -	\$ -	\$ (33,892,165)	-100.0%	
Environmental Quality	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Workforce Commission	\$ 7,399,887	\$ 8,252,219	\$ 5,607,489	\$ (1,792,398)	-21.7%	\$ 2,644,730	\$ 359,999	\$ 5,967,488	\$ (1,432,399)	-19.4%	
Wildlife and Fisheries	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Civil Service	\$ 5,326,196	\$ 5,343,846	\$ 4,230,555	\$ (1,095,641)	-20.5%	\$ 1,113,291	\$ 151,541	\$ 4,382,096	\$ (944,100)	-17.7%	
Higher Education	\$ 745,199,572	\$ 749,668,786	\$ 648,908,643	\$ (96,290,929)	-12.8%	\$ 100,760,143	\$ 13,715,419	\$ 662,624,062	\$ (82,575,510)	-11.1%	
TOPS/GO Grant	\$ 259,771,791	\$ 265,071,041	\$ 175,702,449	\$ (84,069,342)	-32.4%	\$ 89,368,592	\$ 12,164,807	\$ 187,867,256	\$ (71,904,535)	-27.7%	
Special Schools and Commissions	\$ 42,044,885	\$ 45,469,686	\$ 33,791,857	\$ (8,253,028)	-18.2%	\$ 11,677,829	\$ 1,589,580	\$ 35,381,437	\$ (6,663,448)	-15.8%	
Education	\$ 145,432,352	\$ 143,396,935	\$ 102,097,786	\$ (43,334,566)	-29.8%	\$ 41,299,149	\$ 5,621,619	\$ 107,719,405	\$ (37,712,947)	-25.9%	
MFP	\$ 3,458,986,781	\$ 3,438,191,214	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	\$ -	\$ -	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	
LSU Health Care Services Division	\$ 24,427,906	\$ 24,427,906	\$ 24,427,906	\$ -	0.0%	\$ -	\$ -	\$ 24,427,906	\$ -	0.0%	
Other Requirements	\$ 494,419,850	\$ 528,166,598	\$ 436,037,370	\$ (58,382,480)	-11.1%	\$ 92,129,228	\$ 12,540,583	\$ 448,577,953	\$ (45,841,897)	-9.3%	
Subtotal HB 1	\$ 8,737,948,098	\$ 8,810,057,110	\$ 8,283,809,288	\$ (454,138,810)	-5.2%	\$ 526,247,822	\$ 71,632,585	\$ 8,355,441,873	\$ (382,506,225)	-4.4%	
Legislature (HB 751)	\$ 62,472,956	\$ 62,472,956	\$ 44,973,736	\$ (17,499,220)	-28.0%	\$ 17,499,220	\$ 2,381,985	\$ 47,355,721	\$ (15,117,235)	-24.2%	
Judiciary (HB 698)	\$ 151,530,944	\$ 153,530,944	\$ 111,085,806	\$ (40,445,138)	-26.3%	\$ 42,445,138	\$ 5,777,610	\$ 116,863,416	\$ (34,667,528)	-22.9%	
Subtotal	\$ 214,003,900	\$ 216,003,900	\$ 156,059,542	\$ (57,944,358)	-27.1%	\$ 59,944,358	\$ 8,159,595	\$ 164,219,137	\$ (49,784,763)	-23.3%	
Capital Outlay Cash	\$ 1,500,000	\$ 79,629,074	\$ 79,629,074	\$ 78,129,074	5208.6%	\$ -	\$ -	\$ 79,629,074	\$ 78,129,074	5208.6%	
Non Appropriated	\$ 507,903,581	\$ 514,371,375	\$ 514,371,375	\$ 6,467,794	1.3%	\$ -	\$ -	\$ 514,371,375	\$ 6,467,794	1.3%	
Subtotal	\$ 509,403,581	\$ 594,000,449	\$ 594,000,449	\$ 84,596,868	16.6%	\$ -	\$ -	\$ 594,000,449	\$ 84,596,868	16.7%	
TOTAL	\$ 9,461,355,579	\$ 9,620,061,459	\$ 9,033,869,279	\$ (427,486,300)	-4.5%	\$ 586,192,180	\$ 79,792,180	\$ 9,113,661,459	\$ (347,694,120)	-3.7%	

Table reflects State General Fund Only

* SGF reductions are the result of means of finance substitution increasing SGR and Statutory Dedications by a like amount
** SGF reduction includes \$2.6 M of one-time funding in FY 18 to offset transfers from escrow account

TABLE 3
\$472.8 M SGF Revenue

Reflects a pro-rata distribution of SGF revenue totaling \$472.8 M derived from the following sources:

- \$33.6 M as a result of Act 6 of the 2018 2nd ES;
- \$46,192,180 M as a result of Act 10 of the 2nd ES;
- \$393 M as proposed in HB 27 Conference Committee Amendments of the 2018 2nd ES.

Department Name	STATE GENERAL FUND ONLY				Change from EOB w/o Supplemental	%	HB 1		Revised based on HB 1 Funded Base	Pro-rata Funding of Supplemental	
	FY 18 EOB	HB 1 Enrolled	HB 1 Funded Base				Supplemental	Revenue \$472.8 M		Change from FY 18 EOB	
Executive Department	\$ 152,107,148	\$ 133,373,353	\$ 101,298,262	\$ (50,808,886)	-38.1%	\$ 32,075,091	\$ 25,870,103	\$ 127,168,365	\$ (24,938,783)	-16.4%	
Department of Veterans Affairs	\$ 5,476,292	\$ 5,592,418	\$ 4,389,325	\$ (1,086,967)	-19.4%	\$ 1,203,093	\$ 970,352	\$ 5,359,677	\$ (116,615)	-2.1%	
Secretary of State	\$ 53,158,836	\$ 56,115,786	\$ 49,685,158	\$ (3,473,678)	-6.2%	\$ 6,430,628	\$ 5,186,611	\$ 54,871,769	\$ 1,712,933	3.2%	
Office of the Attorney General**	\$ 19,387,540	\$ 16,783,504	\$ 12,609,979	\$ (6,777,561)	-40.4%	\$ 4,173,525	\$ 3,366,149	\$ 15,976,128	\$ (3,411,412)	-17.6%	
Lieutenant Governor	\$ 1,047,280	\$ 1,041,842	\$ 870,928	\$ (176,352)	-16.9%	\$ 170,914	\$ 137,850	\$ 1,008,778	\$ (38,502)	-3.7%	
State Treasurer	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Public Service Commission*	\$ 66,396	\$ -	\$ -	\$ (66,396)	-100.0%	\$ -	\$ -	\$ -	\$ (66,396)	-100.0%	
Agriculture and Forestry*	\$ 25,275,042	\$ 18,900,151	\$ 15,942,539	\$ (9,332,503)	-49.4%	\$ 2,957,612	\$ 2,385,456	\$ 18,327,995	\$ (6,947,047)	-27.5%	
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Economic Development	\$ 14,373,495	\$ 19,921,263	\$ 14,590,622	\$ 217,127	1.1%	\$ 5,330,641	\$ 4,299,418	\$ 18,890,040	\$ 4,516,545	31.4%	
Culture Recreation and Tourism	\$ 31,480,277	\$ 32,849,420	\$ 25,017,432	\$ (6,462,845)	-19.7%	\$ 7,831,988	\$ 6,316,875	\$ 31,334,307	\$ (145,970)	-0.5%	
Transportation & Development	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Corrections Services	\$ 490,875,885	\$ 516,381,506	\$ 472,994,897	\$ (17,880,988)	-3.5%	\$ 43,386,609	\$ 34,993,386	\$ 507,988,283	\$ 17,112,398	3.5%	
Public Safety Services*	\$ 19,410,048	\$ -	\$ -	\$ (19,410,048)	-100.0%	\$ -	\$ -	\$ -	\$ (19,410,048)	-100.0%	
Youth Services	\$ 109,587,852	\$ 119,996,621	\$ 74,231,503	\$ (35,356,349)	-29.5%	\$ 45,765,118	\$ 36,911,768	\$ 111,143,271	\$ 1,555,419	1.4%	
Health	\$ 2,415,119,251	\$ 2,478,211,795	\$ 2,478,211,795	\$ 63,092,544	2.5%	\$ -	\$ -	\$ 2,478,211,795	\$ 63,092,544	2.6%	
Children and Family Services	\$ 174,260,354	\$ 193,377,419	\$ 157,664,901	\$ (16,595,453)	-8.6%	\$ 35,712,518	\$ 28,803,863	\$ 186,468,764	\$ 12,208,410	7.0%	
Natural Resources	\$ 9,421,017	\$ 9,523,801	\$ 7,306,678	\$ (2,114,339)	-22.2%	\$ 2,217,123	\$ 1,788,216	\$ 9,094,894	\$ (326,123)	-3.5%	
Revenue*	\$ 33,892,165	\$ -	\$ -	\$ (33,892,165)	-100.0%	\$ -	\$ -	\$ -	\$ (33,892,165)	-100.0%	
Environmental Quality	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Workforce Commission	\$ 7,399,887	\$ 8,252,219	\$ 5,607,489	\$ (1,792,398)	-21.7%	\$ 2,644,730	\$ 2,133,102	\$ 7,740,591	\$ 340,704	4.6%	
Wildlife and Fisheries	\$ -	\$ -	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -	-	
Civil Service	\$ 5,326,196	\$ 5,343,846	\$ 4,230,555	\$ (1,095,641)	-20.5%	\$ 1,113,291	\$ 897,923	\$ 5,128,478	\$ (197,718)	-3.7%	
Higher Education	\$ 745,199,572	\$ 749,668,786	\$ 648,908,643	\$ (96,290,929)	-12.8%	\$ 100,760,143	\$ 81,267,900	\$ 730,176,543	\$ (15,023,029)	-2.0%	
ITDPS/ CO Grant	\$ 259,771,791	\$ 265,071,041	\$ 175,702,449	\$ (84,069,342)	-32.4%	\$ 89,368,592	\$ 72,080,067	\$ 247,782,516	\$ (11,989,275)	-4.6%	
Special Schools and Commissions	\$ 42,044,885	\$ 45,469,686	\$ 33,791,857	\$ (8,253,028)	-18.2%	\$ 11,677,829	\$ 9,418,731	\$ 43,210,588	\$ 1,165,703	2.8%	
Education	\$ 145,432,352	\$ 143,396,935	\$ 102,097,786	\$ (43,334,566)	-29.8%	\$ 41,299,149	\$ 33,309,750	\$ 135,407,536	\$ (10,024,816)	-6.9%	
MFP	\$ 3,458,986,781	\$ 3,438,191,214	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	\$ -	\$ -	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	
LSU Health Care Services Division	\$ 24,427,906	\$ 24,427,906	\$ 24,427,906	\$ -	0.0%	\$ -	\$ -	\$ 24,427,906	\$ -	0.0%	
Other Requirements	\$ 494,419,850	\$ 528,166,598	\$ 436,037,370	\$ (58,382,480)	-11.1%	\$ 92,129,228	\$ 74,306,652	\$ 510,344,022	\$ 15,924,172	3.2%	
Subtotal HB 1	\$ 8,737,948,098	\$ 8,810,057,110	\$ 8,283,809,288	\$ (454,138,810)	-5.2%	\$ 526,247,822	\$ 424,444,173	\$ 8,708,253,461	\$ (29,694,637)	-0.3%	
Legislature (HB 751)	\$ 62,427,956	\$ 62,472,956	\$ 44,973,736	\$ (17,499,220)	-28.0%	\$ 17,499,220	\$ 14,113,962	\$ 59,087,698	\$ (3,385,258)	-5.4%	
Judiciary (HB 698)	\$ 151,530,944	\$ 153,530,944	\$ 111,085,806	\$ (40,445,138)	-26.3%	\$ 42,445,138	\$ 34,234,045	\$ 145,319,851	\$ (6,211,093)	-4.1%	
Subtotal	\$ 214,003,900	\$ 216,003,900	\$ 156,059,542	\$ (57,944,358)	-27.1%	\$ 59,944,358	\$ 48,348,007	\$ 204,407,549	\$ (9,596,351)	-4.5%	
Capital Outlay Cash	\$ 1,500,000	\$ 79,629,074	\$ 79,629,074	\$ 78,129,074	5208.6%	\$ -	\$ -	\$ 79,629,074	\$ 78,129,074	5208.6%	
Non Appropriated	\$ 507,903,581	\$ 514,371,375	\$ 514,371,375	\$ 6,467,794	1.3%	\$ -	\$ -	\$ 514,371,375	\$ 6,467,794	1.3%	
Subtotal	\$ 509,403,581	\$ 594,000,449	\$ 594,000,449	\$ 84,596,868	16.6%	\$ -	\$ -	\$ 594,000,449	\$ 84,596,868	16.7%	
TOTAL	\$ 9,461,355,579	\$ 9,620,061,459	\$ 9,033,869,279	\$ (427,486,300)	-4.5%	\$ 586,192,180	\$ 472,792,180	\$ 9,506,661,459	\$ 45,305,880	0.5%	

Table reflects State General Fund Only
 * SGF reductions are the result of means of finance substitution increasing SGF and Statutory Dedications by a like amount
 ** SGF reduction includes \$2.6 M of one-time funding in FY 18 to offset transfers from escrow account

TABLE 4
\$586.8 M SGF Revenue

Reflects a pro-rata distribution of SGF revenue totaling \$586.2 M derived from the following sources:

- \$33.6 M as a result of Act 6 of the 2018 2nd ES;
- \$46,192,180 M as a result of Act 10 of the 2nd ES;
- \$507 M as proposed in HB 12 Reengrossed with Senate Amendments of the 2018 2nd ES.

Note: Revenues exceed supplemental appropriations by \$600 K.

Department Name	STATE GENERAL FUND ONLY				Change from EOB w/o Supplemental	%	HB 1		Revenue \$586.2 M	Revised based on Pro-rata Funding of Supplemental	
	FY 18 EOB	HB 1 Enrolled	HB 1 Funded Base	Change			Supplemental	Revenue		Change from FY 18 EOB	
Executive Department	\$ 152,107,148	\$ 133,373,353	\$ 101,298,262	\$ (50,808,886)	-38.1%	\$ 32,075,091	\$ 32,075,091	\$ 133,373,353	\$ (18,733,795)	-12.3%	
Department of Veterans Affairs	\$ 5,476,292	\$ 5,592,418	\$ 4,389,325	\$ (1,086,967)	-19.4%	\$ 1,203,093	\$ 1,203,093	\$ 5,592,418	\$ 116,126	2.1%	
Secretary of State	\$ 53,158,836	\$ 56,115,786	\$ 49,685,158	\$ (3,473,678)	-6.2%	\$ 6,430,628	\$ 6,430,628	\$ 56,115,786	\$ 2,956,950	5.6%	
Office of the Attorney General**	\$ 19,387,540	\$ 16,783,504	\$ 12,609,979	\$ (6,777,561)	-40.4%	\$ 4,173,525	\$ 4,173,525	\$ 16,783,504	\$ (2,604,036)	-13.4%	
Lieutenant Governor	\$ 1,047,280	\$ 1,041,842	\$ 870,928	\$ (176,352)	-16.9%	\$ 170,914	\$ 170,914	\$ 1,041,842	\$ (5,438)	-0.5%	
State Treasurer	-	-	-	-	-	-	-	-	-	-	
Public Service Commission*	\$ 66,396	-	-	\$ (66,396)	-100.0%	-	-	-	\$ (66,396)	-100.0%	
Agriculture and Forestry*	\$ 25,275,042	\$ 18,900,151	\$ 15,942,539	\$ (9,332,503)	-49.4%	\$ 2,957,612	\$ 2,957,612	\$ 18,900,151	\$ (6,374,891)	-25.2%	
Commissioner of Insurance	-	-	-	-	-	-	-	-	-	-	
Economic Development	\$ 14,373,495	\$ 19,921,263	\$ 14,590,622	\$ 217,127	1.1%	\$ 5,330,641	\$ 5,330,641	\$ 19,921,263	\$ 5,547,768	38.6%	
Culture Recreation and Tourism	\$ 31,480,277	\$ 32,849,420	\$ 25,017,432	\$ (6,462,845)	-19.7%	\$ 7,831,988	\$ 7,831,988	\$ 32,849,420	\$ 1,369,143	4.3%	
Transportation & Development	-	-	-	-	-	-	-	-	-	-	
Corrections Services	\$ 490,875,885	\$ 516,381,506	\$ 472,994,897	\$ (17,880,988)	-3.5%	\$ 43,386,609	\$ 43,386,609	\$ 516,381,506	\$ 25,505,621	5.2%	
Public Safety Services*	\$ 19,410,048	-	-	\$ (19,410,048)	-100.0%	-	-	-	\$ (19,410,048)	-100.0%	
Youth Services	\$ 109,587,852	\$ 119,996,621	\$ 74,231,503	\$ (35,356,349)	-29.5%	\$ 45,765,118	\$ 45,765,118	\$ 119,996,621	\$ 10,408,769	9.5%	
Health	\$ 2,415,119,251	\$ 2,478,211,795	\$ 2,478,211,795	\$ 63,092,544	2.5%	-	-	\$ 2,478,211,795	\$ 63,092,544	2.6%	
Children and Family Services	\$ 174,260,354	\$ 193,377,419	\$ 157,664,901	\$ (16,595,453)	-8.6%	\$ 35,712,518	\$ 35,712,518	\$ 193,377,419	\$ 19,117,065	11.0%	
Natural Resources	\$ 9,421,017	\$ 9,523,801	\$ 7,306,678	\$ (2,114,339)	-22.2%	\$ 2,217,123	\$ 2,217,123	\$ 9,523,801	\$ 102,784	1.1%	
Revenue*	\$ 33,892,165	-	-	\$ (33,892,165)	-100.0%	-	-	-	\$ (33,892,165)	-100.0%	
Environmental Quality	-	-	-	-	-	-	-	-	-	-	
Workforce Commission	\$ 7,399,887	\$ 8,252,219	\$ 5,607,489	\$ (1,792,398)	-21.7%	\$ 2,644,730	\$ 2,644,730	\$ 8,252,219	\$ 852,332	11.5%	
Wildlife and Fisheries	-	-	-	-	-	-	-	-	-	-	
Civil Service	\$ 5,326,196	\$ 5,343,846	\$ 4,230,555	\$ (1,095,641)	-20.5%	\$ 1,113,291	\$ 1,113,291	\$ 5,343,846	\$ 17,650	0.3%	
Higher Education	\$ 745,199,572	\$ 749,668,786	\$ 648,908,643	\$ (96,290,929)	-12.8%	\$ 100,760,143	\$ 100,760,143	\$ 749,668,786	\$ 4,469,214	0.6%	
TOPS/ GO Grant	\$ 259,771,791	\$ 265,071,041	\$ 175,702,449	\$ (84,069,342)	-32.4%	\$ 89,368,592	\$ 89,368,592	\$ 265,071,041	\$ 5,299,250	2.0%	
Special Schools and Commissions	\$ 42,044,885	\$ 45,469,686	\$ 33,791,857	\$ (6,253,028)	-18.2%	\$ 11,677,829	\$ 11,677,829	\$ 45,469,686	\$ 3,424,801	8.1%	
Education	\$ 145,432,352	\$ 143,396,935	\$ 102,097,786	\$ (43,334,566)	-29.8%	\$ 41,299,149	\$ 41,299,149	\$ 143,396,935	\$ (2,035,417)	-1.4%	
MFP	\$ 3,458,986,781	\$ 3,438,191,214	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	-	-	\$ 3,438,191,214	\$ (20,795,567)	-0.6%	
LSU Health Care Services Division	\$ 24,427,906	\$ 24,427,906	\$ 24,427,906	-	0.0%	-	-	\$ 24,427,906	-	0.0%	
Other Requirements	\$ 494,419,850	\$ 528,166,598	\$ 436,037,370	\$ (58,382,480)	-11.1%	\$ 92,129,228	\$ 92,129,228	\$ 528,166,598	\$ 33,746,748	6.8%	
Subtotal HB 1	\$ 8,737,948,098	\$ 8,810,057,110	\$ 8,283,809,288	\$ (454,138,810)	-5.2%	\$ 526,247,822	\$ 526,247,822	\$ 8,810,057,110	\$ 72,109,012	0.8%	
Legislature (HB 751)	\$ 62,472,956	\$ 62,472,956	\$ 44,973,736	\$ (17,499,220)	-28.0%	\$ 17,499,220	\$ 17,499,220	\$ 62,472,956	\$ -	0.0%	
Judiciary (HB 698)	\$ 151,530,944	\$ 153,530,944	\$ 111,085,806	\$ (40,445,138)	-26.3%	\$ 42,445,138	\$ 42,445,138	\$ 153,530,944	\$ 2,000,000	1.3%	
Subtotal	\$ 214,003,900	\$ 216,003,900	\$ 156,059,542	\$ (57,944,358)	-27.1%	\$ 59,944,358	\$ 59,944,358	\$ 216,003,900	\$ 2,000,000	0.9%	
Capital Outlay Cash	\$ 1,500,000	\$ 79,629,074	\$ 79,629,074	\$ 78,129,074	5208.6%	-	-	\$ 79,629,074	\$ 78,129,074	5208.6%	
Non Appropriated	\$ 507,903,581	\$ 514,371,375	\$ 514,371,375	\$ 6,467,794	1.3%	-	-	\$ 514,371,375	\$ 6,467,794	1.3%	
Subtotal	\$ 509,403,581	\$ 594,000,449	\$ 594,000,449	\$ 84,596,868	16.6%	-	-	\$ 594,000,449	\$ 84,596,868	16.7%	
TOTAL	\$ 9,461,355,579	\$ 9,620,061,459	\$ 9,033,869,279	\$ (427,186,300)	-4.5%	\$ 586,192,180	\$ 586,192,180	\$ 9,620,061,459	\$ 158,705,880	1.7%	

Table reflects State General Fund Only

* SGF reductions are the result of means of finance substitution increasing SG&R and Statutory Dedications by a like amount
** SGF reduction includes \$2.6 M of one-time funding in FY 18 to offset transfers from escrow account

GENERAL GOVERNMENT OVERVIEW

Executive Office – HB 1 appropriates a total budget of \$9.7 M, reflecting a total decrease of \$1.7 M, or 14.8% from EOB (including reductions of \$1.5 M SGF, \$54,825 IAT, and \$100,207 Statutory Dedications). The primary significant adjustment includes a \$1.58 M across-the-board 24.2% reduction of discretionary SGF. The Executive Office reports that this reduction will result in the need to eliminate up to 16 T.O. positions and will inhibit the ability to provide services by the Governor and the quality thereof.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.58 M and provides an increase of \$343,000 SGF for general operating expenses. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$392,145, or 5.7% above the EOB.

Office of the Inspector General – HB 1 appropriates a total budget of \$1.65 M, reflecting a total decrease of \$333,935, or 16.8% from EOB. The primary significant adjustment includes a \$472,526 across-the-board 24.2% reduction of discretionary SGF. The Inspector General reports that this reduction would result in the elimination of approximately 6 to 7 T.O. positions (two vacant and five filled) and impact the investigative capacity of the agency.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$472,526. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$138,591, or 7.1% above the EOB.

Mental Health Advocacy Service (MHAS) – HB 1 appropriates a total budget of \$4.2 M, reflecting a total increase of \$377,915, or 10% from EOB (including an increase of \$262,685 SGF and \$115,230 Statutory Dedications). Significant adjustments include converting 4 non-T.O. positions to T.O. positions (three attorneys and one administrative coordinator) with no corresponding change in funding and an increase of \$115,230 SGF to provide for new staffing in the Livingston Parish office to add one additional attorney and one administrative assistant 2. Additionally, an across-the-board 24.2% reduction of discretionary SGF in Schedule 20-XXX Funds reduces SGF deposits into specific statutory dedications. While the appropriation of statutory dedications to MHAS were not reduced accordingly, the 24.2% reduction to the Funds budget unit will result in a loss of \$170,980 cash deposits associated with statutory dedication appropriations to MHAS and result in a corresponding, unknown operational impact for expenditures paid from the Indigent Parent Representation Program Fund.

Louisiana Tax Commission - HB 1 appropriates \$4.2 M (\$1.7 M SGF, \$2.5 M Statutory Dedications) reflecting a net funds reduction of \$339,291, or 7.6% from EOB (including a decrease of \$402,516 SGF while being offset by an increase of \$63,255 from Statutory Dedications). The primary adjustment was an increase of \$40,000 from the statutorily dedicated Tax Commission Expense Fund to provide for an increase in travel for the appraisal division due to increased property assessments required after the 2016 floods and to complete annual ratio studies and property appraisals for appeals due to statewide reassessment. The adjustment includes a \$500,054 across-the-board 24.2% reduction of discretionary SGF. The Tax Commission reports that this level of funding will likely result in elimination of 5 T.O. positions and a material reduction in services, including the loss of ability to fulfill recommendations by the Legislative Auditor.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$500,054. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$97,538, or 4.6% above the EOB.

Division of Administration – HB 1 appropriates a total budget of \$1.035 B, reflecting a reduction of \$6.6 M, or 0.6% from EOB (including reductions of \$9.99 M SGF and \$96,451 IAT while being offset by increases of \$97,512 SGR, \$3,338,441 Statutory Dedications and \$46,739 Federal). The legislature provided a line item appropriation to the Division of \$3.6 M payable from statutory dedications out of the Overcollections Fund to partially fund the FY 19 allocation necessary to bring all executive branch agencies onto LaGov over the next three fiscal years. The primary significant adjustment includes an \$8.6 M across-the-board 24.2% reduction of discretionary SGF. The Division reports that the proposed impact will result in some combination of: eliminating up to 80 T.O. positions; impact to Information Technology support for systems such as LaTrac, LaPac, the Boards and Commissions database, the Capital Outlay system, and LaPAS (performance database); eliminating unclassified merits; and impacts to expenditures associated with travel, rental payments and consulting contracts for various programs.

Additionally, an across-the-board 24.2% reduction of discretionary SGF in Schedule 20-XXX Funds reduces SGF deposits into the Self Insurance Fund by approximately \$3.6 M.

These funds are appropriated to the Office of Risk Management in the Ancillary Budget as SGR, which does not reflect a corresponding SGR reduction but will result in a loss of cash deposits used by the Office of Risk Management. The Self-Insurance fund is used for the payment of Survivor Benefit (approximately \$5 M) claims payments to survivors of law enforcement officers killed in the line of duty, and health, life, and other insurance for disabled law enforcement officers, as well as health insurance co-payments and deductibles; road hazard small claims (approximately \$100,000); and for the administration of the road hazard claims program (approximately \$9.8 M). Assuming the SGF reduction is spread throughout these functions on a pro-rata basis, each would receive a reduction as follows: Survivor Benefits (\$1.2 M), road hazard small claims (\$24,000), and road hazard administration (\$2.3 M). This reduction is anticipated to result in a delay of a portion of Survivor Benefit claims payments in FY 19. Road hazard claims average \$50,000-\$100,000, therefore it is not anticipated this reduction will result in a material impact. The administration of the Road Hazard program is funded via SGF. However, in FY 13 and FY 14 SGF was eliminated and cut from the program. ORM used self-generated revenues to cover the cost of this. This reduction will reduce the available funding for this purpose, but it is not anticipated to impact the operation. Additionally, the DOA will realize a reduction of approximately \$24,222 of cash deposits into the statutorily dedicated State Emergency Response Fund due to the across-the-board reduction in Schedule 20-XXX.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$9.3 M and provides an additional increase of \$4.6 M SGF for the FY 19 allocation necessary to bring all executive branch agencies onto LaGov over the next three fiscal years. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$3.9 M, or 8.4% above the EOB.

Governor's Office of Homeland Security & Emergency Preparedness – HB 1 appropriates a total budget of \$982.3 M, reflecting a total decrease of \$24.96 M, or 2.5%, from EOB (including reductions of \$21.8 M SGF and \$5.1 M IAT while being partially offset by increases of \$1.4 M Statutory Dedications and \$526,567 Federal funds). Significant adjustments include non-recurring one-time or expiring expenditures totaling \$8.6 M (\$3.5 M SGF, and \$5.1 M IAT) related to restocking disaster emergency supplies, interoperability build out of the National Public Safety Broadband Network, FEMA debt payments and state cost share of Public Assistance expenditures related to the 2016 flood events; providing \$4.7 M SGF for replacement of communications hardware, conversion of deployable trailers to repeater packages, purchase of software and mobile device licenses and acquisition of one server; providing \$1.025 M (\$25,000 SGF and \$1 M Statutory Dedications – State Emergency Response Fund) to support potential non-federally declared disasters and emergency response efforts; providing \$3.45 M for the 4th FEMA debt repayment related to multiple disasters and hazard mitigation audits; reducing \$4 M SGF for the 2nd of 5 installment payments to FEMA for the state's cost share of the August 2016 flood event; and elimination of \$21.2 M in outstanding FEMA debt payments for FY 19 (see below). Additionally, the adjustments include a \$1.2 M across-the-board 24.2% reduction of discretionary SGF. GOHSEP reports that this reduction will reduce funding for the Louisiana Wireless Information Network (LWIN) upgrade, allowing only partial funding to upgrade the mobile tower repeaters and eliminate the WAVE cell phone project. The agency reports this reduction will also impact the support funding provided for response to potential disaster events.

The Commissioner of Administration testified before the Joint Legislative Committee on the Budget (JLCB) at its meeting on 1/22/18, that the governor would seek to utilize approximately \$46 M of excess funds recognized for FY 18 by the REC in December 2017 to prepay FEMA debt payments for FY 19 and FY 20. If the legislature agreed to this plan, debt payments from the SGF in those fiscal years would decrease accordingly and offset the need to make additional SGF reductions in other areas of state government. *For informational purposes, Act 59 of the 2018 Regular Legislative Session includes a supplemental appropriation of \$21.2 M to prepay the FY 19 FEMA debt payment only. Failure to prepay the FY 20 debt payment results in a SGF need of \$25.1 M when constructing the FY 20 budget.*

Additionally, an across-the-board 24.2% reduction of discretionary SGF in Schedule 20-XXX Funds reduces SGF deposits into the State Emergency Response Fund (SERF) by approximately \$242,000. GOHSEP receives approximately 90.9% of monies appropriated from the SERF and assuming the reduction is applied on a pro rata basis the SGF reduction in 20-XXX will result in a loss of approximately \$220,200 for GOHSEP from a total SERF appropriation of \$1 M. These funds are appropriated to GOHSEP to pay expenses incurred as a result of activities associated with the preparation for and response to an emergency or declared disaster. Monies in the fund may also be utilized to provide bridge funding in anticipation of reimbursements from the federal government or other source. If needed, GOHSEP will be required to seek additional expenditure authority from the

governor and legislature if the remaining balance is insufficient to meet the need of any prospective events arising in FY 19.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.2 M. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$20.6 M, or 78.6% below the EOB.

Department of Military Affairs – realizes a 22.8% net decrease of \$23.7 M from the EOB as of 12/1/17 (including reductions of \$9.15 M SGF, \$2.1 M IAT, \$121,930 SGR, \$108,296 Statutory Dedications and \$12.2 M Federal). Significant funding adjustments include non-recurring of federal funding for the M6 site clean up at Camp Minden (\$4.5 M) and lead abatement for armories (\$4.4 M). Significant adjustments include: \$1 M SGF for market rate adjustments for authorized unclassified personnel, \$1.3 M IAT from the Division of Administration Community Development Block Grant Program for the maintenance of facilities, and \$877,000 federal for FY 19 anticipated expenditures related to M6 site cleanup and restoration at camp Minden. Additionally, the adjustments include a \$7.8 M across-the-board 24.2% reduction of discretionary SGF. Military Affairs reports that a reduction of this magnitude will result in all, or a combination of most of the following: the closure of one installation (Gillis W. Long Center), two (2) Youth Challenge Programs (Gillis W. Long Center and Camp Minden), thirteen (13) armories throughout the state, the regional staging area (Rosedale), and all five (5) commodity warehouses. Furthermore, the SGF reduction will result in the loss of \$14 M federal matching funds and elimination of approximately 305 T.O. positions.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$7.8 M. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$1.28 M, or 3.5% below the EOB.

LA Public Defender Board (LPDB) – LPDB realizes a 4.3% net increase of \$1.5 M from EOB as of 12/1/17, including an increase of \$1.5 M in Statutory Dedications and offsetting decreases of approximately \$25,000 each in IAT and SGR. The most significant adjustments are an increase of \$1.3 M in the LA Public Defender Fund for representation of those inmates sentenced to life without parole as a juvenile that may now be eligible for parole as a result of the U.S. Supreme Court decision in *Miller v Alabama*, and an additional \$209,087 from the LA Public Defender Fund for representation in capital cases.

Additionally, an across-the-board 24.2% reduction of discretionary SGF in Schedule 20-XXX Funds reduces SGF deposits into specific statutory dedications. While the appropriation of statutory dedications to the LA Public Defender Board were not reduced accordingly, the 24.2% reduction to the Funds budget unit will result in a loss of cash deposits into statutory dedications used by the Public Defender Board and result in a corresponding reduction of cash deposited into specific statutory dedications approximately as follows: the LA Public Defender Fund (\$8.6 M), the Indigent Parent Representation Program Fund (\$237,300), the Innocence Compensation Fund (\$62,493) and the DNA Testing Post-Conviction Relief for Indigents Fund (\$6,903). LPDB reports that the potential reduction of \$8.6 M to the LA Public Defender Fund and \$237,300 from the Indigent Parent Representation Program Fund will result in most districts falling into restriction of services and cessation of accepting certain cases, likely first impacting the indigent parent representation program (projected to cease in August 2018) as the districts have a constitutional duty to provide representation in criminal matters. By statute, 65% of the \$8.6 M reduction in the LA Public Defender Fund, or approximately \$5.6 M, will be reduced from the distributions to the individual public defender districts statewide, returning them to below FY 16 funding levels when 14 districts were in fiscal crisis statewide. The remaining \$3 M reduction will be applied to the Public Defender Board itself, and impact capital and other representation contracted directly by the Board. The \$62,493 reduction to the Innocence Compensation Fund will diminish monies available if the court determines that an applicant is entitled to compensation because he is found to be factually innocent of the crime of which he was convicted. In these cases, the court determines the compensation due in accordance with the provisions of law and shall order payment from this fund (\$15,000 per year incarcerated not to exceed a maximum total amount of \$150,000). Also this fund may pay for the applicant to acquire job-skills training for one year, pay medical expenses, counseling services, and to provide for expenses for tuition and fees at any community college or unit of the public university system in this state. The \$6,903 reduction to the DNA Testing Post-Conviction Relief for Indigents Fund will limit the number of DNA tests available for post-convictions statewide.

Louisiana Commission on Law Enforcement (LCLE) – LCLE realizes a 24.8% decrease of \$986,019 SGF in HB 1 below the EOB SGF base of \$3.9 M. The agency realizes a net total funds decrease of \$7.8 M, or 13.36%, below the base of \$58.4 M including the aforementioned SGF decrease. The primary significant adjustment is a decrease of a \$6.8

M to eliminate excess federal budget authority. Additionally, the adjustments include a 24.2% reduction of discretionary SGF in an amount of \$590,915. LCLE indicates that the SGF decrease will likely result in a reduction in funding to three or four of the state's eleven Truancy Centers, possibly causing them to close entirely.

Additionally, an across-the-board 24.2% reduction of discretionary SGF in Schedule 20-XXX Funds reduces SGF deposits into specific statutory dedications. While the appropriation of statutory dedications to the LCLE was not reduced accordingly, the 24.2% reduction to the Funds budget unit will result in a loss of cash deposits into a statutory dedication used by LCLE and result in a corresponding reduction of cash deposited into the Innocence Compensation Fund (\$15,354). The reduction to the Innocence Compensation Fund will diminish monies available if the court determines that an applicant is entitled to compensation because he is found to be factually innocent of the crime of which he was convicted. In these cases, the court determines the compensation due in accordance with the provisions of law and shall order payment from this fund (\$15,000 per year incarcerated not to exceed a maximum total amount of \$150,000). Also this fund may pay for the applicant to acquire job-skills training for one year, pay medical expenses, counseling services, and to provide for expenses for tuition and fees at any community college or unit of the public university system in this state.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$590,915. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$395,104, or 10% below the EOB.

Office of Elderly Affairs – HB 1 appropriates a total budget of \$40.18 M, reflecting a reduction of \$6.8 M, or 14.6% from EOB (the reduction was SGF). The primary significant adjustment includes a \$5.6 M across-the-board 24.2% reduction of discretionary SGF. To the extent that this reduction is enacted, Elderly Affairs reports that it will eliminate the Senior Center Program and the Senior Rx/Aging and Disability and Resource Center (ADRC). The Senior Center Program funds the operations of 139 senior centers statewide. The Senior Rx/ADRC provides prescription medication to 32,430 seniors and disabled persons.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$5.6 M. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$1.26 M, or 5.1% below the EOB.

Department of Veterans Affairs – Realizes a 2.1% overall increase of \$1.4 M and 1 T.O. position from EOB as of 12/1/17 (including increases of \$431,706 SGR and \$2.5 M Federal while being partially offset by reductions of \$1.09 M SGF and \$485,611 IAT). The primary significant adjustment is an increase of \$2.6 M Federal associated with increased direct care staffing costs and the decentralization of pharmacy operations. The net increase of 1 position is a result of 11 new direct care positions at the homes in Jennings (5), Bossier City (2), and Reserve (4), as well as the elimination of 10 positions at the LA War Veterans Home in Jackson corresponding with the elimination of 32 beds to align with new utilization projections. HB 1 includes an overall net federal funds increase for the decentralization of pharmacy operations in the veteran's homes. Pharmacy operations will be decentralized from the home in Reserve and the homes in Monroe, Jennings, and Bossier City will bring pharmacy services in-house. Additionally, the adjustments include a \$1.2 M across-the-board 24.2% reduction of discretionary SGF. The reduction in SGF will result in significant impact to the four (4) veterans cemeteries, with potential closures, and elimination of three (3) T.O. positions in contact assistance offices throughout the state.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.2 M. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$116,126, or 2.1% above the EOB.

Economic Development - HB 1 appropriates funding of approximately \$39.4 M (\$14.6 M SGF, \$5.1 M SGR, \$16.8 M Statutory Dedications, and \$2.98 M Federal), reflecting a net decrease of \$21.7 M (35.5%) below FY 18 EOB. This includes a 24.2% across-the-board reduction to discretionary SGF of \$4.3 M. Significant adjustments include: a reduction of \$7.2 M SGR associated with transferring fees paid to accountants for verification of expenditures for entities receiving entertainment industry tax credits into an off-budget escrow account (these fees are pass-through for LED); non-recurring \$680,546 IAT, \$4.2 M SGR, and \$3.55 M Statutory Dedications carried forward from FY 17; a reduction of \$1.2 M SGR for FastStart to align with current REC projections; a means of finance substitution replacing \$3.17 M from the LA Economic Development Fund with SGF, an increase of \$2.7 M from Statutory edications out of the newly created Louisiana Entertainment Development Fund per Act 223 of the 2017 Regular Session; an increase of \$727,644 from the LA Economic Development Fund to reflect projections by the REC and to provide for

advertising, promotions, communications and marketing activities; and a reduction of \$4.7 M federal authority to reflect available remaining funds for the State Small Business Credit Initiative activity, which provides for access to capital investment for small businesses.

To the extent the 24.2% SGF reduction is enacted, LED would realize reductions of 4 vacant T.O. positions and associated funding, as well as a 28% reduction to the FastStart program, a 50% reduction to the State Competitiveness Program, and a 10% reduction to the Communications and Marketing Program.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$4.3 M, and provides \$1.3 M SGF to restore funding for the Regional Awards & Grant Matching Program in the Office of Business Development that was eliminated in the FY 19 Executive Budget. An additional 2% reduction reallocates the amount of \$356,494 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$5.6 M increase, or 38.6% over FY 18 EOB.

Culture, Recreation and Tourism (CRT) – CRT realizes a 20.5% decrease of \$6.4 M SGF in HB 1 below the EOB base of \$31.5 M. The department realizes a net total funds decrease of \$13.4 M, or 14.1% below the total funds base of \$94.5 M (including the aforementioned reduction of SGF as well as reductions of \$3.6 M IAT and \$3.6 M SGR while being partially offset by increases of \$293,749 Statutory Dedications and \$8,205 Federal). Significant adjustments include: non-recurring of excess IAT and SGR authority (\$3.6 M and \$3.2 M respectively); a reduction of \$1.3 M related to a 5% reduction of SGF department wide that was applied at Executive Budget; and an increase of \$338,842 SGR related to increased activity for the Historical Preservation Office. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$6.7 M. CRT reports this funding reduction will result in the following impacts:

- Office of Secretary – (\$674,073 SGF) - There will be a layoff of 8 employees impacting the Fiscal Unit, Information Technology Unit and Human Resources Unit. These positions run the day-to-day administration of the department.
- Office of the State Library of Louisiana (OSL) – (\$795,261 SGF) – There will be a layoff of 10 employees impacting maintenance of effort resulting in potential loss of federal funds (up to \$1.2 M). This will close the services to the blind providing basic library services for this special needs population. This reduction will also close the State Library, as reported by the agency. OSL indicates it will no longer be able to loan and transport wanted books to rural libraries for patrons. Finally, OSL will eliminate the annual Book Festival.
- Office of State Museum (OSM) – (\$869,125 SGF) – There will be a layoff of 13 employees in the collection/curatorial staff. OSM reports that the accreditation status of remaining museums will eventually be impacted by loss of operational capacity.
- Office of State Parks (OSP) – (\$4 M SGF) – OSP reports there will likely be a layoff of 57 of 303 employees, closure of specific State Parks, and a reduction in maintenance and upkeep of remaining parks. This reduction will also impact historical sites that will likely include closures and exhibits will likely be warehoused. Other state funds will likely also be impacted as a result of closures, such as self-generated revenue and deposits into the Louisiana State Parks Improvement and Repair Fund, derived from visitors entering the parks and historical sites.
- Office of Cultural Development (OCD) – (\$399,267 SGF) – OCD reports it will likely be required to close the Poverty Point State Archaeology Program, leading to eventual loss of the World Heritage Site Designation. OCD reports it will also be required to eliminate the Main Street Program Community Grants Program, as well as the elimination of CODOFIL scholarships (including layoff of one employee). Finally, OCD reports this funding reduction will reduce all statewide arts grants and decentralized arts grants to all 64 parishes.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.7 M and provides an additional \$1.65 M discretionary SGF appropriation to the Office of the Secretary to restore expenses cut at the Executive Budget recommendation. An additional 2% reduction reallocates \$555,034 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$1.37 M, or 4.3% above the EOB.

DOTD – HB 1 appropriates a total budget of \$628.4 M, reflecting a total decrease of \$12.6 M or 1.9% from EOB (including reductions of \$466,100 SGR, \$10.7 M Statutory Dedications and \$7.79 M Federal while being partially offset by an increase of \$6.33 M IAT). Significant adjustments include an increase of \$2.04 M (\$2.02 M IAT and \$0.25 M Statutory Dedications) for Topographic Mapping; and elimination of a \$300,000 appropriation from

the statutorily dedicated Geaux Pass Transition Fund as the balance is depleted - these funds were used to provide for enhanced grass cutting and maintenance around the Crescent City Connection Bridge. A line within the appropriation bill directs the department to allocate \$500,000 payable from statutory dedications – Transportation Trust Fund in the Engineering and Operations Agency to be used to supplant the lost Geaux Pass Transition Fund expenditures. A legislative amendment reduced statutory dedications from the Transportation Trust Fund – Regular by \$10.8 M to reflect the latest projection by the REC adopted on 4/12/18 and increased statutory dedications from the Transportation Trust Fund – Federal by \$4.5 M to reflect projected operating allocations in FY 19.

NOTE: HB 1 included an appropriation of \$1.63 M payable by statutory dedications out of the New Orleans Ferry Fund for operating expenses and security of the Algiers Point/Canal Street ferry in the event HB 31 or SB 19 of the 2018 Second Extraordinary Session of the Legislature is enacted into law and to the extent such funds are recognized by the REC. Both of these bills failed to pass the legislature. As such, the New Orleans Ferry Fund will sunset on 6/30/18 and the \$1.63 M will be available for appropriation by statutory dedications out of the Transportation Trust Fund – Regular.

DPS&C - Corrections Services – Corrections Services realizes a 3.6% decrease of \$17.9 M SGF in HB 1 below the EOB base of \$490.9 M. The department realizes a net total funds decrease of \$15 M, or 2.7%, below the base of \$554.4 M including the aforementioned SGF decrease and increases of \$1.9 M SGR and \$960,000 in Statutory Dedications. Significant adjustments include: \$2.6 M for a pay increase for Probation & Parole Agents (\$885,093 SGF, \$750,000 SGR, and \$960,000 Statutory Dedication – Adult Probation & Parole Officer Retirement Fund) and a \$966,702 total increase for Allen Correctional Center to operate as a state facility (an increase of \$1.06 M SGR offset by a decrease of \$94,891 SGF) along with a corresponding net increase of 139 positions. HB 1 also converts 20 job appointments to classified positions for medical/case management purposes associated with the timely release of offenders and eliminates 29 positions department wide for a total net increase of 141 positions. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$19.5 M, which will likely impact the adjustments noted above. At the time of this publication the LFO does not have any additional information regarding the impact to the operations of Corrections Services except that the department intends to apply such reductions against payments for Local Housing of State Adult Offenders in Schedule 20-451.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$19.5 M and provides additional discretionary SGF to: Corrections – Administration (\$21.7 M) for personal services expenses, replacement acquisitions and major repairs, and CSO pay raise; Winn Correctional Center (\$2.7 M) for operational expenses; and Allen Correctional Center (\$1 M) for replacement acquisitions and major repairs. An additional 2% reduction reallocates the amount of \$1.61 M for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$25.5 M increase, or 5.2% over FY 18 EOB.

DPS&C - Public Safety Services – Public Safety Services realizes a 1% net decrease of \$4.6 M from the EOB base as of 12/1/17 (including decreases of \$19.4 M SGF, \$5.6 M Statutory Dedications, and \$602,731 Federal along with an offsetting increase of \$21.1 M SGR). HB 1 includes elimination of all SGF in DPS. Of the \$19.4 M SGF reduction, \$14.4 M is a MOF substitution for SGR mostly derived from certificate of title fees. The remaining \$5 M reduction non-recurs funding for the state police training academy required by R.S. 47:1676E(1) through FY18. Significant adjustments include: a reduction of overtime expenditures in the Office of State Police (\$7.1 M SGR); a 3% pay increase for state troopers (\$3.7 M SGR); an increase of \$316,185 by statutory dedications out of the Louisiana Oil Spill Contingency Fund for 3 additional T.O. positions needed to respond to oil spill incidents, work on natural resource damage assessments, and develop and implement the compensation schedule; and \$1.2 M from the statutorily dedicated Natural Resource Restoration Trust Fund to reimburse the Coastal Protection and Restoration Authority for expenditures related to the Lost Lake project. The Office of State Fire Marshal is provided with an increase of 8 authorized T.O. positions associated with converting 8 existing job appointments.

DPS&C - Youth Services, Office of Juvenile Justice (OJJ) – OJJ realizes a 32.3% decrease of \$35.4 M SGF in HB 1 below the EOB SGF base of \$109.6 M. The department realizes a net total funds decrease of \$35.4 M, or 28.7% below the EOB base of \$123.4 M including the aforementioned SGF decrease. HB 1 non-recurs \$4.9 M SGF intended to equip and open the new Acadiana Center for Youth. **Note:** HB 1 does not provide funds to open the new Acadiana Center for Youth (see Supplemental Appropriation below). OJJ's FY 19 budget request included \$14.3 M SGF assuming the facility opens April 2018. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary

SGF in an amount of \$22 M. OJJ indicates that the SGF reduction would likely result in the closure of most or all Probation and Parole offices statewide as well as closure of a single secure care facility along with a layoff of associated staff.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$22 M and provides additional discretionary SGF in an amount totaling \$25.6 M to provide: \$2 M for cost associated with Raise the Age, \$800,000 for major repairs at Bridge City Center for Youth, Swanson Center for Youth, and Columbia Center for Youth, \$12 M for the operating expenses of the Acadiana Center for Youth, and \$10.75 M for community based supervision services. An additional 2% reduction reallocates the amount of \$1.8 M for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$10.4 M increase, or 9.5% over FY 18 EOB.

Natural Resources – HB 1 budgets \$53.1 M, reflecting a total decrease of \$3.1 M (\$2.1 M SGF, \$175 K IAT, \$506 K Federal, and \$320 K in Statutory Dedications) from the FY 18 EOB. Significant adjustments include the 24.2% SGF reduction (\$2.1 M) which is applied to all state agencies' discretionary general fund. The department has indicated this will require the Office of Secretary to maintain a vacancy for a position that will become vacant in July due to a retirement (\$75,000). The Office of Conservation will eliminate the Ground Water Resource Program (\$865,000) including eliminating five positions, which is responsible for the registration of groundwater wells. The Office of Coastal management (\$247,000) will not fill a Coastal Resource Scientist position, which is needed to process coastal use permit applications for proposed activities in the state's coastal zone. The Office of Mineral Resources (\$926,000) will eliminate six positions. This will impact the agency's ability to collect underpaid and unpaid royalties (as well as penalties / interest), will delay processing applications for new mineral leases which will delay the revenue stream for the state and local governments (mineral revenues), and will reduce the number of audits, lease management reviews, geological reviews, and seismic reviews.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$2.1 M SGF and further provides \$280,000 in additional SGF and two T.O. positions to the Oil and Gas Regulatory Program for the Legacy Site Remediation Program. However, an additional 2% reduction reallocates the amount of \$173,920 for priority spending in other budget units. If the supplemental appropriation is fully funded, the net SGF impact would be an increase of \$103 K or 1.1% over FY 18 EOB.

Department of Revenue – Revenue will realize a net funds increase of \$577,657, or 0.57% above EOB (including reductions of \$33.9 M SGF while being offset by an increase of \$34.5 M SGR and \$6,417 Statutory Dedications). Significant adjustments include: a reduction of \$1.68 M SGF associated with a reduction of WAE and temporary personnel; a reduction of \$204,000 SGF associated with the State Reciprocal Program (SRP); a reduction of \$198,000 SGF for audit consulting services; a reduction of \$202,000 for legal representation; and an increase of approximately \$360,000 SGR associated with personal services expenditures in the unit handling taxpayer assistance, returns processing and tax audits. The legislature executed a MOF swap that reduces SGF by \$30.7 M and increases SGR by an equal amount from prior and current year collections to the Tax Collections Program. If SGR fund balances are unavailable in FY 20, Revenue will require an SGF appropriation to offset lost appropriation authority or will be required to reduce operating capacity accordingly.

Department of Civil Service – Civil Service realizes a 20.6% decrease of \$1.1 M SGF in HB 1 below the EOB SGF base of \$5.3 M. The department realizes a net total funds decrease of \$505,625, or 2.5% below the EOB base of \$20.4 M including the aforementioned SGF decrease, while being partially offset by increases of \$380,464 IAT, \$108,765 SGR and \$100,787 Statutory Dedications. The primary significant adjustment includes a \$1.2 M across-the-board 24.2% reduction of discretionary SGF. The agencies that receive a discretionary SGF appropriation are Ethics Administration, the State Police Commission and the Board of Tax Appeals.

The Ethics Administration reports that the across the board discretionary SGF reduction (\$658,519) will result in elimination of at least 12 T.O. positions (approximately 33% of total staff), significantly impact the agency's ability to fulfill its statutory requirements and reduce the agency's performance and services. The State Police Commission reports that its discretionary SGF reduction (\$120,922) will result in elimination of 1 T.O. position (33% of total staff), cancel a cadet and promotional testing contract with LSU-Shreveport, suspend cadet and performance testing, and restrict the agency's capacity for disciplinary appeals and legal services to approximately 50% of existing activity level. The Board of Tax Appeals reports that its discretionary SGF reduction (\$133,804) would result in eliminating all board operations except retaining 1 T.O. position to receive filings from taxpayers for a total of 13 weeks during FY 19.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.2 M. An additional 2% reduction reallocates the amount of \$99,954 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$17,650 increase, or 0.3% over FY 18 EOB.

Other Requirements – Local Housing of Adult Offenders (LHOA) – LHOA realizes a 23.8% decrease of \$41.7 M SGF in HB 1 below the EOB SGF base of \$175.2 M. HB 1 included an adjustment of \$3.7 M additional SGF expenditure authority to provide for additional offenders participating in transitional work programs based on current projections. Previous information from Corrections Services indicates that the overall SGF decrease will impact the department’s ability to pay local providers to house state inmates at the statutory per diem rate, including work release, transitional housing and reentry programs. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$1.4 M, which will likely compound the impacts noted above. Corrections Services reports that total reductions contemplated in HB 1 will impact the Local Reentry Services Program and may result in a furlough of some of the 15,965 offenders projected to be housed at the local level.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.4 M and provides additional discretionary SGF appropriations as follows: \$10 M for parole holds, \$4.9 M for the Transitional Work Program and \$29.1 M for payments to sheriffs and operators of local housing facilities for adult offenders. An additional 2% reduction reallocates the amount of \$117,737 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$3.7 M increase, or 2.1% over FY 18 EOB.

Other Requirements – Local Housing of Juvenile Offenders (LHJO) – LHJO realizes a 22.2% decrease of \$611,901 SGF in HB 1 below the EOB SGF base of \$2.7 M. The primary significant adjustment includes a \$666,839 across-the-board 24.2% reduction of discretionary SGF. The reduction of discretionary SGF will impact funding that provides reimbursement to local law enforcement entities providing parish and local jail space for housing juvenile offenders in state custody who are awaiting transfer to Corrections Services.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$666,839. An additional 2% reduction reallocates the amount of \$54,938 for priority spending in other budget units. If the supplemental appropriation were fully funded, LHJO would realize a standstill budget compared to FY 18 EOB.

Other Requirements – District Attorneys and Assistant District Attorneys – The District Attorneys and Assistant District Attorneys realize an 82.8% decrease of total appropriation authority, including elimination of all \$26.3 M SGF support compared to EOB. The primary significant adjustment was a reduction of \$502,707 SGF associated with a retirement rate adjustment. HB 1 retains \$5.45 M in Statutory Dedication funding from the Video Draw Poker Device Fund (\$5.4 M) and the Pari-mutuel Live Racing Facility Gaming Control Fund (\$50,000). At this funding level each district attorney will receive the full annual base pay (\$50,000) as required by the constitution for elected officials, with the remaining funds used to make payments to the assistant district attorneys. Funding for assistant district attorneys will run out in August 2018 at current staffing levels. There is no funding included for victim assistance coordinators in HB 1.

Supplemental Appropriation restores \$25.8 M discretionary SGF to the District Attorneys and Assistant District Attorneys. At this level of funding, all district attorneys, assistant district attorneys, and victim assistant coordinators would receive full compensation. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$504,469, or 1.9% below the EOB.

Other Requirements – Louisiana Economic Development - Debt Service and State Commitments – HB 1 appropriates a total budget of \$48.3 M, reflecting a reduction of \$31.2 M, or 39.3% from EOB (including a reduction of \$44.5 M Statutory Dedications while being partially offset by an increase of \$13.2 M SGF). Significant adjustment include: a total reduction of \$40.36 M (\$7.06 M SGF, \$33.30 M statutory dedications) associated with FY 18 carryforwards that have been non-recurred for FY 19; an \$11.5 M MOF swap exchanging statutory dedications out of the Louisiana Mega-project Development Fund for SGF, and an increase of \$16.3 M SGF to reflect revised level of funding needed for project commitments. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$7.8 M. LED reports that it would perform an MOF swap to replace approximately \$5 M SGF with the unobligated balance of the Rapid Response Fund. LED reports that mitigating the remaining balance of the reduction would require LED to renegotiate payment schedules for existing agreements.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$7.8 M. An additional 2% reduction reallocates the amount of \$644,364 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$20.38 M increase, or 106% above FY 18 EOB.

Other Requirements – Agriculture & Forestry Pass Through Funds – realizes a 9.3% net decrease of \$1.14 M from EOB base as of 12/1/17 (including reductions of \$342,537 SGF and \$994,081 IAT while being partially offset by an increase of \$200,000 statutory dedications). The primary significant adjustment included a reduction of \$1 M IAT non-recurring pass-through funding from the Office of Community Block Grant (CDBG) program related to the Healthy Food Retail Act. Additionally, the adjustments include a \$373,291 across-the-board 24.2% reduction of discretionary SGF. The SGF reduction will reduce funding to the 44 soil and water district offices across the state and the availability of technical assistance to farmers and landowners.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$373,291. An additional 2% reduction reallocates the amount of \$30,754 for priority spending in other budget units. If the supplemental appropriation were fully funded, Agriculture and Forestry Pass Through Funds would realize a standstill budget compared to FY 18 EOB.

Other Requirements – State Aid to Local Government Entities – HB 1 appropriates a total budget of \$19.4 M, which reflects a reduction of \$1.99 M or 9.3% from EOB. Significant adjustments include a decrease of \$294,102 from the Tobacco Tax Health Care Fund for the La Cancer Research Center due to projected collections estimated by the REC; a decrease of \$1.8 M for non-recurring the Casino Support Services contract pending approval of the new contract by the JLCB; and an increase of \$524,290 from the Casino Support Services Fund for casino support services.

Other Requirements – Supplemental Payments to Law Enforcement Personnel – realizes a 0.8% net decrease of \$977,452 SGF from EOB base as of 12/1/17. HB 1 eliminates \$980,000 to make a \$100 per month supplemental payment constables and justices of the peace. These positions are eligible to receive up to \$100 per month in supplemental payments subject to funding availability, and there are approximately 730 constables and justices of the peace receiving this supplemental pay.

Supplemental Appropriation restores the full \$980,000 SGF necessary to full fund the \$100 monthly supplemental payment to constables and justices of the peace. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$2,548, or 0.002% above the EOB.

Other Requirements – Funds – HB 1 appropriates a total budget of \$42.34 M, which reflects a reduction of \$7.36 M or 14.82% from EOB. The primary significant adjustment is associated with a \$2.8 M increase in Statutory Dedication funding for: the Indigent Parent Representation Program Fund, which is shared by the Mental Health Advocacy Service and Louisiana Public Defender Board; the Louisiana Public Defender Fund and DNA Testing Post-Conviction Relief for Indigents Fund in Louisiana Public Defender Board; the Innocence Compensation Fund in Louisiana Commission on Law Enforcement; and SGR for the Self-Insurance Fund in the Office of Risk Management. Additionally, the adjustments include a \$12.7 M across-the-board 24.2% reduction of discretionary SGF, which will impact SGF deposits into funds appropriated to corresponding agencies (see Mental Health Advocacy Service, Division of Administration, Governor's Office of Homeland Security and Emergency Preparedness, Louisiana Public Defender Board, and Louisiana Commission on Law Enforcement for potential impacts).

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$12.7 M. However, an additional 2% reduction reallocates the amount of \$1.05 M for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$11.4 M increase, or 23% above FY 18 EOB.

ELECTED OFFICIALS

State – HB 1 totals \$83.5 M (\$49.7 M SGF, \$227,500 IAT, \$27.6 M SGR, and \$6 M Statutory Dedications). This reflects a decrease of \$3.5 M SGF or 6.5% and a net increase of \$2.6 M, or 3.3%, for all means of finance. The majority of the increase is associated with elections expenses. This includes \$3 M for the department's initiative to replace outdated voting system equipment and \$1.6 M to fund increased election expenses associated with the Open Primary/Congressional, Open General/Congressional, and Municipal Primary and General elections. Additionally, the adjustments include a \$6.5 M across-the-board 24.2% reduction of discretionary SGF. This reduction will primarily affect the Museums

program and the Elections division. The department anticipates assigning all museums to care-taker status which will require termination of all museum staff. Impacts to the Elections program include a reduction in travel, supplies and operating expenses; reduced funding for the new voting system; as well as personnel layoffs.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.4 M as well as an additional \$480 K in order to fund the statutorily required step increases for the Registrars of Voters. An additional 2% reduction reallocates the amount of \$534,262 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a \$2.96 M increase or 5.6% over FY 18 EOB.

Justice – HB 1 appropriates \$66.7 M, reflecting a total decrease of \$8.8 M (including reductions of \$6.8 M SGF, \$2.7 M IAT, \$50,000 SGR, \$440,409 Federal funds while being partially offset by an increase of \$1.1 M in Statutory Dedications). This represents a 35% reduction in SGF and an overall reduction of 11.7%. Significant adjustments include: an increase of \$1.6 M out of the Louisiana Fund will provide for hardware and software updates associated with the tobacco tax stamp data collections; a 5% SGF reduction (\$869,649) as part of the Executive Budget recommendation; a reduction of \$2.6 M non-recurs one-time SGF funding to offset the transfer of fund balances from off-budget escrow accounts to the SGF approved as part of the FY18 budget; and a reduction of \$3.6 M is associated with the 24.2% across-the-board reduction to discretionary SGF. The AG has not indicated the impact of such reductions; however, it would likely result in the elimination of a significant number of positions, affecting the agency's ability to represent the state in civil litigation as well as investigate and prosecute criminal cases.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.6 M SGF and the 5% SGF reduction of \$869 K proposed in the executive budget. An additional 2% reduction reallocates \$296,630 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$2.6 M, or 13.4% below the EOB.

Lieutenant Governor (Lt. Gov.) – Lt. Gov. realizes a 16.8% decrease of \$176,352 SGF in HB 1 below the EOB SGF base of \$1.1 M. The agency realizes a net total funds decrease of \$176,352, or 2.4% below the base of \$7.2 M. The primary significant adjustment includes a \$186,259 across-the-board 24.2% reduction of discretionary SGF. Lt. Gov. reports that this funding reduction will result in five layoffs of Other Charges Positions and the potential loss of approximately \$5.5 M Federal match from the Corporation for National Community Service and AmeriCorps due to the lack of personnel to run corresponding programs and defunding maintenance of effort requirements. Lt. Gov. also reports that the funding reduction will impact Volunteer Louisiana and impact the State's Emergency Operations Plan coordinating national service members and volunteers in times of disasters.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$186,259. An additional 2% reduction reallocates \$15,345 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$5,438, or 0.5% below the EOB.

Agriculture & Forestry (LDAF) – LDAF realizes a 9.6% net decrease of \$7.5 M from EOB as of 12/1/17 (including reductions of \$9.3 M SGF, \$5,919 IAT and \$575,000 Federal while being partially offset by an increase of \$1.7 M SGR and \$1.1 M Statutory Dedications). Significant adjustments include: non-recurring \$7.8 M related to final payments on existing debt service bonds paid from the Louisiana Agricultural Finance Authority (LAFA) Fund (\$6.6 M of which was utilized as an MOF swap to offset SGF expenditures department wide), \$482,354 (\$472,321 LAFA Fund and \$10,033 Pesticide Fund) to provide funding for maintenance and repairs to department facilities statewide, \$300,000 (Structural Pest Control Commission Fund) to provide for a statewide farm pesticide hazardous waste pick-up day, \$500,000 (Feed and Fertilizer Fund) to provide increased testing and analysis of animal feeds and fertilizers, and \$1.37 M SGR to provide for regulation of the production of medical marijuana in Louisiana, including seven (7) T.O. positions.

Additionally, the adjustments include a \$3.2 M across-the-board 24.2% reduction of discretionary SGF. The reduction in SGF will result in direct impacts to the Office of Management and Finance (OMF), Forestry, and Animal Health & Food Safety programs including the elimination of up to 53 positions. OMF will eliminate up to 18 positions related to federal reporting requirements and delay the purchase of new vehicles. The Forestry program will eliminate up to 29 positions, close the 27 fire substations across the state, and consolidate the remaining firefighting personnel into eight (8) primary firefighting districts. Consolidation of the firefighting districts will impact the time taken to respond to wildfires. The Animal Health & Food Safety program will eliminate up to 6

positions related to meat inspection, impacting the department’s ability to inspect those state inspected meat processing facilities.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.2 M. An additional 2% reduction reallocates \$265,542 for priority spending in other budget units. If the supplemental appropriation were fully funded, the net SGF impact would be a decrease of \$6.4 M, or 25.2% below the EOB.

Treasury – HB 1 appropriates a total budget of \$11.6 M, reflecting a total increase of \$240,021 or 2.1% above EOB (the increase is SGR). The Executive Budget recommendation included a 5% reduction to expenditures paid from SGR. Unexpended SGR by the Treasury reverts to the SGF at the close of the fiscal year. The Treasury has indicated that it intends to eliminate overtime payments during FY 19 as well as enacting other contract reductions and efficiency measures to absorb the proposed reduction.

HEALTH

HB 1 reflects an increase in overall funding in Medicaid by \$430.3 M (3.6%) in FY 19, from an Existing Operating Budget (EOB) as of 12/1/17 of \$11.9 B to a recommended appropriation of \$12.4 B. The net increase in funding is largely the result of increased program funding, utilization and rate increases from FY 18 base funding.

FY 19 Medicaid

	<u>EOB</u>	<u>HB 1 Enrolled</u>	<u>Difference</u>
SGF	\$1,935,282,553	\$1,975,926,186	\$40,643,633
IAT	\$24,603,787	\$24,295,497	(\$308,290)
Fees/Self Gen	\$430,505,205	\$458,574,729	\$28,069,524
Stat Ded	\$821,238,138	\$867,402,402	\$46,164,264
Federal	\$8,739,568,913	\$9,055,262,941	\$315,694,028
Total	\$11,951,198,596	\$12,381,461,755	\$430,263,159

Significant increases reflected in the Medicaid budget include funding for annualized costs increases, and both rate and programmatic funding increases, including approximately \$430 M in additional premium payments paid to Managed Care Organizations (MCO’s) in FY 19. Significant funding increases in HB 1 for FY 19 are reflected below:

- \$429.9 M – Managed Care payments (net payment increase)
- \$57.1 M – Nursing Home reimbursement rate rebase
- \$34.3 M – NOW waiver slots (650 new slots)
- \$8.5 M – Dental Managed Care utilization increase
- \$9.3 M – Pharmacy Program fee for service utilization increase
- \$15.8 M – Federally Qualified Health Clinic and Rural Health Clinic rate increase
- \$17.8 M – Waiver Program annualizes FY 17 enrollment
- \$8.2 M – Medicare Buy-In premium increases (Part A, Part B, Part D)
- \$2.8 M – Rural Hospital inpatient per diem rate increase (rebase)

Significant reductions reflected in the Medicaid budget in HB 1 are a result of estimated program reductions in the Private Providers program and Buy-In program.

- (\$175.8 M) – Medicaid eligibility reforms savings (assumed to be reduced from MCO payments)
- (\$49.7 M) – Balance Private Providers program to updated FY 19 projections
- (\$2.6 M) – Reduce Clawback funding for Medicare Part D funding to updated FY 19 projections

Note: Although the \$175.8 M reduction to Medicaid is associated with implementation of eligibility reforms, HB 1 language indicates that in the event budget reductions are necessary, the secretary shall first study administrative and programmatic changes in the budget prior to implementing any reductions or eliminations to the following itemized programs: rebasing of nursing home reimbursement rates; pediatric day healthcare centers; ambulatory surgical centers; alcohol and drug residential and outpatient treatment services; DSH LINCCA program; Provisional Medicaid program; and the Medically Needy Spenddown program. To the extent eligibility reforms are implemented and materialize in FY 19, managed care payments are anticipated to be reduced related to enrollment. There is no data provided by the department to support a level of savings associated with such reforms.

HB 1 allocates approximately \$1.15 B in total funding to the public private partnership hospitals, including Lallie Kemp Regional Medical Center, which represents the same level of funding as the partner hospitals' FY 18 allocation. The total PPP allocation includes both Disproportionate Share Hospital (DSH) and Upper Payment Limit (UPL) supplemental funding.

DEPARTMENT OF CHILDREN & FAMILY SERVICES

HB 1 appropriates \$743.5 M (\$157.7 M SGF, \$26.9 M IAT, \$18.4 M SGR, \$477 K Statutory Dedications, and \$540.1 M Federal) reflecting a net decrease of \$16.6 M (9.5%) in SGF and an overall decrease of \$33.4 M (4.3%) in total means of finance. The majority of this decrease is associated with the 24.2% reduction in discretionary SGF totaling \$34.7 M. These discretionary funds are currently used by DCFS to administer the Supplemental Nutrition Assistance Program (SNAP). If revenue is not allocated for this program, SNAP will end, resulting in a loss of \$67 M in Federal funds, approximately 923,000 SNAP recipients losing benefits, and a reduction of 1,192 T.O.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$34.7 M, and an enhancement of \$1 M SGF contingent upon the enactment of Act 649 of the 2018 Regular Session. If the supplemental appropriation were fully funded, the net SGF impact would be an increase of \$19.1 M, or 11% over FY 18 EOB.

EDUCATION

Department of Education - FY 19 funding totals \$1,609.7 B (\$102 M SGF, \$253.9 M IAT, \$52.2 M SGR, \$15.1 M Statutory Dedications and \$1,186.4 B Federal). This represents a SGF reduction of \$43.3 M, or 29.8%, and a net reduction of total means of finance of \$17.7 M, or 1.1%. Significant adjustments include reductions to Non-Public Educational Assistance including funding for Required Services (\$8.3 M) and School Lunch Salary Supplements (\$7.5 M) and 24.2 % reduction to discretionary SGF of \$26.8 M. The LDE indicates significant position reductions of approximately 150 would require the department to cease all operations other than the School Food and Child Care Development initiative. There would be reductions to the public and private LA4 preschool program, reducing the number of slots by about 2,700. Finally, the reduction would eliminate funding for the Early Childhood federal grant, resulting in the loss of approximately \$12.5 M in federal funding. Funding for the Recovery School District Instructional Program is being reduced \$8.7 M (\$6.9 M IAT and \$1.8 M SGR) pursuant to Act 91 which transfers 38 charter schools back to the authority of the Orleans Parish School Board effective 7/1/18. Federal Funding is increased by \$40.2 M as a result of the increased state allocation of federal Child Care Development Fund for FY 19, (of this \$28 M will be used for provider payments to reduce the CCAP waiting list, and \$12 M will be used primarily for licensing and eligibility determinations).

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$26.8 M. Additionally, enhanced funding provides \$2.1 M for the Student Scholarship for Educational Excellence Program to fully fund the estimated 6,900 students currently enrolled in the program. Finally, there is an appropriation totaling \$14.6 M for Non Public Educational Assistance to restore 91% of FY 18 funding for the Required Services Program (\$7.6 M) and 93% of FY 18 funding to the School Lunch Salary Supplement Program (\$7 M), which had been eliminated in the Executive Budget. If the supplemental appropriation were fully funded, the net SGF impact would be a \$2 M decrease or 1.4% from FY 18 EOB.

Special Schools and Commissions - HB 1 appropriates \$89.9 M (\$33.8 M SGF, \$28.7 M IAT, \$3.3 M SGR, \$23.9 M Statutory Dedications, and \$234 K Federal) reflecting a SGF decrease of \$8.2 M or 19.6% and a net decrease of all means of finance of \$6.9 M or 7.1%. The majority of this decrease is associated with the 24.2% reduction in discretionary state general funds totaling \$9.8 M as follows: *LA Schools for the Deaf and Visually Impaired* (\$5,068,936), *LA School for Math, Science, and the Arts* (\$1,181,436), *Thrive Academy* (\$694,963), *NOCCA* (\$1,369,517), *LETA* (\$1,282,196), and *BESE* (\$186,832). In order to effect these reductions, the schools would likely have to choose from a range of options including a reduction in the number of grades served or a suspension of operations by the mid-year break. LETA anticipates having to cease broadcast operations by the end of calendar year 2018.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$9.8 M. Additionally, increased SGF funding totaling \$2.7 M is provided as follows: *LA Schools for the Deaf and Visually Impaired* for acquisitions and major repairs (\$1,040,000); *LA School*

for *Math, Science, and the Arts* for one vacant position and building maintenance (\$190,000); *Thrive Academy* for an additional grade level (\$860,000); *NOCCA* for operating services and building maintenance (\$290,000); and *LETA* for hardware repairs and maintenance of broadcasting equipment (\$270,000). If the supplemental appropriation were fully funded, the net SGF impact would be a \$3.4 M increase or 8.1% over FY 18 EOB.

Higher Education - HB 1 appropriates \$2,550.1 B (\$824.6 M SGF, \$22.8 M IAT, \$1.5 B SGR, \$148.3 M Statutory Dedications and \$80.1 M Federal) reflecting a net decrease of \$167.2 M, or 6.2 %.

Significant SGF reductions include \$96 M as a result of Executive Budget recommendation (\$25.6 M) and a 10.8% reduction to discretionary SGF (\$70.4 M). This reduction will be allocated to the funding formula institutions excluding the LSU Health Sciences Centers in New Orleans and Shreveport, Pennington Biomedical Research Center and the Ag Centers. Reductions will also not be applied to the Louisiana Student Tuition Assistance and Revenue Trust (START) Program savings account, the Go Grants program, and the Taylor Opportunity Program for Students (TOPS). The Board of Regents will spread this reduction using their funding formula in June, however, as an illustrative example, this reduction will reduce each institutions' SGF by approximately 18.4%.

Taylor Opportunity Program for Students (TOPS) - SGF was reduced \$85.1 M bringing the total funding for the TOPS program to \$206.2 M, or \$88.4 M (30.3%) less than the total FY 19 need (\$294.6 M). *GO Grants* received an additional \$1 M to increase FY 19 funding to \$27.4 M.

Supplemental Appropriation restores all proposed SGF reductions for formula institutions (\$96 M), as well as \$88.4 M in SGF for the Taylor Opportunity Program for Students (TOPS), for a total of \$184.4 M. Additional funding includes \$3.2 M for the Southern University System for accreditation purposes, \$1.5 M for Grambling, and an additional \$1 M for GO Grants. To the extent this supplemental section were fully funded Higher Education would receive \$1,043 B in SGF, which is \$9.7 M (1%) more than the FY 18 existing budget.

JUDICIARY

The FY 19 budget totals \$130.7 M (\$111.1 M SGF, \$9.4 M IAT, and \$10.2 M Statutory Dedications) a reduction of \$40.4 M SGF (26.3%) from FY 18 EOB. This is associated with the 24.2% across-the-board reduction to discretionary SGF of \$34.8 M and a 5% SGF reduction of \$7.5 M in the Executive Budget recommendation. The La. Supreme Court reports that of the existing budget, some \$99 M is non-discretionary spending. As a result, this reduction would eliminate all funding for the Court Appointed Special Advocates program (CASA), Drug Courts, Family in Need of Services programs (FINS) and the Protective Registry. Furthermore, at this level of funding there would be a 51% reduction in personnel services.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$34.8 M and the 5% reduction proposed in the Executive Budget recommendation of \$7.5 M, as well as enhanced funding of \$2 M SGF. To the extent this supplemental section were fully funded, there would be an increase of \$2 M, or 1.3% over the FY 18 EOB.

LEGISLATURE

The FY 19 budget totals \$77.9 M, reflecting a 28% SGF reduction totaling \$17.5 M from the FY 18 EOB. This is associated with the 24.2% across-the-board reduction to discretionary SGF of \$16.4 and a 5% SGF reduction of \$1.1 M in the Executive Budget recommendation. The LFO has no impact analysis at this time.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$16.4 M as well as \$1.1 M to restore the 5% reduction as proposed in the Executive Budget recommendation. To the extent this supplemental section were fully funded, the FY 19 budget would represent standstill funding.

STATEWIDE BUDGET
Department Budget Summary

	FY 2018 EOB 12/1/2017	Budgeted	FY 2019 HB 1 Enrolled Section 19	Total	2019 - 2018 Change	Percent Change
GRAND TOTAL - Statewide Budget						
State General Fund	\$9,461,355,579	\$9,033,869,279	\$586,192,180	\$9,620,061,459	\$158,705,880	1.7%
Interagency Transfers	\$1,669,238,582	\$1,582,333,147	\$0	\$1,582,333,147	(\$86,905,435)	-5.2%
Fees & Self-gen Revenues	\$4,258,331,216	\$4,424,979,270	\$0	\$4,424,979,270	\$166,648,054	3.9%
Statutory Dedications	\$4,245,215,405	\$4,303,314,015	\$0	\$4,303,314,015	\$58,098,610	1.4%
Federal Funds	<u>\$13,820,229,271</u>	<u>\$14,112,383,701</u>	<u>\$3,694,836</u>	<u>\$14,116,078,537</u>	<u>\$295,849,266</u>	<u>2.1%</u>
	\$33,454,370,053	\$33,456,879,412	\$589,887,016	\$34,046,766,428	\$592,396,375	1.8%
T.O.	31,837	32,199	116	32,315	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
STATE FUNDS (excludes Federal)	\$19,634,140,782	\$19,344,495,711	\$586,192,180	\$19,930,687,891	\$296,547,109	1.5%
General Appropriation Bill						
State General Fund	\$8,737,948,098	\$8,283,809,288	\$526,247,822	\$8,810,057,110	\$72,109,012	0.8%
Interagency Transfers	\$972,183,531	\$939,576,934	\$0	\$939,576,934	(\$32,606,597)	-3.4%
Fees & Self-gen Revenues	\$2,680,718,457	\$2,769,663,942	\$0	\$2,769,663,942	\$88,945,485	3.3%
Statutory Dedications	\$2,930,111,095	\$2,941,634,908	\$0	\$2,941,634,908	\$11,523,813	0.4%
Federal Funds	<u>\$13,757,516,271</u>	<u>\$14,043,041,901</u>	<u>\$3,694,836</u>	<u>\$14,046,736,737</u>	<u>\$289,220,466</u>	<u>2.1%</u>
	\$29,078,477,452	\$28,977,726,973	\$529,942,658	\$29,507,669,631	\$429,192,179	1.5%
T.O.	31,828	32,190	116	32,306	478	1.5%
Other Charges Positions	1,905	1,819	0	1,819	0	0.0%
01 Executive						
State General Fund	\$152,107,148	\$101,298,262	\$32,075,091	\$133,373,353	(\$18,733,795)	-12.3%
Interagency Transfers	\$78,957,393	\$70,707,654	\$0	\$70,707,654	(\$8,249,739)	-10.4%
Fees & Self-gen Revenues	\$135,778,210	\$136,992,561	\$0	\$136,992,561	\$1,214,351	0.9%
Statutory Dedications	\$151,162,207	\$155,956,339	\$0	\$155,956,339	\$4,794,132	3.2%
Federal Funds	<u>\$2,060,628,807</u>	<u>\$2,029,176,017</u>	<u>\$0</u>	<u>\$2,029,176,017</u>	<u>(\$31,452,790)</u>	<u>-1.5%</u>
	\$2,578,633,765	\$2,494,130,833	\$32,075,091	\$2,526,205,924	(\$52,427,841)	-2.0%
T.O.	1,970	1,990	0	1,990	20	1.0%
Other Charges Positions	361	354	0	354	0	0.0%
		76				
03 Veterans Affairs						
State General Fund	\$5,476,292	\$4,389,325	\$1,203,093	\$5,592,418	\$116,126	2.1%
Interagency Transfers	\$2,835,433	\$2,349,822	\$0	\$2,349,822	(\$485,611)	-17.1%
Fees & Self-gen Revenues	\$16,824,961	\$17,256,667	\$0	\$17,256,667	\$431,706	2.6%
Statutory Dedications	\$115,528	\$115,528	\$0	\$115,528	\$0	0.0%
Federal Funds	<u>\$43,052,865</u>	<u>\$45,597,601</u>	<u>\$0</u>	<u>\$45,597,601</u>	<u>\$2,544,736</u>	<u>5.9%</u>
	\$68,305,079	\$69,708,943	\$1,203,093	\$70,912,036	\$2,606,957	3.8%
T.O.	842	843	0	843	1	0.1%
Other Charges Positions	0	0	0	0	0	0.0%
04A State						
State General Fund	\$53,158,836	\$49,685,158	\$6,430,628	\$56,115,786	\$2,956,950	5.6%
Interagency Transfers	\$221,500	\$227,500	\$0	\$227,500	\$6,000	2.7%
Fees & Self-gen Revenues	\$27,400,550	\$27,605,679	\$0	\$27,605,679	\$205,129	0.7%
Statutory Dedications	\$113,078	\$6,002,565	\$0	\$6,002,565	\$5,889,487	5208.3%
Federal Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0%</u>
	\$80,893,964	\$83,520,902	\$6,430,628	\$89,951,530	\$9,057,566	11.2%
T.O.	314	311	0	311	(3)	-1.0%
Other Charges Positions	0	0	0	0	0	0.0%
04B Justice						
State General Fund	\$19,387,540	\$12,609,979	\$4,173,525	\$16,783,504	(\$2,604,036)	-13.4%
Interagency Transfers	\$26,167,329	\$23,500,587	\$0	\$23,500,587	(\$2,666,742)	-10.2%
Fees & Self-gen Revenues	\$6,866,714	\$6,816,714	\$0	\$6,816,714	(\$50,000)	-0.7%
Statutory Dedications	\$15,618,642	\$16,721,205	\$0	\$16,721,205	\$1,102,563	7.1%
Federal Funds	<u>\$7,515,430</u>	<u>\$7,075,021</u>	<u>\$0</u>	<u>\$7,075,021</u>	<u>(\$440,409)</u>	<u>-5.9%</u>
	\$75,555,655	\$66,723,506	\$4,173,525	\$70,897,031	(\$4,658,624)	-6.2%
T.O.	483	482	0	482	(1)	-0.2%
Other Charges Positions	1	1	0	1	0	0.0%
04C Lt. Governor						
State General Fund	\$1,047,280	\$870,928	\$170,914	\$1,041,842	(\$5,438)	-0.5%
Interagency Transfers	\$672,296	\$672,296	\$0	\$672,296	\$0	0.0%
Fees & Self-gen Revenues	\$10,000	\$10,000	\$0	\$10,000	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	\$0	0.0%
Federal Funds	<u>\$5,488,059</u>	<u>\$5,488,059</u>	<u>\$0</u>	<u>\$5,488,059</u>	<u>\$0</u>	<u>0.0%</u>
	\$7,217,635	\$7,041,283	\$170,914	\$7,212,197	(\$5,438)	-0.1%
T.O.	7	7	0	7	0	0.0%
Other Charges Positions	8	8	0	8	0	0.0%
04D Treasury						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$1,686,944	\$1,686,944	\$0	\$1,686,944	\$0	0.0%
Fees & Self-gen Revenues	\$8,900,948	\$9,140,969	\$0	\$9,140,969	\$240,021	2.7%
Statutory Dedications	\$811,455	\$811,455	\$0	\$811,455	\$0	0.0%
Federal Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.0%</u>
	\$11,399,347	\$11,639,368	\$0	\$11,639,368	\$240,021	2.1%
T.O.	54	54	0	54	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%

	FY 2018		FY 2019		2019 - 2018	Percent
	EOB 12/1/2017	Budgeted	HB 1 Enrolled Section 19	Total	Change	Change
04E Public Service Commission						
State General Fund	\$66,396	\$0	\$0	\$0	(\$66,396)	-100.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$9,704,443	\$9,722,536	\$0	\$9,722,536	\$18,093	0.2%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$9,770,839	\$9,722,536	\$0	\$9,722,536	(\$48,303)	-0.5%
T.O.	99	97	0	97	(2)	-2.0%
Other Charges Positions	0	0	0	0	0	0.0%
04F Agriculture & Forestry						
State General Fund	\$25,275,042	\$15,942,539	\$2,957,612	\$18,900,151	(\$6,374,891)	-25.2%
Interagency Transfers	\$686,125	\$680,206	\$0	\$680,206	(\$5,919)	-0.9%
Fees & Self-gen Revenues	\$7,029,476	\$8,404,409	\$0	\$8,404,409	\$1,374,933	19.6%
Statutory Dedications	\$34,115,006	\$35,175,539	\$0	\$35,175,539	\$1,060,533	3.1%
Federal Funds	\$10,584,973	\$10,009,973	\$0	\$10,009,973	(\$575,000)	-5.4%
	\$77,690,622	\$70,212,666	\$2,957,612	\$73,170,278	(\$4,520,344)	-5.8%
T.O.	563	566	0	566	3	0.5%
Other Charges Positions	27	4	0	4	0	0.0%
04G Insurance						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$28,658,984	\$29,342,980	\$0	\$29,342,980	\$683,996	2.4%
Statutory Dedications	\$1,738,353	\$1,817,750	\$0	\$1,817,750	\$79,397	4.6%
Federal Funds	\$716,006	\$717,475	\$0	\$717,475	\$1,469	0.2%
	\$31,113,343	\$31,878,205	\$0	\$31,878,205	\$764,862	2.5%
T.O.	222	222	0	222	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
05 Economic Development						
State General Fund	\$14,373,495	\$14,590,622	\$5,330,641	\$19,921,263	\$5,547,768	38.6%
Interagency Transfers	\$680,546	\$0	\$0	\$0	(\$680,546)	-100.0%
Fees & Self-gen Revenues	\$17,868,712	\$5,064,807	\$0	\$5,064,807	(\$12,803,905)	-71.7%
Statutory Dedications	\$20,122,222	\$16,772,483	\$0	\$16,772,483	(\$3,349,739)	-16.6%
Federal Funds	\$8,046,476	\$2,976,020	\$0	\$2,976,020	(\$5,070,456)	-63.0%
	\$61,091,451	\$39,403,932	\$5,330,641	\$44,734,573	(\$16,356,878)	-26.8%
T.O.	113	113	0	113	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
06 Culture, Recreation & Tourism						
State General Fund	\$31,480,277	\$25,017,432	\$7,831,988	\$32,849,420	\$1,369,143	4.3%
Interagency Transfers	\$12,123,852	\$8,528,705	\$0	\$8,528,705	(\$3,595,147)	-29.7%
Fees & Self-gen Revenues	\$32,754,468	\$29,152,703	\$0	\$29,152,703	(\$3,601,765)	-11.0%
Statutory Dedications	\$10,630,673	\$10,924,422	\$0	\$10,924,422	\$293,749	2.8%
Federal Funds	\$7,530,092	\$7,538,297	\$0	\$7,538,297	\$8,205	0.1%
	\$94,519,362	\$81,161,559	\$7,831,988	\$88,993,547	(\$5,525,815)	-5.8%
T.O.	581	572	0	572	(9)	-1.5%
Other Charges Positions	27	24	0	24	0	0.0%
07 Transportation & Development						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$8,910,000	\$15,242,612	\$0	\$15,242,612	\$6,332,612	71.1%
Fees & Self-gen Revenues	\$28,672,415	\$28,182,415	\$0	\$28,182,415	(\$490,000)	-1.7%
Statutory Dedications	\$571,055,043	\$560,381,094	\$0	\$560,381,094	(\$10,673,949)	-1.9%
Federal Funds	\$32,420,794	\$24,632,793	\$0	\$24,632,793	(\$7,788,001)	-24.0%
	\$641,058,252	\$628,438,914	\$0	\$628,438,914	(\$12,619,338)	-2.0%
T.O.	4,258	4,260	0	4,260	2	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
08A DPSC - Corrections Services						
State General Fund	\$490,875,885	\$472,994,897	\$43,386,609	\$516,381,506	\$25,505,621	5.2%
Interagency Transfers	\$14,837,938	\$14,837,938	\$0	\$14,837,938	\$0	0.0%
Fees & Self-gen Revenues	\$46,352,374	\$48,278,011	\$0	\$48,278,011	\$1,925,637	4.2%
Statutory Dedications	\$54,000	\$1,014,000	\$0	\$1,014,000	\$960,000	1777.8%
Federal Funds	\$2,230,697	\$2,230,697	\$0	\$2,230,697	\$0	0.0%
	\$554,350,894	\$539,355,543	\$43,386,609	\$582,742,152	\$28,391,258	5.1%
T.O.	4,748	4,889	0	4,889	141	3.0%
Other Charges Positions	0	0	0	0	0	0.0%
08B DPSC - Public Safety Services						
State General Fund	\$19,410,048	\$0	\$0	\$0	(\$19,410,048)	-100.0%
Interagency Transfers	\$38,286,509	\$38,258,311	\$0	\$38,258,311	(\$28,198)	-0.1%
Fees & Self-gen Revenues	\$179,276,430	\$200,340,673	\$0	\$200,340,673	\$21,064,243	11.7%
Statutory Dedications	\$188,422,671	\$182,809,115	\$0	\$182,809,115	(\$5,613,556)	-3.0%
Federal Funds	\$48,544,162	\$47,941,431	\$0	\$47,941,431	(\$602,731)	-1.2%
	\$473,939,820	\$469,349,530	\$0	\$469,349,530	(\$4,590,290)	-1.0%
T.O.	2,572	2,583	0	2,583	11	0.4%
Other Charges Positions	0	0	0	0	0	0.0%
08C DPSC - Youth Services						
State General Fund	\$109,587,852	\$74,231,503	\$45,765,118	\$119,996,621	\$10,408,769	9.5%
Interagency Transfers	\$11,959,959	\$11,959,959	\$0	\$11,959,959	\$0	0.0%
Fees & Self-gen Revenues	\$775,487	\$775,487	\$0	\$775,487	\$0	0.0%
Statutory Dedications	\$149,022	\$149,022	\$0	\$149,022	\$0	0.0%
Federal Funds	\$908,006	\$891,796	\$0	\$891,796	(\$16,210)	-1.8%
	\$123,380,326	\$88,007,767	\$45,765,118	\$133,772,885	\$10,392,559	8.4%
T.O.	944	830	114	944	0	0.0%
Other Charges Positions	7	7	0	7	0	0.0%

		FY 2019			2019 - 2018	Percent
		FY 2018	HB 1 Enrolled	Total		
	EOB 12/1/2017	Budgeted	Section 19		Change	Change
09 Health						
State General Fund	\$2,415,119,251	\$2,478,211,795	\$0	\$2,478,211,795	\$63,092,544	2.6%
Interagency Transfers	\$306,924,794	\$319,674,708	\$0	\$319,674,708	\$12,749,914	4.2%
Fees & Self-gen Revenues	\$510,154,478	\$538,898,298	\$0	\$538,898,298	\$28,743,820	5.6%
Statutory Dedications	\$842,350,843	\$890,492,234	\$0	\$890,492,234	\$48,141,391	5.7%
Federal Funds	\$9,519,368,265	\$9,811,812,570	\$0	\$9,811,812,570	\$292,444,305	3.1%
	\$13,593,917,631	\$14,039,089,605	\$0	\$14,039,089,605	\$445,171,974	3.3%
T.O.	5,794	6,061	0	6,061	267	4.6%
Other Charges Positions	1,421	1,368	0	1,368	0	0.0%
10 Children & Family Services						
State General Fund	\$174,260,354	\$157,664,901	\$35,712,518	\$193,377,419	\$19,117,065	11.0%
Interagency Transfers	\$50,095,291	\$26,899,733	\$0	\$26,899,733	(\$23,195,558)	-46.3%
Fees & Self-gen Revenues	\$17,937,760	\$18,392,610	\$0	\$18,392,610	\$454,850	2.5%
Statutory Dedications	\$481,227	\$477,047	\$0	\$477,047	(\$4,180)	-0.9%
Federal Funds	\$534,190,531	\$540,076,895	\$0	\$540,076,895	\$5,886,364	1.1%
	\$776,965,163	\$743,511,186	\$35,712,518	\$779,223,704	\$2,258,541	0.3%
T.O.	3,445	3,506	0	3,506	61	1.8%
Other Charges Positions	0	0	0	0	0	0.0%
11 Natural Resources						
State General Fund	\$9,421,017	\$7,306,678	\$2,217,123	\$9,523,801	\$102,784	1.1%
Interagency Transfers	\$8,992,160	\$8,816,870	\$0	\$8,816,870	(\$175,290)	-1.9%
Fees & Self-gen Revenues	\$318,639	\$318,639	\$0	\$318,639	\$0	0.0%
Statutory Dedications	\$29,764,163	\$29,444,336	\$0	\$29,444,336	(\$319,827)	-1.1%
Federal Funds	\$7,765,301	\$7,258,917	\$0	\$7,258,917	(\$506,384)	-6.5%
	\$56,261,280	\$53,145,440	\$2,217,123	\$55,362,563	(\$898,717)	-1.6%
T.O.	321	308	2	310	(11)	-3.4%
Other Charges Positions	0	0	0	0	0	0.0%
12 Revenue						
State General Fund	\$33,892,165	\$0	\$0	\$0	(\$33,892,165)	-100.0%
Interagency Transfers	\$285,000	\$285,000	\$0	\$285,000	\$0	0.0%
Fees & Self-gen Revenues	\$67,107,815	\$101,571,220	\$0	\$101,571,220	\$34,463,405	51.4%
Statutory Dedications	\$543,583	\$550,000	\$0	\$550,000	\$6,417	1.2%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$101,828,563	\$102,406,220	\$0	\$102,406,220	\$577,657	0.6%
T.O.	712	712	0	712	0	0.0%
Other Charges Positions	15	15	0	15	0	0.0%
13 Environmental Quality						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$670,829	\$70,829	\$0	\$70,829	(\$600,000)	-89.4%
Fees & Self-gen Revenues	\$24,790	\$24,790	\$0	\$24,790	\$0	0.0%
Statutory Dedications	\$104,184,518	\$116,152,413	\$0	\$116,152,413	\$11,967,895	11.5%
Federal Funds	\$20,155,915	\$19,902,433	\$0	\$19,902,433	(\$253,482)	-1.3%
	\$125,036,052	\$136,150,465	\$0	\$136,150,465	\$11,114,413	8.9%
T.O.	698	702	0	702	4	0.6%
Other Charges Positions	0	0	0	0	0	0.0%
14 Workforce Commission						
State General Fund	\$7,399,887	\$5,607,489	\$2,644,730	\$8,252,219	\$852,332	11.5%
Interagency Transfers	\$6,595,050	\$4,559,450	\$0	\$4,559,450	(\$2,035,600)	-30.9%
Fees & Self-gen Revenues	\$272,219	\$272,219	\$0	\$272,219	\$0	0.0%
Statutory Dedications	\$110,634,234	\$111,288,610	\$0	\$111,288,610	\$654,376	0.6%
Federal Funds	\$165,586,651	\$160,205,804	\$3,694,836	\$163,900,640	(\$1,686,011)	-1.0%
	\$290,488,041	\$281,933,572	\$6,339,566	\$288,273,138	(\$2,214,903)	-0.8%
T.O.	925	921	0	921	(4)	-0.4%
Other Charges Positions	0	0	0	0	0	0.0%
16 Wildlife & Fisheries						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$12,006,202	\$12,527,226	\$0	\$12,527,226	\$521,024	4.3%
Fees & Self-gen Revenues	\$2,111,574	\$2,111,574	\$0	\$2,111,574	\$0	0.0%
Statutory Dedications	\$125,842,453	\$118,276,988	\$0	\$118,276,988	(\$7,565,465)	-6.0%
Federal Funds	\$46,032,639	\$42,431,264	\$0	\$42,431,264	(\$3,601,375)	-7.8%
	\$185,992,868	\$175,347,052	\$0	\$175,347,052	(\$10,645,816)	-5.7%
T.O.	779	779	0	779	0	0.0%
Other Charges Positions	3	3	0	3	0	0.0%
17 Civil Service						
State General Fund	\$5,326,196	\$4,230,555	\$1,113,291	\$5,343,846	\$17,650	0.3%
Interagency Transfers	\$11,622,197	\$12,002,661	\$0	\$12,002,661	\$380,464	3.3%
Fees & Self-gen Revenues	\$1,232,825	\$1,341,590	\$0	\$1,341,590	\$108,765	8.8%
Statutory Dedications	\$2,233,801	\$2,334,588	\$0	\$2,334,588	\$100,787	4.5%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	\$20,415,019	\$19,909,394	\$1,113,291	\$21,022,685	\$607,666	3.0%
T.O.	171	172	0	172	1	0.6%
Other Charges Positions	0	0	0	0	0	0.0%
19A Higher Education						
State General Fund	\$1,004,971,363	\$824,611,092	\$190,128,735	\$1,014,739,827	\$9,768,464	1.0%
Interagency Transfers	\$23,645,601	\$22,759,816	\$0	\$22,759,816	(\$885,785)	-3.7%
Fees & Self-gen Revenues	\$1,457,186,211	\$1,474,298,447	\$0	\$1,474,298,447	\$17,112,236	1.2%
Statutory Dedications	\$151,642,910	\$148,331,426	\$0	\$148,331,426	(\$3,311,484)	-2.2%
Federal Funds	\$79,903,497	\$80,105,297	\$0	\$80,105,297	\$201,800	0.3%
	\$2,717,349,582	\$2,550,106,078	\$190,128,735	\$2,740,234,813	\$22,885,231	0.8%
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%

		FY 2019			2019 - 2018	Percent
		FY 2018	HB 1 Enrolled			
	EOB 12/1/2017	Budgeted	Section 19	Total	Change	Change
19B Special Schools & Commissions						
State General Fund	\$42,044,885	\$33,791,857	\$11,677,829	\$45,469,686	\$3,424,801	8.1%
Interagency Transfers	\$26,067,815	\$28,731,884	\$0	\$28,731,884	\$2,664,069	10.2%
Fees & Self-gen Revenues	\$3,263,033	\$3,263,033	\$0	\$3,263,033	\$0	0.0%
Statutory Dedications	\$25,114,616	\$23,883,751	\$0	\$23,883,751	(\$1,230,865)	-4.9%
Federal Funds	\$318,668	\$233,582	\$0	\$233,582	(\$85,086)	-26.7%
	<u>\$96,809,017</u>	<u>\$89,904,107</u>	<u>\$11,677,829</u>	<u>\$101,581,936</u>	<u>\$4,772,919</u>	<u>4.9%</u>
T.O.	767	765	0	765	(2)	-0.3%
Other Charges Positions	35	35	0	35	0	0.0%
19D Education						
State General Fund	\$3,604,419,133	\$3,540,289,000	\$41,299,149	\$3,581,588,149	(\$22,830,984)	-0.6%
Interagency Transfers	\$263,200,035	\$253,878,768	\$0	\$253,878,768	(\$9,321,267)	-3.5%
Fees & Self-gen Revenues	\$57,488,446	\$52,181,509	\$0	\$52,181,509	(\$5,306,937)	-9.2%
Statutory Dedications	\$273,809,800	\$286,979,044	\$0	\$286,979,044	\$13,169,244	4.8%
Federal Funds	\$1,146,171,841	\$1,186,383,363	\$0	\$1,186,383,363	\$40,211,522	3.5%
	<u>\$5,345,089,255</u>	<u>\$5,319,711,684</u>	<u>\$41,299,149</u>	<u>\$5,361,010,833</u>	<u>\$15,921,578</u>	<u>0.3%</u>
T.O.	446	445	0	445	(1)	-0.2%
Other Charges Positions	0	0	0	0	0	0.0%
19E LSU Health Care Services Division						
State General Fund	\$24,427,906	\$24,427,906	\$0	\$24,427,906	\$0	0.0%
Interagency Transfers	\$18,383,724	\$17,542,527	\$0	\$17,542,527	(\$841,197)	-4.6%
Fees & Self-gen Revenues	\$15,472,658	\$15,472,658	\$0	\$15,472,658	\$0	0.0%
Statutory Dedications	\$0	\$0	\$0	\$0	\$0	0.0%
Federal Funds	\$4,800,336	\$4,800,336	\$0	\$4,800,336	\$0	0.0%
	<u>\$63,084,624</u>	<u>\$62,243,427</u>	<u>\$0</u>	<u>\$62,243,427</u>	<u>(\$841,197)</u>	<u>-1.3%</u>
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
20 Other Requirements						
State General Fund	\$494,419,850	\$436,037,370	\$92,129,228	\$528,166,598	\$33,746,748	6.8%
Interagency Transfers	\$45,669,009	\$43,174,928	\$0	\$43,174,928	(\$2,494,081)	-5.5%
Fees & Self-gen Revenues	\$10,978,280	\$14,153,280	\$0	\$14,153,280	\$3,175,000	28.9%
Statutory Dedications	\$259,696,604	\$215,051,418	\$0	\$215,051,418	(\$44,645,186)	-17.2%
Federal Funds	\$5,556,260	\$5,556,260	\$0	\$5,556,260	\$0	0.0%
	<u>\$816,320,003</u>	<u>\$713,973,256</u>	<u>\$92,129,228</u>	<u>\$806,102,484</u>	<u>(\$10,217,519)</u>	<u>-1.3%</u>
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
OTHER APPROPRIATION BILLS						
State General Fund	\$215,503,900	\$235,688,616	\$59,944,358	\$295,632,974	\$80,129,074	37.2%
Interagency Transfers	\$697,055,051	\$642,756,213	\$0	\$642,756,213	(\$54,298,838)	-7.8%
Fees & Self-gen Revenues	\$1,577,612,759	\$1,655,315,328	\$0	\$1,655,315,328	\$77,702,569	4.9%
Statutory Dedications	\$1,250,904,310	\$1,306,921,165	\$0	\$1,306,921,165	\$56,016,855	4.5%
Federal Funds	\$62,713,000	\$69,341,800	\$0	\$69,341,800	\$6,628,800	10.6%
	<u>\$3,803,789,020</u>	<u>\$3,910,023,122</u>	<u>\$59,944,358</u>	<u>\$3,969,967,480</u>	<u>\$166,178,460</u>	<u>4.4%</u>
T.O.	1,156	1,188	0	1,188	32	2.8%
Other Charges Positions	9	9	0	9	0	0.0%
21 Ancillary						
State General Fund	\$0	\$0	\$0	\$0	\$0	0.0%
Interagency Transfers	\$646,285,095	\$620,178,520	\$0	\$620,178,520	(\$26,106,575)	-4.0%
Fees & Self-gen Revenues	\$1,506,664,222	\$1,572,404,098	\$0	\$1,572,404,098	\$65,739,876	4.4%
Statutory Dedications	\$151,000,000	\$151,000,000	\$0	\$151,000,000	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	<u>\$2,303,949,317</u>	<u>\$2,343,582,618</u>	<u>\$0</u>	<u>\$2,343,582,618</u>	<u>\$39,633,301</u>	<u>1.7%</u>
T.O.	1,156	1,188	0	1,188	32	2.8%
Other Charges Positions	9	9	0	9	0	0.0%
23 Judiciary						
State General Fund	\$151,530,944	\$111,085,806	\$42,445,138	\$153,530,944	\$2,000,000	1.3%
Interagency Transfers	\$9,392,850	\$9,392,850	\$0	\$9,392,850	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$10,240,925	\$10,240,925	\$0	\$10,240,925	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	<u>\$171,164,719</u>	<u>\$130,719,581</u>	<u>\$42,445,138</u>	<u>\$173,164,719</u>	<u>\$2,000,000</u>	<u>1.2%</u>
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
24 Legislative						
State General Fund	\$62,472,956	\$44,973,736	\$17,499,220	\$62,472,956	\$0	0.0%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$22,373,567	\$22,989,230	\$0	\$22,989,230	\$615,663	2.8%
Statutory Dedications	\$10,000,000	\$10,000,000	\$0	\$10,000,000	\$0	0.0%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	<u>\$94,846,523</u>	<u>\$77,962,966</u>	<u>\$17,499,220</u>	<u>\$95,462,186</u>	<u>\$615,663</u>	<u>0.6%</u>
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
26 Capital Outlay Cash						
State General Fund	\$1,500,000	\$79,629,074	\$0	\$79,629,074	\$78,129,074	5208.6%
Interagency Transfers	\$41,377,106	\$13,184,843	\$0	\$13,184,843	(\$28,192,263)	-68.1%
Fees & Self-gen Revenues	\$48,574,970	\$59,922,000	\$0	\$59,922,000	\$11,347,030	23.4%
Statutory Dedications	\$1,079,663,385	\$1,135,680,240	\$0	\$1,135,680,240	\$56,016,855	5.2%
Federal Funds	\$62,713,000	\$69,341,800	\$0	\$69,341,800	\$6,628,800	10.6%
	<u>\$1,233,828,461</u>	<u>\$1,357,757,957</u>	<u>\$0</u>	<u>\$1,357,757,957</u>	<u>\$123,929,496</u>	<u>10.0%</u>
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%

	FY 2018 EOB 12/1/2017	Budgeted	FY 2019 HB 1 Enrolled Section 19	Total	2019 - 2018 Change	Percent Change
NON-APPROPRIATED REQUIREMENTS						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	<u>\$572,103,581</u>	<u>\$569,129,317</u>	<u>\$0</u>	<u>\$569,129,317</u>	<u>(\$2,974,264)</u>	<u>-0.5%</u>
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%
22 Non-Appropriated Requirements						
State General Fund	\$507,903,581	\$514,371,375	\$0	\$514,371,375	\$6,467,794	1.3%
Interagency Transfers	\$0	\$0	\$0	\$0	\$0	0.0%
Fees & Self-gen Revenues	\$0	\$0	\$0	\$0	\$0	0.0%
Statutory Dedications	\$64,200,000	\$54,757,942	\$0	\$54,757,942	(\$9,442,058)	-14.7%
Federal Funds	\$0	\$0	\$0	\$0	\$0	0.0%
	<u>\$572,103,581</u>	<u>\$569,129,317</u>	<u>\$0</u>	<u>\$569,129,317</u>	<u>(\$2,974,264)</u>	<u>-0.5%</u>
T.O.	0	0	0	0	0	0.0%
Other Charges Positions	0	0	0	0	0	0.0%



John D. Carpenter
Legislative Fiscal Officer

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To: The Honorable John Alario, President of the Senate
Honorable Members of the Senate
The Honorable Taylor Barras, Speaker of the House
Honorable Members of the House of Representatives

From: John D. Carpenter, Legislative Fiscal Officer
Evan Brasseaux, LFO Staff Director

Date: June 7, 2018

Subject: A summary of HB 1 Enrolled of the 2018 2nd E.S.

The Legislative Fiscal Office has prepared an executive summary that details FY 19 funding shortfalls and unfunded spending priorities which are contained in the supplemental appropriation section of HB 1 Enrolled, contingent on the enactment of revenue raising measures and recognition by the Revenue Estimating Conference.

Please contact us if you have questions or need additional information.

EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 5/22/18 and affirmed the forecast adopted at the 4/12/18 meeting. That April forecast increased overall state tax revenue forecasts for the ensuing fiscal year (FY 19) by \$345.9 M relative to the forecast in place from 12/14/17. The revenue forecast upgrade is largely attributable to greater than expected personal income tax collections resulting from recently enacted federal tax law changes that will reduce the state deduction for federal tax liabilities, as well as the state deduction for excess federal itemized deductions. A higher oil price projection also contributed to the forecast upgrade. However, a significant fall in forecasts from FY 18 to FY 19 of \$641.2 M still exists, and largely reflects the expiration of a fifth percent of sales tax rate and base broadening at the end of FY 18.

Largely due to two factors, the forecast for the current fiscal year (FY 18) was actually decreased by \$6.5 M from the December forecast. First, an administrative decision to eliminate the advance payment of a hospital lease payment reduced receipts expected late in FY 18. This is a one-time adjustment, affecting FY 18 only. Second, an allocation to the New Opportunities Waiver program was acknowledged at this latest REC meeting. Upgrades to expected income and severance tax receipts, as well as a substitution of funds for the Budget Stabilization Fund, were sufficient to make the net forecast decrease as small as it was. It should be noted that excess expected revenue in FY 18 is still \$146.4 M from the revenue forecast utilized to fund the current year budget.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are now forecast to stay near the new higher current forecast but are highly uncertain and dependent on a producing country agreement to restrain production and a rare period of economic growth synchronization across major world economies. In addition, while the U.S. economy has continued to exhibit modest strength in metrics such as employment, growth in wages and inflation have only just started to exhibit upward movement above long running rates. State employment stopped declining in August 2016 but has exhibited only barely positive employment growth since then, with consequently only modest responsiveness of baseline state tax receipts.

Funding Instruments

Two alternative sales tax instruments, providing additional funding for the FY 19 general fund budget, were considered near the end of the session. First considered was HB 12, which continued 1/2 of the new fifth penny of sales tax (a 4.5% rate) through FY 25, generating some \$507 M of general fund revenue. Next considered was HB 27, which continued 1/3 of the new fifth penny of sales tax (a 4.33% rate) through FY 25, generating approximately \$400 M of general fund revenue. Both bills were similar, but not identical, in that they also subjected various traditionally exempt transactions to their respective full 4.33% or 4.5% proposed state tax rates. Each bill's estimated revenue was inclusive of taxation of all these transactions. Both of these bills failed to pass.

An individual income tax instrument, HB 18, was also considered. This bill continues a limitation of a credit against individual income taxes for taxes paid to other states through FY 23 and is expected to generate some \$33.6 M of revenue in FY 19 and each subsequent year during this period. The bill was amended in Conference Committee to include an increase in the state earned income tax credit from the current 3.5% of the federal credit amount to 5%, beginning in FY 20 through FY 26. This provision will result in a \$21 M per year increase in the credit. The net effect of the two provisions is a \$33.6 M increase in expected revenue in FY 19, and \$12.6 M in FY 20 through FY 23. This bill has been enrolled.

A third general fund resource is contained in SB 2 where Deepwater Horizon settlement funds to be received in FY 19 are redirected to the state general fund and away from their current statutorily dedicated allocations: the Medicaid Trust Fund for the Elderly (45%), the Budget Stabilization Fund (45%), and the Health Trust Fund (10%). This reallocation transfers \$53.3 M to the state general fund. This bill has been enrolled.

FY 19 Expenditures

HB 1 Enrolled of the 2nd E.S. of 2018 (herein after referred to as HB 1) inclusive of supplemental appropriations, increases \$423,714,359 from the FY 18 EOB as of 12/1/17. The total increase is comprised of \$65,001,192 SGF, \$88,545,485 SGR, \$13,153,813 Statutory Dedications, and \$289,220,466 Federal funds; while being partially offset by a decrease of \$32,606,597 IAT.

HB 1 Enrolled contains appropriations in the base in an amount commensurate with the current revenue estimates. Additionally, SGF supplemental appropriations totaling \$526.3 M were contemplated based on anticipated revenues from legislation discussed above. To the extent sufficient revenues are not enacted, these supplemental appropriations will be funded on a pro-rata basis. Since the legislature did not approve measures that raised significant revenue, a lesser amount of approximately \$79.7 M will actually be available. However, prioritized funding for the Legislative and Judicial budgets will require \$59.8 M to fund those supplemental appropriations, leaving a balance of \$19.9 M available for the pro-rata distribution. As a result, there are significant funding shortfalls included in HB 1, which are discussed below. See Table 1 on page 4 for a detailed summary of restorations, reductions, and other spending priorities.

Funding Shortfalls and Unfunded Spending Priorities

- **\$264.5 M** – (See breakdown by department in Table 1 on page 4) In addition to reductions contained in the Executive Budget recommendation, an across-the-board reduction of 24.2% to discretionary SGF totaling \$264.5 M is contained in the operating budget of all agencies, excluding the Department of Health, the Health Care Services Division and Higher Education. Higher Education is directed to reduce expenditures by 10.8%, while excluding LSUHSC-New Orleans and LSUHSC-Shreveport and certain other programs and activities from these reductions. This reduction language was inserted at the beginning of each Schedule and does not identify specific reduction amounts at the agency level. The LFO assumes the reductions will be applied uniformly to all agencies receiving a discretionary SGF appropriation. However, the authority to allocate the reduction within the agencies of each budget schedule is given to the commissioner of administration.
- **\$4.5 M** – LaGov balance of first year of phased implementation to bring Executive branch agencies onto new system (\$4 M SGF contained in the FY 18 Supplemental Bill)
- **\$1.3 M** – Elected Officials, restoration of 5% reduction contained in the Executive Budget recommendation
 - \$480K for the Secretary of State
 - \$896 K for the Attorney General
- **\$1.4 M** – Economic Development restoration to the Matching Grants Program
- **\$1.7** – CRT restoration of 5% reduction contained in the Executive Budget recommendation; further provides approximately \$500K enhanced funding
- **\$25.4 M** – Corrections Services
 - \$21.7 M for restoration of personal services, replacement acquisitions and major repairs, and CSO salary pay raises
 - \$2.7 M for Winn Correctional restoration of contract funding
 - \$1 M for Allen Correctional acquisitions and major repairs
- **\$25.5 M** – Youth Services
 - \$12 M for operating expenses of the Acadiana Center for Youth
 - \$10.7 M for Regional Programming
 - \$2 M for the Raise the Age initiative
 - \$800K for statewide facility repairs and maintenance
- **\$1 M** – DCFS for Youth aging out of Foster Care (SB 129 of 2018 RS)
- **\$1 M** – Workforce Commission for the LA Rehabilitation Services
- **\$101.7 M** – Higher Education formula funding reduction equates to approximately 18% reduction to all institutions of higher education (excludes Medical Schools, Pennington Biomedical Research Center, and the Ag Centers)
 - \$70.4 M is the 10.8% reduction included in the \$264.5 M in bullet 1 above
 - \$25.6 M restoration of reductions included in the Executive Budget recommendation
 - \$3.2 M for Southern University System Accreditation
 - \$1.5 M for Grambling State University
 - \$1 M GO Grants
- **\$88.4 M** – TOPS represents 30% of total FY 19 need

- **\$2.7 M** – Special Schools and Commissions
 - \$1 M for LSDVI acquisitions and major repairs
 - \$200 K for LSMSA for one vacant position and maintenance
 - \$860 K for THRIVE Academy for an additional grade level
 - \$270 K for LETA for hardware repairs and maintenance
 - \$290 K for NOCCA for operating service and building maintenance
 - \$50 K for BESE for one vacant position
- **\$2.1 M** – Student Scholarship for Educational Excellence Program vouchers
- **\$14.6 M** – Non-Public Educational Assistance
 - \$7.6 M for Required Services
 - \$7.0 M for School Lunch Salary Supplements
- **\$70.9 M** – Other Requirements including
 - \$44.2 M for Local Housing of State Inmates
 - \$25.8 M for District Attorney
 - \$980 K for Justice of the Peace Supplemental Pay

Note: The Legislative and Judicial appropriation bills contain supplemental funding in the amount of \$17.4 M and \$42.4 M respectively. Language included in the Legislative Appropriation Act (HB 751 of the 2018 RS) and the Judicial Appropriation Act (HB 698 of 2018 RS) establish funding priorities for these appropriations over all others with the exception of the salaries of the constitutional officers of the state.

Furthermore, preamble language included in Section 13A of HB 1 Enrolled provides that appropriations for the payment of judgments against the state, legal expenses, back supplemental pay, the appropriation act for the expenses of the Department of Justice, the appropriation act for the expenses of the judiciary and the legislature shall have preference and priority over any of the items in the General Appropriation Act or the Capital Outlay Act for any fiscal year.

As a result of this language, the Legislative and Judicial FY 19 budgets are fully funded. However, it is unclear to the LFO whether the expenses of the Department of Justice will also take priority over all other appropriations, including those contained in the supplemental appropriation section.

TABLE 1

Department Name	24.2% Reduction	Restoration in Supplemental	2% Reduction Supplemental	Prioritized Spending Supplemental*	TOTAL Supplemental	Net Impact Supplemental
Executive Department	\$ (27,175,091)	\$ 27,175,091	\$ -	\$ 4,900,000	\$ 32,075,091	\$ 4,900,000
Department of Veterans Affairs	\$ (1,203,093)	\$ 1,203,093	\$ -	\$ -	\$ 1,203,093	\$ -
Secretary of State	\$ (6,484,890)	\$ 6,484,890	\$ (534,262)	\$ 480,000	\$ 6,430,628	\$ (54,262)
Office of the Attorney General	\$ (3,600,506)	\$ 3,600,506	\$ (296,630)	\$ 869,649	\$ 4,173,525	\$ 573,019
Lieutenant Governor	\$ (186,259)	\$ 186,259	\$ (15,345)	\$ -	\$ 170,914	\$ (15,345)
State Treasurer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public Service Commission	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Agriculture and Forestry	\$ (3,223,154)	\$ 3,223,154	\$ (265,542)	\$ -	\$ 2,957,612	\$ (265,542)
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Economic Development	\$ (4,327,135)	\$ 4,327,135	\$ (356,494)	\$ 1,360,000	\$ 5,330,641	\$ 1,003,506
Culture Recreation and Tourism	\$ (6,737,022)	\$ 6,737,022	\$ (555,034)	\$ 1,650,000	\$ 7,831,988	\$ 1,094,966
Transportation & Development	\$ -		\$ -	\$ -	\$ -	\$ -
Corrections Services	\$ (19,544,822)	\$ 19,544,822	\$ (1,610,213)	\$ 25,452,000	\$ 43,386,609	\$ 23,841,787
Public Safety Services	\$ -		\$ -	\$ -	\$ -	\$ -
Youth Services	\$ (22,030,081)	\$ 22,030,081	\$ (1,814,963)	\$ 25,550,000	\$ 45,765,118	\$ 23,735,037
Health	\$ -		\$ -	\$ -	\$ -	\$ -
Children and Family Services	\$ (34,712,518)	\$ 34,712,518	\$ -	\$ 1,000,000	\$ 35,712,518	\$ 1,000,000
Natural Resources	\$ (2,111,043)	\$ 2,111,043	\$ (173,920)	\$ 280,000	\$ 2,217,123	\$ 106,080
Revenue	\$ -		\$ -	\$ -	\$ -	\$ -
Environmental Quality	\$ -		\$ -	\$ -	\$ -	\$ -
Workforce Commission	\$ (1,792,398)	\$ 1,792,398	\$ (147,668)	\$ 1,000,000	\$ 2,644,730	\$ 852,332
Civil Service	\$ (1,213,245)	\$ 1,213,245	\$ (99,954)	\$ -	\$ 1,113,291	\$ (99,954)
Higher Education	\$ (70,379,221)	\$ 70,379,221	\$ -	\$ 119,749,514	\$ 190,128,735	\$ 119,749,514
Special Schools and Commissions	\$ (9,783,880)	\$ 9,783,880	\$ (806,051)	\$ 2,700,000	\$ 11,677,829	\$ 1,893,949
Education	\$ (26,816,627)	\$ 26,816,627	\$ (2,209,305)	\$ 16,691,827	\$ 41,299,149	\$ 14,482,522
LSU Health Care Services Division	\$ -		\$ -	\$ -	\$ -	\$ -
Other Requirements	\$ (23,132,392)	\$ 23,132,392	\$ (1,905,777)	\$ 70,902,613	\$ 92,129,228	\$ 68,996,836
Subtotal HB 1	\$ (264,453,377)	\$ 264,453,377	\$ (10,791,158)	\$ 272,585,603	\$ 526,247,822	\$ 261,794,445
		*Prioritized Spending Increases				
Executive Office				\$ 343,000		
Division of Administration - LAGOV				\$ 4,557,000		
State - Reigstrar of Voter increases				\$ 480,000		
Justice - Restoration Executive budget reductions				\$ 869,649		
Economic Development				\$ 1,360,000		
CRT - Office of the Secretary				\$ 1,650,000		
Corrections Services - pay raise, acquisitions				\$ 21,690,000		
Winn Correctional Cener				\$ 2,740,000		
Allen Correctional Center				\$ 1,022,000		
Youth Services - Raise the Age Initiative				\$ 2,000,000		
Youth Services - Youth Centers' repairs				\$ 800,000		
Youth Services - Acadiana Center for Youth				\$ 12,000,000		
Youth Services - Regional Programs				\$ 10,750,000		
Children and Family Services - Foster Care (SB 129)				\$ 1,000,000		
Natural Resources - Legacy site remediation				\$ 280,000		
Workforce Commission - LA Rehabilitation Services				\$ 1,000,000		
Education - Student Scholarship for Educational Excellence Program				\$ 2,100,000		
Education - Non-Public Educational Assistance				\$ 14,591,827		
Special Schools and Commissions				\$ 2,700,000		
Board of Regents - Restoration Executive Budget reductions				\$ 25,680,922		
Board of Regents - GO Grants				\$ 1,000,000		
Taylor Opportunity Program for Students (TOPS)				\$ 88,368,592		
Southern University Board of Supervisors				\$ 3,200,000		
University of LA System - Grambling				\$ 1,500,000		
Local Housing of Adult Offenders - Parole Hold				\$ 10,000,000		
Local Housing of Adult Offenders - Transitional Work Program				\$ 4,976,775		
Local Housing of Adult Offenders				\$ 29,136,125		
District Attorney/ Asst DAs Salary payments				\$ 25,809,713		
Justice of the Peace Supplemental Pay				\$ 980,000		
Subtotal				\$ 272,585,603		
Legislature (HB 33)	\$ (16,375,572)	\$ 17,499,220	\$ -	\$ -	\$ 17,499,220	
Judiciary (HB 34)	\$ (34,868,591)	\$ 44,445,138	\$ -	\$ -	\$ 44,445,138	
Subtotal	\$ (51,244,163)	\$ 61,944,358	\$ -	\$ -	\$ 61,944,358	
Total	\$ (315,697,540)	\$ 326,397,735	\$ (10,791,158)	\$ 272,585,603	\$ 588,192,180	



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To: The Honorable Taylor Barras, Speaker of the House
Honorable Members of the House of Representatives

From: John D. Carpenter, Legislative Fiscal Officer
Evan Brasseaux, LFO Staff Director

Date: June 4, 2018

Subject: A preliminary booklet containing the LFO Analysis of HB 1 Reengrossed *with Senate Amendments* of the 2018 2nd E.S.

The Legislative Fiscal Office has prepared a preliminary booklet for your use as you review the General Appropriations Bill. The booklet includes an executive summary that details the Senate amendments as well as a summary of the state budget including means of finance by department.

Please contact us if you have questions or need additional information.

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EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 5/22/18 and affirmed the forecast adopted at the 4/12/18 meeting. That April forecast increased overall state tax revenue forecasts for the ensuing fiscal year (FY 19) by \$345.9 M relative to the forecast in place from 12/14/17. The revenue forecast upgrade is largely attributable to greater than expected personal income tax collections resulting from recently enacted federal tax law changes that will reduce the state deduction for federal tax liabilities, as well as the state deduction for excess federal itemized deductions. A higher oil price projection also contributed to the forecast upgrade. However, a significant fall in forecasts from FY 18 to FY 19 of \$641.2 M still exists, and largely reflects the expiration of a fifth percent of sales tax rate and base broadening at the end of FY 18.

Largely due to two factors, the forecast for the current fiscal year (FY 18) was actually decreased by \$6.5 M from the December forecast. First, an administrative decision to eliminate the advance payment of a hospital lease payment reduced receipts expected late in FY 18. This is a one-time adjustment, affecting FY 18 only. Second, an allocation to the New Opportunities Waiver program was acknowledged at this latest REC meeting. Upgrades to expected income and severance tax receipts, as well as a substitution of funds for the Budget Stabilization Fund, were sufficient to make the net forecast decrease as small as it was. It should be noted that excess expected revenue in FY 18 is still \$146.4 M from the revenue forecast utilized to fund the current year budget.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are now forecast to stay near the new higher current forecast but are highly uncertain and dependent on a producing country agreement to restrain production and a rare period of economic growth synchronization across major world economies. In addition, while the U.S. economy has continued to exhibit modest strength in metrics such as employment, growth in wages and inflation have only just started to exhibit upward movement above long running rates. State employment stopped declining in August 2016 but has exhibited only barely positive employment growth since then, with consequently only modest responsiveness of baseline state tax receipts.

Funding Instruments

Two tax instruments provide additional funding for the FY 19 general fund budget. The first of these is HB 27, which continues 1/2 of the new fifth penny of sales tax indefinitely. As amended by the Senate, this continuation is expected to generate \$512 million of general fund revenue in FY 19 and \$548 million in each subsequent year through FY 25. This bill also subjects various traditionally exempt transactions to the full 4.5% state tax rate. The estimated revenue is inclusive of taxation of all these transactions.

The second of these two bills is HB 18, which continues a limitation of a credit against individual income taxes for taxes paid to other states through FY 23. This bill is expected to generate some \$33.6 million of revenue per year during this period. The bill was amended in the Senate to include an increase in the state earned income tax credit from the current 3.5% of the federal credit amount to 5%, but only in years when the state sales tax rate exceeds 4%. This provision will result in a \$21 million per year increase in the credit. The net effect of the two provisions is a \$12.6 million per year increase in expected tax revenue.

A third general fund resource is contained in a Senate amendment to HB 1 where the treasurer is directed to shift BP Deepwater Horizon settlement funds to be received in FY 19 from the current dedicated allocations to the state general fund. This reallocation puts \$56.9 million into the state general fund. The amendment also directs the treasurer to deposit a total of \$7.1 million of general fund resources into the special funds that would otherwise receive the BP settlement funds. The general fund gains a net of \$49.8 million from these transfers.

FY 19 Expenditures

HB 1 Reengrossed with Senate amendments of the 2nd E.S. of 2018 (herein after referred to as HB 1) inclusive of supplemental appropriations, increases \$423,714,359 from the FY 18 EOB as of 12/1/17. The total increase is comprised of \$65,001,192 SGF, \$88,545,485 SGR, \$13,153,813 Statutory Dedications, and \$289,220,466 Federal funds; while being partially offset by a decrease of \$32,606,597 IAT.

The Senate identified unfunded needs totaling \$643.5 M, which included among others the Executive Department (\$60.3 M), Corrections Services (\$45 M), Youth Services (\$47.5 M), Higher Education (\$96 M), TOPS (\$88 M), K-12 Education (\$54.3 M) and Other Requirements including but not limited to Local Housing of State Inmates (\$44.1 M) and District Attorneys (\$25.8 M). HB 1 essentially replicates the Reengrossed version of the bill with Senate amendments from the Regular Session, but with a few notable differences. The 5% reductions to certain statutory dedications were restored (\$45.9 M). The 24.2% reduction to discretionary SGF for most state agencies (\$264.4 M) as well as the legislative (\$16.4 M) and judicial (\$34.8 M) budgets are continued. Additionally, HB 1 contains means of finance adjustments reducing SGF and increasing SGR and Statutory Dedications (\$42.2 M); and reductions (\$24.2 M) to certain initiatives which are over-funded, including \$10 M for the MFP. The Senate also redirects \$46.2 M from the Deepwater Horizon Economic Damages Fund which was used to fund spending priorities in various budget units. Finally, HB 1 contains a supplemental appropriations section containing \$526.3 M SGF, which restores the 24.2% across-the-board reductions (\$264.4 M). Additionally, this supplemental section contains \$272.5 M in SGF for specific initiatives in certain agencies along with a further 2% SGF across-the-board reduction (\$10.8 M) to most departments.

24.2% Across the Board Reduction

In addition to reductions contained in the Executive Budget recommendation, an across-the-board reduction of 24.2% to discretionary SGF is contained in the operating budget of all agencies, excluding the Department of Health, the Health Care Services Division and Higher Education. Higher Education is directed to reduce expenditures by 10.8%, while excluding LSUHSC-New Orleans and LSUHSC-Shreveport and certain other programs and activities from these reductions. This reduction language was inserted at the beginning of each Schedule and does not identify specific reduction amounts at the agency level. For purposes of this document, the LFO assumes the reductions will be applied uniformly to all agencies receiving a discretionary SGF appropriation. However, the authority to allocate the reduction within the agencies of each budget schedule is given to the commissioner of administration. See Table 1 on page 3.

Supplemental Appropriations (HB 1)

The supplemental appropriations totaling \$526.3 M would be funded to the extent revenue raising measures are enacted in a special legislative session and additional revenues are recognized by the REC.

24.2 % Reduction: The supplemental section of HB 1 contains \$264.4 M SGF to fully restore the 24.2% across-the-board reductions (and 10.8% to Higher Education) to discretionary SGF.

2% Reduction: The supplemental section of HB 1 includes new across-the-board reductions totaling \$10.8 M SGF to most departments (excluding Health, Higher Education and Children and Family Services). The LFO is not certain how this reduction will be applied, but assumes it will be applied to the agencies' discretionary SGF. Senate amendments reallocated the savings from these reductions to other spending priorities in various budget units.

Spending Priorities: The supplemental section includes additional SGF in the amount of \$272.6 M to provide funding for specific initiatives in certain agencies.

Table 1 on page 3 identifies all adjustments contained in the supplemental appropriations section.

Supplemental Appropriations (HB 34 and HB 33)

HB 33 Reengrossed with Senate amendments provides supplemental appropriations for the Legislature (\$17.5 M), which restores funding to the FY 18 level.

HB 34 Reengrossed with Senate amendments provides supplemental appropriations for the Judiciary (\$44.5 M) which increases funding by \$2 M over the FY 18 level.

TABLE 1

Department Name	24.2% Reduction	Restoration in Supplemental	2% Reduction Supplemental	Prioritized Spending Supplemental*	TOTAL Supplemental	Net Impact Supplemental
Executive Department	\$ (27,175,091)	\$ 27,175,091	\$ -	\$ 4,900,000	\$ 32,075,091	\$ 4,900,000
Department of Veterans Affairs	\$ (1,203,093)	\$ 1,203,093	\$ -	\$ -	\$ 1,203,093	\$ -
Secretary of State	\$ (6,484,890)	\$ 6,484,890	\$ (534,262)	\$ 480,000	\$ 6,430,628	\$ (54,262)
Office of the Attorney General	\$ (3,600,506)	\$ 3,600,506	\$ (296,630)	\$ 869,649	\$ 4,173,525	\$ 573,019
Lieutenant Governor	\$ (186,259)	\$ 186,259	\$ (15,345)	\$ -	\$ 170,914	\$ (15,345)
State Treasurer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public Service Commission	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Agriculture and Forestry	\$ (3,223,154)	\$ 3,223,154	\$ (265,542)	\$ -	\$ 2,957,612	\$ (265,542)
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Economic Development	\$ (4,327,135)	\$ 4,327,135	\$ (356,494)	\$ 1,360,000	\$ 5,330,641	\$ 1,003,506
Culture Recreation and Tourism	\$ (6,737,022)	\$ 6,737,022	\$ (555,034)	\$ 1,650,000	\$ 7,831,988	\$ 1,094,966
Transportation & Development	\$ -		\$ -	\$ -	\$ -	\$ -
Corrections Services	\$ (19,544,822)	\$ 19,544,822	\$ (1,610,213)	\$ 25,452,000	\$ 43,386,609	\$ 23,841,787
Public Safety Services	\$ -		\$ -	\$ -	\$ -	\$ -
Youth Services	\$ (22,030,081)	\$ 22,030,081	\$ (1,814,963)	\$ 25,550,000	\$ 45,765,118	\$ 23,735,037
Health	\$ -		\$ -	\$ -	\$ -	\$ -
Children and Family Services	\$ (34,712,518)	\$ 34,712,518	\$ -	\$ 1,000,000	\$ 35,712,518	\$ 1,000,000
Natural Resources	\$ (2,111,043)	\$ 2,111,043	\$ (173,920)	\$ 280,000	\$ 2,217,123	\$ 106,080
Revenue	\$ -		\$ -	\$ -	\$ -	\$ -
Environmental Quality	\$ -		\$ -	\$ -	\$ -	\$ -
Workforce Commission	\$ (1,792,398)	\$ 1,792,398	\$ (147,668)	\$ 1,000,000	\$ 2,644,730	\$ 852,332
Civil Service	\$ (1,213,245)	\$ 1,213,245	\$ (99,954)	\$ -	\$ 1,113,291	\$ (99,954)
Higher Education	\$ (70,379,221)	\$ 70,379,221	\$ -	\$ 119,749,514	\$ 190,128,735	\$ 119,749,514
Special Schools and Commissions	\$ (9,783,880)	\$ 9,783,880	\$ (806,051)	\$ 2,700,000	\$ 11,677,829	\$ 1,893,949
Education	\$ (26,816,627)	\$ 26,816,627	\$ (2,209,305)	\$ 16,691,827	\$ 41,299,149	\$ 14,482,522
LSU Health Care Services Division	\$ -		\$ -	\$ -	\$ -	\$ -
Other Requirements	\$ (23,132,392)	\$ 23,132,392	\$ (1,905,777)	\$ 70,902,613	\$ 92,129,228	\$ 68,996,836
Subtotal HB 1	\$ (264,453,377)	\$ 264,453,377	\$ (10,791,158)	\$ 272,585,603	\$ 526,247,822	\$ 261,794,445
		*Prioritized Spending Increases				
Executive Office				\$ 343,000		
Division of Administration - LAGOV				\$ 4,557,000		
State - Reigstrar of Voter increases				\$ 480,000		
Justice - Restoration Executive budget reductions				\$ 869,649		
Economic Development				\$ 1,360,000		
CRT - Office of the Secretary				\$ 1,650,000		
Corrections Services - pay raise, acquisitions				\$ 21,690,000		
Winn Correctional Cener				\$ 2,740,000		
Allen Correctional Center				\$ 1,022,000		
Youth Services - Raise the Age Initiative				\$ 2,000,000		
Youth Services - Youth Centers' repairs				\$ 800,000		
Youth Services - Acadiana Center for Youth				\$ 12,000,000		
Youth Services - Regional Programs				\$ 10,750,000		
Children and Family Services - Foster Care (SB 129)				\$ 1,000,000		
Natural Resources - Legacy site remediation				\$ 280,000		
Workforce Commission - LA Rehabilitation Services				\$ 1,000,000		
Education - Student Scholarship for Educational Excellence Program				\$ 2,100,000		
Education - Non-Public Educational Assistance				\$ 14,591,827		
Special Schools and Commissions				\$ 2,700,000		
Board of Regents - Restoration Executive Budget reductions				\$ 25,680,922		
Board of Regents - GO Grants				\$ 1,000,000		
Taylor Opportunity Program for Students (TOPS)				\$ 88,368,592		
Southern University Board of Supervisors				\$ 3,200,000		
University of LA System - Grambling				\$ 1,500,000		
Local Housing of Adult Offenders - Parole Hold				\$ 10,000,000		
Local Housing of Adult Offenders - Transitional Work Program				\$ 4,976,775		
Local Housing of Adult Offenders				\$ 29,136,125		
District Attorney/ Asst DAs Salary payments				\$ 25,809,713		
Justice of the Peace Supplemental Pay				\$ 980,000		
Subtotal				\$ 272,585,603		
Legislature (HB 33)	\$ (16,375,572)	\$ 17,499,220	\$ -	\$ -	\$ 17,499,220	
Judiciary (HB 34)	\$ (34,868,591)	\$ 44,445,138	\$ -	\$ -	\$ 44,445,138	
Subtotal	\$ (51,244,163)	\$ 61,944,358	\$ -	\$ -	\$ 61,944,358	
Total	\$ (315,697,540)	\$ 326,397,735	\$ (10,791,158)	\$ 272,585,603	\$ 588,192,180	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change
GRAND TOTAL - Statewide Budget					
STATE GENERAL FUND (Direct):	\$9,118,192,417	\$9,461,355,579	\$9,613,027,539	\$151,671,960	1.6%
STATE GENERAL FUND BY:					
Interagency Transfers	1,473,219,739	1,669,238,582	1,582,333,147	-86,905,435	-5.2%
Fees & Self-gen Revenues	3,992,697,034	4,258,331,216	4,424,979,270	166,648,054	3.9%
Statutory Dedications	3,847,634,989	4,245,215,405	4,304,944,015	59,728,610	1.4%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,158,961,894	13,820,229,271	14,116,078,537	295,849,266	2.1%
	\$29,590,706,073	\$33,454,370,053	\$34,041,362,508	\$586,992,455	1.8%
T.O.	32,908	32,984	33,516	532	1.6%
Other Charges Positions	7	1,914	1,828	-86	-4.5%
STATE FUNDS (excludes Federal):	\$18,431,744,179	\$19,634,140,782	\$19,925,283,971	\$291,143,189	1.5%
General Appropriation Bill					
STATE GENERAL FUND (Direct):	\$8,417,605,102	\$8,737,948,098	\$8,802,949,290	\$65,001,192	0.7%
STATE GENERAL FUND BY:					
Interagency Transfers	750,821,733	972,183,531	939,576,934	-32,606,597	-3.4%
Fees & Self-gen Revenues	2,446,979,079	2,680,718,457	2,769,663,942	88,945,485	3.3%
Statutory Dedications	2,741,325,993	2,930,111,095	2,943,264,908	13,153,813	0.4%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,025,618,424	13,757,516,271	14,046,736,737	289,220,466	2.1%
	\$25,382,350,331	\$29,078,477,452	\$29,502,191,811	\$423,714,359	1.5%
T.O.	31,754	31,828	32,328	500	1.6%
Other Charges Positions	7	1,905	1,819	-86	
01 Executive					
STATE GENERAL FUND (Direct):	\$125,404,330	\$152,107,148	\$133,373,353	-\$18,733,795	-12.3%
STATE GENERAL FUND BY:					
Interagency Transfers	81,236,562	78,957,393	70,707,654	-8,249,739	-10.4%
Fees & Self-gen Revenues	134,970,594	135,778,210	136,992,561	1,214,351	0.9%
Statutory Dedications	117,751,347	151,162,207	155,956,339	4,794,132	3.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,225,129,335	2,060,628,807	2,029,176,017	-31,452,790	-1.5%
	\$1,684,492,168	\$2,578,633,765	\$2,526,205,924	-\$52,427,841	-2.0%
T.O.	1,923	1,970	1,990	20	1.0%
Other Charges Positions	0	361	354	-7	
03 Veterans Affairs					
STATE GENERAL FUND (Direct):	\$4,995,855	\$5,476,292	\$5,592,418	\$116,126	2.1%
STATE GENERAL FUND BY:					
Interagency Transfers	1,583,991	2,835,433	2,349,822	-485,611	-17.1%
Fees & Self-gen Revenues	16,432,247	16,824,961	17,256,667	431,706	2.6%
Statutory Dedications	442,633	115,528	115,528	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	38,726,103	43,052,865	45,597,601	2,544,736	5.9%
	\$62,180,829	\$68,305,079	\$70,912,036	\$2,606,957	3.8%
T.O.	840	842	843	1	0.1%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change
04 State						
STATE GENERAL FUND (Direct):		\$51,906,517	\$53,158,836	\$56,115,786	\$2,956,950	5.6%
STATE GENERAL FUND BY:						
Interagency Transfers		210,991	221,500	227,500	6,000	2.7%
Fees & Self-gen Revenues		25,582,628	27,400,550	27,605,679	205,129	0.7%
Statutory Dedications		9,894	113,078	6,002,565	5,889,487	5208.3%
Interim Emergency Board		0	0	0	0	
FEDERAL FUNDS		0	0	0	0	
		\$77,710,030	\$80,893,964	\$89,951,530	\$9,057,566	11.2%
T.O.		313	314	311	-3	-1.0%
Other Charges Positions		0	0	0	0	
04b Justice						
STATE GENERAL FUND (Direct):		\$6,813,770	\$19,387,540	\$16,783,504	-\$2,604,036	-13.4%
STATE GENERAL FUND BY:						
Interagency Transfers		24,287,009	26,167,329	23,500,587	-2,666,742	-10.2%
Fees & Self-gen Revenues		4,294,420	6,866,714	6,816,714	-50,000	-0.7%
Statutory Dedications		15,114,346	15,618,642	16,721,205	1,102,563	7.1%
Interim Emergency Board		0	0	0	0	
FEDERAL FUNDS		5,699,017	7,515,430	7,075,021	-440,409	-5.9%
		\$56,208,562	\$75,555,655	\$70,897,031	-\$4,658,624	-6.2%
T.O.		489	483	482	-1	-0.2%
Other Charges Positions		0	1	1	0	
04 Lieutenant Governor						
STATE GENERAL FUND (Direct):		\$990,941	\$1,047,280	\$1,041,842	-\$5,438	-0.5%
STATE GENERAL FUND BY:						
Interagency Transfers		462,520	672,296	672,296	0	0.0%
Fees & Self-gen Revenues		0	10,000	10,000	0	0.0%
Statutory Dedications		0	0	0	0	
Interim Emergency Board		0	0	0	0	
FEDERAL FUNDS		4,339,115	5,488,059	5,488,059	0	0.0%
		\$5,792,576	\$7,217,635	\$7,212,197	-\$5,438	-0.1%
T.O.		7	7	7	0	0.0%
Other Charges Positions		0	8	8	0	
04 Treasury						
STATE GENERAL FUND (Direct):		\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:						
Interagency Transfers		1,488,676	1,686,944	1,686,944	0	0.0%
Fees & Self-gen Revenues		8,134,796	8,900,948	9,140,969	240,021	2.7%
Statutory Dedications		353,768	811,455	811,455	0	0.0%
Interim Emergency Board		0	0	0	0	
FEDERAL FUNDS		0	0	0	0	
		\$9,977,240	\$11,399,347	\$11,639,368	\$240,021	2.1%
T.O.		54	54	54	0	0.0%
Other Charges Positions		0	0	0	0	
04E Public Service Commission						
STATE GENERAL FUND (Direct):		\$0	\$66,396	\$0	-\$66,396	-100.0%
STATE GENERAL FUND BY:						
Interagency Transfers		0	0	0	0	
Fees & Self-gen Revenues		0	0	0	0	
Statutory Dedications		8,485,175	9,704,443	9,722,536	18,093	0.2%
Interim Emergency Board		0	0	0	0	
FEDERAL FUNDS		0	0	0	0	
		\$8,485,175	\$9,770,839	\$9,722,536	-\$48,303	-0.5%
T.O.		99	99	97	-2	-2.0%
Other Charges Positions		0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change
04F Agriculture & Forestry					
STATE GENERAL FUND (Direct):	\$23,662,794	\$25,275,042	\$18,900,151	-\$6,374,891	-25.2%
STATE GENERAL FUND BY:					
Interagency Transfers	1,595,571	686,125	680,206	-5,919	-0.9%
Fees & Self-gen Revenues	6,506,357	7,029,476	8,404,409	1,374,933	19.6%
Statutory Dedications	31,182,626	34,115,006	35,175,539	1,060,533	3.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,470,804	10,584,973	10,009,973	-575,000	-5.4%
	\$69,418,152	\$77,690,622	\$73,170,278	-\$4,520,344	-5.8%
T.O.	563	563	566	3	0.5%
Other Charges Positions	0	27	4	-23	
04 Insurance					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	26,647,792	28,658,984	29,342,980	683,996	2.4%
Statutory Dedications	1,381,529	1,738,353	1,817,750	79,397	4.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	717,560	716,006	717,475	1,469	0.2%
	\$28,746,881	\$31,113,343	\$31,878,205	\$764,862	2.5%
T.O.	225	222	222	0	0.0%
Other Charges Positions	0	0	0	0	
05 Economic Development					
STATE GENERAL FUND (Direct):	\$14,954,842	\$14,373,495	\$19,921,263	\$5,547,768	38.6%
STATE GENERAL FUND BY:					
Interagency Transfers	1,107,965	680,546	0	-680,546	-100.0%
Fees & Self-gen Revenues	2,895,075	17,868,712	5,064,807	-12,803,905	-71.7%
Statutory Dedications	18,167,538	20,122,222	16,772,483	-3,349,739	-16.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	2,937,033	8,046,476	2,976,020	-5,070,456	-63.0%
	\$40,062,453	\$61,091,451	\$44,734,573	-\$16,356,878	-26.8%
T.O.	113	113	113	0	0.0%
Other Charges Positions	0	0	0	0	
06 Culture, Recreation & Tourism					
STATE GENERAL FUND (Direct):	\$34,108,179	\$31,480,277	\$32,849,420	\$1,369,143	4.3%
STATE GENERAL FUND BY:					
Interagency Transfers	5,140,718	12,123,852	8,528,705	-3,595,147	-29.7%
Fees & Self-gen Revenues	24,517,122	32,754,468	29,152,703	-3,601,765	-11.0%
Statutory Dedications	7,012,304	10,630,673	10,924,422	293,749	2.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,832,308	7,530,092	7,538,297	8,205	0.1%
	\$75,610,631	\$94,519,362	\$88,993,547	-\$5,525,815	-5.8%
T.O.	616	581	572	-9	-1.5%
Other Charges Positions	0	27	24	-3	
07 Transportation & Development					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	3,922,181	8,910,000	15,242,612	6,332,612	71.1%
Fees & Self-gen Revenues	22,769,329	28,672,415	28,182,415	-490,000	-1.7%
Statutory Dedications	515,630,877	571,055,043	562,011,094	-9,043,949	-1.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	15,733,689	32,420,794	24,632,793	-7,788,001	-24.0%
	\$558,056,076	\$641,058,252	\$630,068,914	-\$10,989,338	-1.7%
T.O.	4,253	4,258	4,260	2	0.0%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change
08	DPSC Corrections Services					
	STATE GENERAL FUND (Direct):	\$476,437,296	\$490,875,885	\$516,381,506	\$25,505,621	5.2%
	STATE GENERAL FUND BY:					
	Interagency Transfers	8,321,699	14,837,938	14,837,938	0	0.0%
	Fees & Self-gen Revenues	35,521,228	46,352,374	48,278,011	1,925,637	4.2%
	Statutory Dedications	1,379,062	54,000	1,014,000	960,000	1777.8%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	787,487	2,230,697	2,230,697	0	0.0%
		<u>\$522,446,772</u>	<u>\$554,350,894</u>	<u>\$582,742,152</u>	<u>\$28,391,258</u>	<u>5.1%</u>
	T.O.	4,723	4,748	4,889	141	3.0%
08	DPSC Public Safety Services					
	STATE GENERAL FUND (Direct):	\$6,601,728	\$19,410,048	\$0	-\$19,410,048	-100.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	26,019,771	38,286,509	38,258,311	-28,198	-0.1%
	Fees & Self-gen Revenues	176,173,487	179,276,430	200,340,673	21,064,243	11.7%
	Statutory Dedications	184,669,327	188,422,671	182,809,115	-5,613,556	-3.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	19,997,935	48,544,162	47,941,431	-602,731	-1.2%
		<u>\$413,462,248</u>	<u>\$473,939,820</u>	<u>\$469,349,530</u>	<u>-\$4,590,290</u>	<u>-1.0%</u>
	T.O.	2,514	2,572	2,583	11	0.4%
08	DPSC Youth Services					
	STATE GENERAL FUND (Direct):	\$100,675,723	\$109,587,852	\$119,996,621	\$10,408,769	9.5%
	STATE GENERAL FUND BY:					
	Interagency Transfers	8,971,201	11,959,959	11,959,959	0	0.0%
	Fees & Self-gen Revenues	473,076	775,487	775,487	0	0.0%
	Statutory Dedications	145,022	149,022	149,022	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	593,769	908,006	891,796	-16,210	-1.8%
		<u>\$110,858,791</u>	<u>\$123,380,326</u>	<u>\$133,772,885</u>	<u>\$10,392,559</u>	<u>8.4%</u>
	T.O.	1,001	944	944	0	0.0%
09	Health					
	STATE GENERAL FUND (Direct):	\$2,390,817,265	\$2,415,119,251	\$2,478,211,795	\$63,092,544	2.6%
	STATE GENERAL FUND BY:					
	Interagency Transfers	283,768,736	306,924,794	319,674,708	12,749,914	4.2%
	Fees & Self-gen Revenues	437,362,503	510,154,478	538,898,298	28,743,820	5.6%
	Statutory Dedications	852,900,036	842,350,843	890,492,234	48,141,391	5.7%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	7,929,824,440	9,519,368,265	9,811,812,570	292,444,305	3.1%
		<u>\$11,894,672,980</u>	<u>\$13,593,917,631</u>	<u>\$14,039,089,605</u>	<u>\$445,171,974</u>	<u>3.3%</u>
	T.O.	5,732	5,794	6,061	267	4.6%
10	Children & Family Services					
	STATE GENERAL FUND (Direct):	\$160,516,303	\$174,260,354	\$193,377,419	\$19,117,065	11.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	11,783,308	50,095,291	26,899,733	-23,195,558	-46.3%
	Fees & Self-gen Revenues	10,647,150	17,937,760	18,392,610	454,850	2.5%
	Statutory Dedications	4,789,525	481,227	477,047	-4,180	-0.9%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	396,832,782	534,190,531	540,076,895	5,886,364	1.1%
		<u>\$584,569,068</u>	<u>\$776,965,163</u>	<u>\$779,223,704</u>	<u>\$2,258,541</u>	<u>0.3%</u>
	T.O.	3,447	3,445	3,506	61	1.8%
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change	
11	Natural Resources					
	STATE GENERAL FUND (Direct):	\$10,068,629	\$9,421,017	\$9,523,801	\$102,784	1.1%
	STATE GENERAL FUND BY:					
	Interagency Transfers	8,390,842	8,992,160	8,816,870	-175,290	-1.9%
	Fees & Self-gen Revenues	167,307	318,639	318,639	0	0.0%
	Statutory Dedications	19,691,203	29,764,163	29,444,336	-319,827	-1.1%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	6,646,883	7,765,301	7,258,917	-506,384	-6.5%
		<u>\$44,964,864</u>	<u>\$56,261,280</u>	<u>\$55,362,563</u>	<u>-\$898,717</u>	<u>-1.6%</u>
	T.O.	331	321	310	-11	-3.4%
	Other Charges Positions	0	0	0	0	
12	Revenue					
	STATE GENERAL FUND (Direct):	\$12,040,331	\$33,892,165	\$0	-\$33,892,165	-100.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	219,816	285,000	285,000	0	0.0%
	Fees & Self-gen Revenues	75,222,816	67,107,815	101,571,220	34,463,405	51.4%
	Statutory Dedications	571,049	543,583	550,000	6,417	1.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$88,054,012</u>	<u>\$101,828,563</u>	<u>\$102,406,220</u>	<u>\$577,657</u>	<u>0.6%</u>
	T.O.	713	712	734	22	3.1%
	Other Charges Positions	0	15	15	0	
13	Environmental Quality					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	212,757	670,829	70,829	-600,000	-89.4%
	Fees & Self-gen Revenues	20,414	24,790	24,790	0	0.0%
	Statutory Dedications	86,418,508	104,184,518	116,152,413	11,967,895	11.5%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	16,420,089	20,155,915	19,902,433	-253,482	-1.3%
		<u>\$103,071,768</u>	<u>\$125,036,052</u>	<u>\$136,150,465</u>	<u>\$11,114,413</u>	<u>8.9%</u>
	T.O.	684	698	702	4	0.6%
	Other Charges Positions	0	0	0	0	
14	Workforce Commission					
	STATE GENERAL FUND (Direct):	\$6,530,496	\$7,399,887	\$8,252,219	\$852,332	11.5%
	STATE GENERAL FUND BY:					
	Interagency Transfers	4,122,803	6,595,050	4,559,450	-2,035,600	-30.9%
	Fees & Self-gen Revenues	102,000	272,219	272,219	0	0.0%
	Statutory Dedications	99,263,838	110,634,234	111,288,610	654,376	0.6%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	140,182,037	165,586,651	163,900,640	-1,686,011	-1.0%
		<u>\$250,201,174</u>	<u>\$290,488,041</u>	<u>\$288,273,138</u>	<u>-\$2,214,903</u>	<u>-0.8%</u>
	T.O.	929	925	921	-4	-0.4%
	Other Charges Positions	0	0	0	0	
16	Wildlife & Fisheries					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	2,980,111	12,006,202	12,527,226	521,024	4.3%
	Fees & Self-gen Revenues	195,285	2,111,574	2,111,574	0	0.0%
	Statutory Dedications	95,175,338	125,842,453	118,276,988	-7,565,465	-6.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	25,881,666	46,032,639	42,431,264	-3,601,375	-7.8%
		<u>\$124,232,400</u>	<u>\$185,992,868</u>	<u>\$175,347,052</u>	<u>-\$10,645,816</u>	<u>-5.7%</u>
	T.O.	779	779	779	0	0.0%
	Other Charges Positions	0	3	3	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change	
17	Civil Service					
	STATE GENERAL FUND (Direct):	\$4,909,967	\$5,326,196	\$5,343,846	\$17,650	0.3%
	STATE GENERAL FUND BY:					
	Interagency Transfers	11,043,082	11,622,197	12,002,661	380,464	3.3%
	Fees & Self-gen Revenues	930,192	1,232,825	1,341,590	108,765	8.8%
	Statutory Dedications	2,035,763	2,233,801	2,334,588	100,787	4.5%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$18,919,004</u>	<u>\$20,415,019</u>	<u>\$21,022,685</u>	<u>\$607,666</u>	<u>3.0%</u>
	T.O.	171	171	172	1	0.6%
	Other Charges Positions	0	0	0	0	
19	Higher Education					
	STATE GENERAL FUND (Direct):	\$907,215,046	\$1,004,971,363	\$1,014,739,827	\$9,768,464	1.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	13,673,426	23,645,601	22,759,816	-885,785	-3.7%
	Fees & Self-gen Revenues	1,384,356,305	1,457,186,211	1,474,298,447	17,112,236	1.2%
	Statutory Dedications	150,958,134	151,642,910	148,331,426	-3,311,484	-2.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	59,115,141	79,903,497	80,105,297	201,800	0.3%
		<u>\$2,515,318,052</u>	<u>\$2,717,349,582</u>	<u>\$2,740,234,813</u>	<u>\$22,885,231</u>	<u>0.8%</u>
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	
19	Special Schools & Comm.					
	STATE GENERAL FUND (Direct):	\$38,747,769	\$42,044,885	\$45,469,686	\$3,424,801	8.1%
	STATE GENERAL FUND BY:					
	Interagency Transfers	23,547,398	26,067,815	28,731,884	2,664,069	10.2%
	Fees & Self-gen Revenues	2,262,026	3,263,033	3,263,033	0	0.0%
	Statutory Dedications	21,524,707	25,114,616	23,883,751	-1,230,865	-4.9%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	318,668	233,582	-85,086	-26.7%
		<u>\$86,081,900</u>	<u>\$96,809,017</u>	<u>\$101,581,936</u>	<u>\$4,772,919</u>	<u>4.9%</u>
	T.O.	746	767	765	-2	-0.3%
	Other Charges Positions	0	35	35	0	
19	Education					
	STATE GENERAL FUND (Direct):	\$3,535,662,196	\$3,604,419,133	\$3,581,588,149	-\$22,830,984	-0.6%
	STATE GENERAL FUND BY:					
	Interagency Transfers	165,496,269	263,200,035	253,878,768	-9,321,267	-3.5%
	Fees & Self-gen Revenues	29,823,015	57,488,446	52,181,509	-5,306,937	-9.2%
	Statutory Dedications	295,881,619	273,809,800	286,979,044	13,169,244	4.8%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	1,115,567,496	1,146,171,841	1,186,383,363	40,211,522	3.5%
		<u>\$5,142,430,595</u>	<u>\$5,345,089,255</u>	<u>\$5,361,010,833</u>	<u>\$15,921,578</u>	<u>0.3%</u>
	T.O.	489	446	445	-1	-0.2%
	Other Charges Positions	0	0	0	0	
19E	LSU Health Care Services Division					
	STATE GENERAL FUND (Direct):	\$24,664,566	\$24,427,906	\$24,427,906	\$0	0.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	17,788,112	18,383,724	17,542,527	-841,197	-4.6%
	Fees & Self-gen Revenues	12,149,617	15,472,658	15,472,658	0	0.0%
	Statutory Dedications	379,658	0	0	0	
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	4,954,212	4,800,336	4,800,336	0	0.0%
		<u>\$59,936,165</u>	<u>\$63,084,624</u>	<u>\$62,243,427</u>	<u>-\$841,197</u>	<u>-1.3%</u>
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change	
20	Other Requirements					
	STATE GENERAL FUND (Direct):	\$479,880,559	\$494,419,850	\$521,058,778	\$26,638,928	5.4%
	STATE GENERAL FUND BY:					
	Interagency Transfers	43,446,218	45,669,009	43,174,928	-2,494,081	-5.5%
	Fees & Self-gen Revenues	8,822,298	10,978,280	14,153,280	3,175,000	28.9%
	Statutory Dedications	210,011,167	259,696,604	215,051,418	-44,645,186	-17.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	4,229,523	5,556,260	5,556,260	0	0.0%
		\$746,389,765	\$816,320,003	\$798,994,664	-\$17,325,339	-2.1%
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	
Other Appropriation Bills						
	STATE GENERAL FUND (Direct):	\$215,724,762	\$215,503,900	\$295,706,874	\$80,202,974	37.2%
	STATE GENERAL FUND BY:					
	Interagency Transfers	722,398,006	697,055,051	642,756,213	-54,298,838	-7.8%
	Fees & Self-gen Revenues	1,545,717,955	1,577,612,759	1,655,315,328	77,702,569	4.9%
	Statutory Dedications	1,037,876,250	1,250,904,310	1,306,921,165	56,016,855	4.5%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
		\$3,655,060,443	\$3,803,789,020	\$3,970,041,380	\$166,252,360	4.4%
	T.O.	1,154	1,156	1,188	32	2.8%
	Other Charges Positions	0	9	9	0	
21	Ancillary					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	472,741,656	646,285,095	620,178,520	-26,106,575	-4.0%
	Fees & Self-gen Revenues	1,432,734,451	1,506,664,222	1,572,404,098	65,739,876	4.4%
	Statutory Dedications	101,352,668	151,000,000	151,000,000	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		\$2,006,828,775	\$2,303,949,317	\$2,343,582,618	\$39,633,301	1.7%
	T.O.	1,154	1,156	1,188	32	2.8%
	Other Charges Positions	0	9	9	0	
23	Judiciary					
	STATE GENERAL FUND (Direct):	\$151,530,944	\$151,530,944	\$153,530,944	\$2,000,000	1.3%
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	9,392,850	9,392,850	0	0.0%
	Fees & Self-gen Revenues	0	0	0	0	
	Statutory Dedications	7,291,250	10,240,925	10,240,925	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		\$158,822,194	\$171,164,719	\$173,164,719	\$2,000,000	1.2%
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	
24	Legislature					
	STATE GENERAL FUND (Direct):	\$62,472,956	\$62,472,956	\$62,472,956	\$0	0.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	0	0	0	
	Fees & Self-gen Revenues	20,803,504	22,373,567	22,989,230	615,663	2.8%
	Statutory Dedications	10,000,000	10,000,000	10,000,000	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		\$93,276,460	\$94,846,523	\$95,462,186	\$615,663	0.6%
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/Senate Amds. FY 2019	2019 - 2018 Change	Percent Change
26 Capital Outlay Cash					
STATE GENERAL FUND (Direct):	\$1,720,862	\$1,500,000	\$79,702,974	\$78,202,974	5213.5%
STATE GENERAL FUND BY:					
Interagency Transfers	249,656,350	41,377,106	13,184,843	-28,192,263	-68.1%
Fees & Self-gen Revenues	92,180,000	48,574,970	59,922,000	11,347,030	23.4%
Statutory Dedications	919,232,332	1,079,663,385	1,135,680,240	56,016,855	5.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
	\$1,396,133,014	\$1,233,828,461	\$1,357,831,857	\$124,003,396	10.1%
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	-9,442,058	-14.7%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	-\$2,974,264	-0.5%
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

22 Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	-9,442,058	-14.7%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	-\$2,974,264	-0.5%
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	



John D. Carpenter
Legislative Fiscal Officer

STATE OF LOUISIANA
LEGISLATIVE FISCAL OFFICE
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TO: The Honorable Taylor F. Barras, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: June 4, 2018

SUBJECT: House Rule 7.19, HB 1 Reengrossed *with Senate Amendments*
of the 2nd EOS of 2018

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. The LFO is providing this information for HB 1 Reengrossed with Senate Amendments.

HR 7.19 One-Time Money

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 on April 12, 2018, and affirmed on May 22, 2018, for FY 19 of \$8,947.2 M and for FY 20 of \$9,093.9 M, which equates to an increase of \$146.7 M in SGF revenue. The amount of one-time funds, as defined by HR 7.19, allowed to be appropriated in HB 1 for FY 19 expenditure is \$146.7 M. **After adopted Senate amendments to HB 1, there is no (\$0) one-time money as defined in House Rule 7.19 in HB 1 Reengrossed.**

FY 20 Replacement Financing Decisions

Although HR 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 20 relative to the current structure of the FY 19 proposed operating budget. Due to this issue, the LFO is not only providing the HR 7.19 report to comply with the House Rule, we are also providing a detail of significant potential FY 20 financing replacements that will have to be made as a result of the proposed FY 19 budget. The Senate redirected \$46.2 M in statutorily dedicated funds from the Deepwater Horizon Economic Damages Fund to the state general fund to fund spending priorities in various budget units. These revenues will not be available for transfer in FY 20 unless the legislature effectuates similar transfers or makes statutory changes. As such, agencies utilizing these revenues will either require offsets from other means of finance or will be required to reduce expenditures.

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



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TO: The Honorable Taylor F. Barras, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: June 4, 2018

SUBJECT: House Rule 7.19, HB 33 Reengrossed *with Senate Amendments*
of the 2nd EOS of 2018

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 Legislative Supplemental Appropriation bill appropriates one-time money. The Legislative Fiscal Office has determined there is no one-time money in HB 33 Reengrossed with Senate Amendments.

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



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TO: The Honorable Taylor F. Barras, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: June 4, 2018

SUBJECT: House Rule 7.19, HB 34 Reengrossed *with Senate Amendments*
of the 2nd EOS of 2018

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 Judicial Supplemental Appropriation bill appropriates one-time money. The Legislative Fiscal Office has determined there is no one-time money in HB 34 Reengrossed with Senate Amendments.

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



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To: The Honorable John Alario, President of the Senate
Honorable Members of the Senate

From: John D. Carpenter, Legislative Fiscal Officer
Evan Brasseaux, LFO Staff Director

Date: June 3, 2018

Subject: A preliminary booklet containing the LFO Analysis of HB 1 Reengrossed *with Senate Finance Committee Amendments* of the 2018 2nd E.S.

The Legislative Fiscal Office has prepared a preliminary booklet for your use as you review the General Appropriations Bill. The booklet includes an Executive Summary with details of the Senate Finance Committee amendments as well as a summary of the state budget including means of finance by department with base funding and supplemental appropriations contingent upon additional revenues.

Please contact us if you have questions or need additional information.

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EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 5/22/18 and affirmed the forecast adopted at the 4/12/18 meeting. That April forecast increased overall state tax revenue forecasts for the ensuing fiscal year (FY 19) by \$345.9 M relative to the forecast in place from 12/14/17. The revenue forecast upgrade is largely attributable to greater than expected personal income tax collections resulting from recently enacted federal tax law changes that will reduce the state deduction for federal tax liabilities, as well as the state deduction for excess federal itemized deductions. A higher oil price projection also contributed to the forecast upgrade. However, a significant fall in forecasts from FY 18 to FY 19 of \$641.2 M still exists, and largely reflects the expiration of a fifth percent of sales tax rate and base broadening at the end of FY 18.

Largely due to two factors, the forecast for the current fiscal year (FY 18) was actually decreased by \$6.5 M from the December forecast. First, an administrative decision to eliminate the advance payment of a hospital lease payment reduced receipts expected late in FY 18. This is a one-time adjustment, affecting FY 18 only. Second, an allocation to the New Opportunities Waiver program was acknowledged at this latest REC meeting. Upgrades to expected income and severance tax receipts, as well as a substitution of funds for the Budget Stabilization Fund, were sufficient to make the net forecast decrease as small as it was. It should be noted that excess expected revenue in FY 18 is still \$146.4 M from the revenue forecast utilized to fund the current year budget.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are now forecast to stay near the new higher current forecast but are highly uncertain and dependent on a producing country agreement to restrain production and a rare period of economic growth synchronization across major world economies. In addition, while the U.S. economy has continued to exhibit modest strength in metrics such as employment, growth in wages and inflation have only just started to exhibit upward movement above long running rates. State employment stopped declining in August 2016 but has exhibited only barely positive employment growth since then, with consequently only modest responsiveness of baseline state tax receipts.

Funding Instruments That Have Passed the House

Two instruments providing additional funding for the FY 19 budget have passed the House of Representatives as of this writing. The first of these is HB 27, which continues 1/3 of the new fifth penny of sales tax indefinitely. As amended by Senate committee, this continuation is expected to generate \$641 M of general fund revenue in FY 19 and \$678 M in each subsequent year. This bill also subjects various traditionally exempt transactions to the full 4.33% state tax rate. The estimated revenue is inclusive of taxation of all these transactions. **Note:** *HB 12 has been amended by Senate committee to mirror HB 27.*

The second of these two bills is HB 18, which continues a limitation of a credit against individual income taxes for taxes paid to other states through FY 23. This bill is expected to generate some \$33.6 M of revenue per year during this period.

FY 19 Expenditures

HB 1 Reengrossed with Senate Finance Committee (SFC) amendments of the 2nd E.S. of 2018 (herein after referred to as HB 1) decreases \$120,956,944 from the FY 18 EOB as of 12/1/17. The total decrease is comprised of \$459,184,368 SGF and \$32,606,597 IAT; while being partially offset by increases of \$88,545,485 SGR, \$8,757,574 Statutory Dedications, and \$273,530,962 Federal funds.

SFC identified unfunded needs totaling \$643.5 M, which included among others the Executive Department (\$60.3 M), Corrections Services (\$45 M), Youth Services (\$47.5 M), Higher Education (\$96 M), TOPS (\$88 M), K-12 Education (\$54.3 M) and Other Requirements including but not limited to Local Housing of State Inmates (\$44.1 M) and District Attorneys (\$25.8 M). HB 1 essentially replicates the Reengrossed version of the bill with Senate amendments from the Regular Session, but with a few notable differences. The 5% reductions to certain statutory dedications were restored (\$45.9 M). The 24.2% reduction to discretionary SGF for most state agencies (\$264.4 M) as well as the legislative (\$16.4 M) and judicial (\$34.8 M) budgets are continued. Additionally, HB 1 contains means of finance adjustments reducing SGF and increasing SGR and Statutory Dedications (\$42.2 M); and reductions to certain initiatives which are over-funded (\$14.2 M). Finally, HB 1 contains a supplemental section containing \$509.5 M SGF, which restores the 24.2% across-the-board reductions (\$264.4 M). Additionally,

SFC provides \$278.2 M in SGF for specific initiatives in certain agencies along with a further 5% SGF across-the-board reduction (\$33.1 M) to most departments.

24.2% Across the Board Reduction

In addition to reductions contained in the Executive Budget recommendation, an across-the-board reduction of 24.2% to discretionary SGF is contained in the operating budget of all agencies, excluding the Department of Health, the Health Care Services Division and Higher Education. Higher Education is directed to reduce expenditures by 10.8%, while excluding LSUHSC-New Orleans and LSUHSC-Shreveport and certain other programs and activities from these reductions. This reduction language was inserted at the beginning of each Schedule and does not identify specific reduction amounts at the agency level. For purposes of this document, the LFO assumes the reductions will be applied uniformly to all agencies receiving a discretionary SGF appropriation. However, the authority to allocate the reduction within the agencies of each budget schedule is given to the commissioner of administration. See Table 1 on page 3.

Supplemental Appropriations (HB 1)

The supplemental appropriations totaling \$509.5 M would be funded to the extent revenue raising measures are enacted in a special legislative session and additional revenues are recognized by the REC.

24.2 % Reduction: The supplemental section of HB 1 contains \$264.4 M SGF to fully restore the 24.2% across-the-board reductions to discretionary SGF.

5% Reduction: The supplemental section of HB 1 includes new across-the-board reductions totaling \$33.1 M SGF to most departments (excluding Health, Higher Education and Children and Family Services). The LFO is not certain how this reduction will be applied, but assumes it will be applied to the agencies' discretionary SGF. SFC reallocated the savings from these reductions to other spending priorities.

Spending Priorities: The supplemental section includes additional SGF in the amount of \$278.1 M to provide funding for specific initiatives in certain agencies.

Table 1 on page 3 identifies all adjustments contained in the supplemental section.

Note: *Comparing the FY 19 budget to FY 18 EOB may not be an accurate indication of the agencies' spending flexibility. In concert with other reductions made in executive or legislative adjustments, some agencies receive a greater than 5% reduction to discretionary state general fund. While these reductions to discretionary spending are offset by increases for specific spending initiatives, the net impact effectively reallocates discretionary spending to specific line-item programmatic expenditures. Generally, personnel costs represent 75% of an agency's budget. Thus, this reallocation of funds will likely result in state employee furloughs, work reductions, lay-offs, or further will require agencies to request an exemption from the Civil Service requirement to fund market rate adjustments in lieu of lay-offs.*

Supplemental Appropriations (HB 34 and HB 33)

HB 33 Reengrossed provides supplemental appropriations for the Legislature (\$17.5 M), which restores funding to the FY 18 level. HB 34 Reengrossed provides supplemental appropriations for the Judiciary (\$60 M) which increases funding by \$17.5 M over the FY 18 level.

Note: *Testimony provided in SFC indicated HB 34 would be amended on the Senate floor reducing the supplemental appropriation to \$46.4 M, an increase of \$4 M over EOB. This is the amount reflected in Table 1 on page 3 identifying adjustments to supplemental appropriations.*

TABLE 1

Department Name	24.2% Reduction	Restoration in Supplemental	5% Reduction Supplemental	Prioritized Spending Supplemental*	TOTAL Supplemental	Net Impact Supplemental
Executive Department	\$ (27,175,091)	\$ 27,175,091	\$ (5,646,088)	\$ 8,899,000	\$ 30,428,003	\$ 3,252,912
Department of Veterans Affairs	\$ (1,203,093)	\$ 1,203,093	\$ (249,963)	\$ -	\$ 953,130	\$ (249,963)
Secretary of State	\$ (6,484,890)	\$ 6,484,890	\$ (1,347,346)	\$ -	\$ 5,137,544	\$ (1,347,346)
Office of the Attorney General	\$ (3,600,506)	\$ 3,600,506	\$ (748,067)	\$ -	\$ 2,852,439	\$ (748,067)
Lieutenant Governor	\$ (186,259)	\$ 186,259	\$ (38,698)	\$ -	\$ 147,561	\$ (38,698)
State Treasurer	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public Service Commission	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Agriculture and Forestry	\$ (3,223,154)	\$ 3,223,154	\$ (669,665)	\$ -	\$ 2,553,489	\$ (669,665)
Commissioner of Insurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Economic Development	\$ (4,327,135)	\$ 4,327,135	\$ (899,036)	\$ -	\$ 3,428,099	\$ (899,036)
Culture Recreation and Tourism	\$ (6,737,022)	\$ 6,737,022	\$ (1,399,731)	\$ 1,650,000	\$ 6,987,291	\$ 250,269
Transportation & Development	\$ -		\$ -	\$ -	\$ -	\$ -
Corrections Services	\$ (19,544,822)	\$ 19,544,822	\$ (4,060,769)	\$ 25,452,000	\$ 40,936,053	\$ 21,391,231
Public Safety Services	\$ -		\$ -	\$ -	\$ -	\$ -
Youth Services	\$ (22,030,081)	\$ 22,030,081	\$ (4,577,124)	\$ 25,550,000	\$ 43,002,957	\$ 20,972,876
Health	\$ -		\$ -	\$ -	\$ -	\$ -
Children and Family Services	\$ (34,712,518)	\$ 34,712,518	\$ -	\$ 1,000,000	\$ 35,712,518	\$ 1,000,000
Natural Resources	\$ (2,111,043)	\$ 2,111,043	\$ (438,605)	\$ -	\$ 1,672,438	\$ (438,605)
Revenue	\$ -		\$ -	\$ -	\$ -	\$ -
Environmental Quality	\$ -		\$ -	\$ -	\$ -	\$ -
Workforce Commission	\$ (1,792,398)	\$ 1,792,398	\$ (372,401)	\$ -	\$ 1,419,997	\$ (372,401)
Civil Service	\$ (1,213,245)	\$ 1,213,245	\$ (252,072)	\$ -	\$ 961,173	\$ (252,072)
Higher Education	\$ (70,379,221)	\$ 70,379,221	\$ -	\$ 117,249,514	\$ 187,628,735	\$ 117,249,514
Special Schools and Commissions	\$ (9,783,880)	\$ 9,783,880	\$ (2,032,768)	\$ -	\$ 7,751,112	\$ (2,032,768)
Education	\$ (26,816,627)	\$ 26,816,627	\$ (5,571,611)	\$ 27,459,818	\$ 48,704,834	\$ 21,888,207
LSU Health Care Services Division	\$ -		\$ -	\$ -	\$ -	\$ -
Other Requirements	\$ (23,132,392)	\$ 23,132,392	\$ (4,806,148)	\$ 70,902,613	\$ 89,228,857	\$ 66,096,465
Subtotal HB 1	\$ (264,453,377)	\$ 264,453,377	\$ (33,110,092)	\$ 278,162,945	\$ 509,506,230	\$ 245,052,853
		*Prioritized Spending Increases				
Executive Office				\$ 342,000		
Division of Administration - LAGOV				\$ 8,557,000		
CRT - Office of the Secretary				\$ 1,650,000		
Corrections Services - pay raise, acquisitions				\$ 21,690,000		
Winn Correctional Cener				\$ 2,740,000		
Allen Correctional Center				\$ 1,022,000		
Youth Services - Raise the Age Initiative				\$ 2,000,000		
Youth Services - Youth Centers' repairs				\$ 800,000		
Youth Services - Acadiana Center for Youth				\$ 12,000,000		
Youth Services - Regional Programs				\$ 10,750,000		
Children and Family Services - Foster Care (SB 129)				\$ 1,000,000		
Education - Student Scholarship for Educational Excellence Program				\$ 2,100,003		
Education - Non-Public Educational Assistance				\$ 15,359,818		
Education - Child Care Assistance Program				\$ 10,000,000		
Board of Regents				\$ 25,680,922		
Taylor Opportunity Program for Students (TOPS)				\$ 88,368,592		
Southern University Board of Supervisors				\$ 3,200,000		
Local Housing of Adult Offenders - Parole Hold				\$ 10,000,000		
Local Housing of Adult Offenders - Transitional Work Program				\$ 4,976,775		
Local Housing of Adult Offenders				\$ 29,136,125		
District Attorney/Asst DAs Salary payments				\$ 25,809,713		
Justice of the Peace Supplemental Pay				\$ 980,000		
Subtotal				\$ 278,162,948		
Legislature (HB 33)	\$ (16,375,572)	\$ 17,499,220	\$ -	\$ -	\$ 17,499,220	
Judiciary (HB 34)	\$ (34,868,591)	\$ 46,445,138	\$ -	\$ -	\$ 46,445,138	
Subtotal	\$ (51,244,163)	\$ 63,944,358	\$ -	\$ -	\$ 63,944,358	
Total	\$ (315,697,540)	\$ 328,397,735	\$ (33,110,092)	\$ 278,162,945	\$ 573,450,588	

FY 19 Departmental Overviews

Civil Service Pay Raise - In June 2017, the State Civil Service Commission adopted and the Governor approved a “Compensation Redesign” package regarding pay and pay schedules. The major components of the plan consisted of a 2% increase for eligible employees, pay increases for employees below new minimums, market rate adjustments and performance pay. Finally, the plan abolished the existing annual performance/merit adjustment rule. Portions of the plan were implemented in FY 18 (effective January 2018), with full implementation to take effect in FY 19. Funding in HB 1 for the plan totals \$85.4 M; \$36.1 M or 42.2% of which is SGF. The SGF adjustments include \$13.5 M (\$30.7 total MOF) to annualize 2% pay raises given in January 2018 and reclassification expenditures from FY 18 and \$22.6 M (\$54.7 M total MOF) for market rate adjustments effective 7/15/18.

Note: The proposed significant SGF adjustments incorporated in HB 1 may impact departments’ ability to implement the pay plan as designed. Significant reductions may also result in state employee furloughs, work reductions, layoffs or requests by state departments to Civil Service to not fund the market rate adjustments in lieu of layoffs.

GENERAL GOVERNMENT OVERVIEW

Executive Office – The primary significant adjustment includes the \$1.57 M across-the-board 24.2% reduction of discretionary SGF. The Executive Office reports that this reduction will result in the need to eliminate up to 16 T.O. positions and will inhibit the ability to provide services by the Governor.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.57 M and provides \$343,000 SGF for general operating expenses. The SFC also adopted a 5% SGF reduction of \$328,645 in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

Division of Administration – The primary significant adjustments include a \$9.3 M across-the-board 24.2% reduction of discretionary. The Division reports that the anticipated impact of the \$9.3 M across-the-board reduction will result in some combination of: eliminating up to 80 T.O. positions; impacting Information Technology support for systems such as LaTrac, LaPac, the Boards and Commissions database, the Capital Outlay system, and LaPAS (performance database); and eliminating unclassified merits and impact expenditures associated with travel, rental payments and consulting contracts for various programs.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$9.3 M and provides an additional \$8.56 M SGF for the FY 19 allocation necessary to bring all executive branch agencies onto LaGov over the next three fiscal years. The SFC also adopted a 5% SGF reduction of \$1.9 M in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

Governor’s Office of Homeland Security & Emergency Preparedness – Significant adjustments include non-recurring one-time or expiring expenditures totaling \$8.6 M (\$3.5 M SGF, and \$5.1 M IAT) related to restocking disaster emergency supplies, interoperability build out of the National Public Safety Broadband Network, FEMA debt payments and state cost share of Public Assistance expenditures related to the 2016 flood events; providing \$4.7 M SGF for replacement of communications hardware, conversion of deployable trailers to repeater packages, purchase of software and mobile device licenses and acquisition of one server; providing \$1.025 M (\$25,000 SGF and \$1 M Statutory Dedications – State Emergency Response Fund) to support potential non-federally declared disasters and emergency response efforts; providing \$3.4 M for the 4th FEMA debt repayment related to multiple disasters and hazard mitigation audits; reducing \$4 M SGF for the 2nd of 5 installment payments to FEMA for the state’s cost share of the August 2016 flood event; and elimination of \$21.2 M in outstanding FEMA debt payments for FY 19 (see below). Additionally, the adjustments include a subsequent \$1.2 M across-the-board 24.2% reduction of discretionary SGF. GOHSEP reports that this reduction will reduce funding for the Louisiana Wireless Information Network (LWIN) upgrade, allowing only partial funding to upgrade the mobile tower repeaters and eliminating the WAVE cell phone project. The agency reports this reduction will also impact the funding provided for response to potential disaster events.

The Commissioner of Administration testified before the Joint Legislative Committee on the Budget (JLCB) at its meeting on 1/22/18, that the governor will seek to utilize approximately \$46 M of excess funds recognized for FY 18 by the REC in December 2017 to prepay FEMA debt payments for FY 19 and FY 20. If the legislature agrees to this plan, debt payments from the SGF in those fiscal years will decrease accordingly and offset the need to make additional SGF reductions in other areas of state government. To the extent this use of excess funds is not approved, the legislature will have to restore \$21.2 M SGF to GOHSEP's FY 19 operating budget for FEMA debt payments. *For informational purposes, HB 874 of the 2018 Regular Session included a supplemental appropriation of \$21.2 M to prepay the FY 19 FEMA debt payment only. Failure to prepay the FY 20 debt payment results in a SGF need of \$25.1 M when constructing the FY 20 budget.*

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.2 M. The SFC also adopted a 5% SGF reduction of \$253,257 in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the first paragraph of the GOHSEP overview.

Department of Military Affairs – Significant funding adjustments include non-recurring of federal funding for the M6 site clean up at Camp Minden (\$4.5 M) and lead abatement for armories (\$4.4 M). Additionally, the adjustments include a \$7.8 M across-the-board 24.2% reduction of discretionary SGF. Military Affairs reports that a reduction of this magnitude will result in all, or a combination of most of the following: the closure of one installation (Gillis W. Long Center), two (2) Youth Challenge Programs (Gillis W. Long Center and Camp Minden), thirteen (13) armories throughout the state, the regional staging area (Rosedale), and all five (5) commodity warehouses. Furthermore, the SGF reduction will result in the loss of \$13.9 M federal matching funds and elimination of approximately 305 T.O. positions.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$7.8 M. The SFC also adopted a 5% SGF reduction of \$1,634,996 in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

Culture, Recreation and Tourism (CRT) – Significant adjustments include: non-recurring of excess IAT and SGR authority (\$3.6 M and \$3.2 M respectively); a reduction of \$1.3 M SGF related to a 5% reduction of SGF department wide that was applied at Executive Budget; and an increase of \$338,842 SGR related to increased activity for the Historical Preservation Office. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$6.7 M. CRT reports this funding reduction will result in the following impacts:

- Office of Secretary – (\$629,608 SGF) - There will be a layoff of up to 8 employees impacting the Fiscal Unit, Information Technology Unit and Human Resources Unit. These positions run the day-to-day administration of the department.
- Office of the State Library of Louisiana (OSL) – (\$627,051 SGF) – There will be a layoff of up to 10 employees impacting maintenance of effort resulting in potential loss of federal funds (up to \$1.2 M). This will close the services to the blind providing basic library services for the special needs population. This reduction will also close the State Library, as reported by the agency. OSL indicates it will no longer be able to loan and transport wanted books to rural libraries for patrons. Finally, OSL will eliminate the annual Book Festival.
- Office of State Museum (OSM) – (\$864,763 SGF) – There will be a layoff of up to 13 employees in the collection/curatorial staff. OSM reports that the accreditation status of remaining museums will eventually be impacted by loss of operational capacity.
- Office of State Parks (OSP) – (\$4.24 M SGF) – OSP reports there will likely be a layoff of an unspecified number of employees, closure of specific State Parks, and a reduction in maintenance and upkeep of remaining parks. This reduction will also impact historical sites that will likely include closures and exhibits will likely be warehoused. Other state funds will likely also be impacted as a result of closures, such as self-generated revenue and deposits into the Louisiana State Parks Improvement and Repair Fund, derived from visitors entering the parks and historical sites.
- Office of Cultural Development (OCD) – (\$371,001 SGF) – OCD reports it will likely be required to close the Poverty Point State Archaeology Program, leading to eventual loss of the World Heritage Site Designation. OCD reports it will also be required to eliminate the Main Street Program Community Grants Program, as well as the elimination of CODOFIL scholarships (including layoff of one

employee). Finally, OCD reports this funding reduction will reduce all statewide arts grants and decentralized arts grants to all 64 parishes.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.7 M. The SFC also provided an additional \$1.65 M SGF to the Office of the Secretary for general operating expenses. The SFC also adopted a 5% SGF reduction of \$1,399,731 in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

DPS&C - Corrections Services – Significant adjustments include: \$2.6 M for a pay increase for Probation & Parole Agents (\$885,093 SGF, \$750,000 SGR, and \$960,000 Statutory Dedication – Adult Probation & Parole Officer Retirement Fund) and a \$966,702 total increase for Allen Correctional Center to operate as a state facility (including an increase of \$1.06 M SGR offset by a decrease of \$94,891 SGF) along with a corresponding net increase of 139 positions. HB 1 also converts 20 job appointments to classified positions for medical/case management purposes associated with the timely release of offenders and eliminates 29 positions department wide for a total net increase of 141 positions. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$19.5 M, which will likely impact the adjustments noted above. At the time of this publication the LFO does not have any additional information regarding the impact to the operations of Corrections Services except that the department intends to apply such reductions against payments for Local Housing of State Adult Offenders in Schedule 20-451.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$19.5 M. The SFC also provided an additional \$21.69 M SGF to the Administration Program for restoration of personal services expenses, replacement acquisitions, major repairs and a Correctional Security Officer pay raise; \$2.74 M SGF to Winn Correctional to restore funding; and \$1.02 M to Allen Correctional for replacement acquisitions and major repairs. The SFC also adopted a 5% SGF reduction of \$4,060,769 in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

DPS&C - Youth Services, Office of Juvenile Justice (OJJ) – HB 1 non-recurs \$4.9 M SGF intended to equip and open the new Acadiana Center for Youth. **Note:** HB 1 does not provide funds to open the new Acadiana Center for Youth. OJJ's FY 19 budget request included \$14.3 M SGF assuming the facility opens April 2018. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$22 M, which OJJ indicates would likely result in the closure of most or all Probation and Parole offices statewide as well as closure of a single secure care facility along with a layoff of associated staff.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$22 M. The SFC also provided an additional \$2 M SGF associated with the Raise the Age Initiative pursuant to legislation adopted in 2017; \$800,000 SGF for major repairs at youth facilities statewide; \$12 M to provide for operating expenses of the Acadiana Center for Youth; and \$10.75 M to restore funding for statewide regional and contract services. The SFC also adopted a 5% SGF reduction of \$4,577,124 in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

Other Requirements – Local Housing of Adult Offenders (LHOA) – HB 1 includes \$3.7 M additional SGF expenditure authority to provide for additional offenders participating in transitional work programs based on current projections. Previous information from Corrections Services indicates that the SGF decrease will impact the department's ability to pay local providers to house state inmates at the statutory per diem rate, including work release, transitional housing and reentry programs. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$1.4 M. Corrections Services reports that total reductions contemplated in HB 1 will impact the Local Reentry Services Program and may result in a furlough of some of the 15,965 offenders projected to be housed at the local level.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.4 M and provides additional discretionary SGF appropriations as follows: \$10 M for parole holds, \$4.98 M for Transitional Work Programs and \$29.14 M to the Local Housing of Adult Offenders Program. The SFC also adopted a 5% SGF reduction of \$296,919 in order to fund specific priorities in other budget units. The LFO is not certain how this

reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

Other Requirements – Local Housing of Juvenile Offenders (LHJO) – The significant adjustment is a decrease of \$666,839 as part of the across-the-board 24.2% reductions of discretionary SGF. This reduction will impact funding that provides reimbursement to local law enforcement entities providing parish and local jail space for housing juvenile offenders in state custody who are awaiting transfer to Corrections Services.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$666,839. The SFC also adopted a 5% SGF reduction of \$138,547 in order to fund specific priorities in other budget units.

Other Requirements – District Attorneys and Assistant District Attorneys – HB 1 eliminated all \$26.3 M SGF support compared to EOB, a portion of which was a reduction of \$502,707 associated with a retirement rate adjustment. HB 1 retains \$5.4 M in Statutory Dedication funding from the Video Draw Poker Device Fund (\$5.4 M) and the Pari-mutuel Live Racing Facility Gaming Control Fund (\$50,000). At this funding level each district attorney will receive the full annual base pay (\$50,000) as required by the constitution for elected officials, with the remaining funds used to make payments to the assistant district attorneys. Funding for assistant district attorneys will run out in August 2018 at current staffing levels. There is no funding included for victim assistance coordinators in HB 1.

Supplemental Appropriation restores \$25.8 M discretionary SGF to the District Attorneys and Assistant District Attorneys. This adjustment will fully restore the District Attorneys and Assistant District Attorneys to EOB (less the aforementioned reduction of \$502,707 associated with the retirement rate adjustment).

ELECTED OFFICIALS

State – HB 1 reflects a decrease of \$6.5 M SGF associated with the 24.2% SGF across-the-board reduction. A \$3 M increase is associated with elections expenses to replace outdated voting system equipment and \$1.6 M to fund increased election expenses associated with the Open Primary/Congressional, Open General/Congressional, and Municipal Primary and General elections. At this time, the department has not provided an impact analysis of this reduction which is likely to impact museums and could delay the implementation of the new voting system for the elections program.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.5 M. However the SFC also adopted a 5% SGF reduction of \$1.4 M in order to fund specific priorities in other budget units.

Justice – HB 1 reduces \$3.6 M associated with the 24.2% SGF across the board reduction. The AG has not indicated the impact of such reductions; however it would likely result in the elimination of a significant number of positions, affecting the agency's ability to represent the state in civil litigation as well as investigate and prosecute criminal cases. Increased funding of \$1.6 M out of the Louisiana Fund will provide for hardware and software updates associated with the tobacco tax stamp data collections.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.6 M. However the SFC also adopted a 5% SGF reduction of \$748,067 in order to fund specific priorities in other budget units.

Agriculture & Forestry (LDAF) – Significant adjustments include: non-recurring \$7.8 M related to final payments on existing debt service bonds paid from the Louisiana Agricultural Finance Authority (LAFA) Fund (\$6.6 M of which was utilized as an MOF swap to offset SGF expenditures department wide), \$482,354 (\$472,321 LAFA Fund and \$10,033 Pesticide Fund) to provide funding for maintenance and repairs to department facilities statewide, \$300,000 (Structural Pest Control Commission Fund) to provide for a statewide farm pesticide hazardous waste pick-up day, \$500,000 (Feed & Fertilizer Fund) to provide increased testing and analysis of animal feeds and fertilizers, and \$1.37 M SGR to provide for regulation of the production of medical marijuana in Louisiana, including seven (7) T.O. positions.

Additionally, the adjustments include a \$3.2 M across-the-board 24.2% reduction of discretionary SGF. The reduction in SGF will result in direct impacts to the Office of Management & Finance (OMF), Forestry, and Animal Health & Food Safety programs including the elimination of up to 53 positions. OMF will eliminate up to 18 positions related to federal reporting requirements and delay the purchase of new vehicles. The

Forestry program will eliminate up to 29 positions, close the 27 fire substations across the state, and consolidate the remaining firefighting personnel into eight (8) primary fire-fighting districts. Consolidation of the firefighting districts will impact the time taken to respond to wildfires. The Animal Health & Food Safety Program will eliminate up to 6 positions related to meat inspection, impacting the department’s ability to inspect those state inspected meat processing facilities.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.2 M. The SFC also adopted a 5% SGF reduction of \$669,665 in order to fund specific priorities in other budget units. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

HEALTH

HB 1 reflects an increase in overall funding in Medicaid by \$430.3 M (3.6%) in FY 19, from an EOB as of 12/1/2017 of \$11.9 B to a recommended appropriation of \$12.4 B. The net increase in funding is largely the result of increased program funding, utilization and rate increases from FY 18 base funding.

FY 19 Medicaid

	EOB	HB 1 Reeng. with (SFC)	Difference
SGF	\$1,935,282,553	\$1,975,926,186	\$40,643,633
IAT	\$24,603,787	\$24,295,497	(\$308,290)
Fees/Self Gen	\$430,505,205	\$458,574,729	\$28,069,524
Stat Ded.	\$821,238,138	\$867,402,402	\$46,164,264
Federal	\$8,739,568,913	\$9,055,262,941	\$315,694,028
Total	\$11,951,198,596	\$12,381,461,755	\$430,263,159

Significant increases reflected in the Medicaid budget include funding for annualized costs increases, and both rate and programmatic funding increases, including approximately \$430 M in additional premium payments paid to Managed Care Organizations (MCO’s) in FY 19. Significant funding increases in HB 1 for FY 19 are reflected below:

- \$429.9 M – Managed Care payments (net payment increase)
- \$57.1 M – Nursing Home reimbursement rate rebase
- \$34.3 M – NOW waiver slots (650 new slots)
- \$8.5 M – Dental Managed Care utilization increase
- \$9.3 M – Pharmacy program fee for service utilization increase
- \$15.8 M – Federally Qualified Health Clinic and Rural Health Clinic rate increase
- \$17.8 M – Annualization of FY 17 Waiver Program enrollment
- \$8.2 M – Medicare Buy In Premium Increases (Part A, Part B, Part D)
- \$2.8 M – Rural Hospital inpatient per diem rate increase (rebase)

Significant reductions reflected in the Medicaid budget in HB 1 are a result of estimated program reductions in the Private Providers program and Buy-ins program.

- (\$175.8 M) – Medicaid eligibility reforms savings (assumed to be reduced from MCO payments)
- (\$49.7 M) – Balance Private Providers program to updated FY 19 projections
- (\$2.6 M) – Reduce Clawback funding for Medicare Part D funding to updated FY 19 projections

Note: Although the \$175.8 M reduction to Medicaid is associated with implementation of eligibility reforms, HB 1 language indicates that in the event budget reductions are necessary, the secretary shall first study administrative and programmatic changes in the budget prior to implementing any reductions or eliminations to the following itemized programs: rebasing of nursing home reimbursement rate; pediatric day healthcare center; ambulatory surgical centers; alcohol and drug residential and outpatient treatment services; DSH LINCCA program; Provisional Medicaid program; and the Medically Needy Spenddown program. To the extent eligibility reforms are implemented and materialize in FY 19, managed care payments are anticipated to be reduced related to enrollment. There is no data provided by the department to support a level of savings associated with such reforms.

Public/Private Partnership

HB 1 allocates approximately \$1.15 B in total funding to the public private partnership hospitals, including Lallie Kemp Regional Medical Center, which represents the same level of funding as the partner hospitals’ FY 18 allocation. The total PPP allocation includes both Disproportionate Share Hospital (DSH) and Upper Payment Limit (UPL) supplemental funding.

EDUCATION

Department of Education - Significant SGF reductions include the elimination of funding for non-public schools totaling \$16 M and a 24.2 % reduction to discretionary SGF of \$26.8 M. The LDE indicates significant position reductions of approximately 150 would require the department to cease all operations other than the School Food and Child Care Development initiative. There would be reductions to the public and private LA4 preschool program, reducing the number of slots by about 2,700. Finally, the reduction would eliminate funding for the Early Childhood federal grant, resulting in the loss of approximately \$12.5 M in federal funding. Funding for the Recovery School District Instructional Program is being reduced \$8.7 M (\$6.9 M IAT and \$1.8 M SGR) pursuant to Act 91 which transfers 38 charter schools back to the authority of the Orleans Parish School Board effective 7/1/18. Federal funding from the Child Care Development Fund increases by approximately \$40 M due to an increase in the FY 19 federal award amount of which \$28 M is appropriated for provider payments in the Child Care Assistance Program, with the remaining \$12 M appropriated for licensing, eligibility determination and other activities.

Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$26.8 M. SFC amendments further provide \$15.4 M to restore funding for the Non-Public Education Assistance which was eliminated in the Executive Budget recommendation; \$2.1 M in additional funding for the Student Scholarship for Educational Excellence Program to fund an increase in student vouchers; and an additional \$10 M in the Child Care Assistance Program. These increases are offset by a 5% reduction in discretionary SGF of \$5.6 M. The LFO is not certain how this reduction will be applied, but assumes it will result in implementation of a portion of the potential reduction detailed in the preceding paragraph.

Higher Education - HB 1 SGF reductions include \$96.9 M to be allocated to the funding formula institutions excluding the LSU Health Sciences Centers in New Orleans and Shreveport. Reductions will not be applied to the LA Student Tuition Assistance and Revenue Trust (START) Program savings account, the Go Grants program, and the Taylor Opportunity Program for Students (TOPS). The Board of Regents will spread this reduction using their funding formula in June, however, as an illustrative example, this reduction will reduce each institutions' SGF by approximately 15%.

Taylor Opportunity Program for Students (TOPS) - SGF was reduced \$88.4 M bringing the total funding for the TOPS program to \$206.2 M, or 70% of the total FY 19 need (\$294.6 M). *GO Grants* remain funded at the standstill level of \$26.4 M.

Supplemental Appropriation restores \$96.9 M of the 10.8% discretionary SGF reduction for formula institutions which brings formula funding to the existing FY 18 level. Further, the amount of \$88.4 M in SGF is appropriated for the Taylor Opportunity Program for Students which will bring TOPS funding to 100% of total FY 19 need.

JUDICIARY

The FY 19 budget totals \$128.7 M (\$109.1 M SGF, \$9.4 M IAT, and \$10.2 M Statutory Dedications) reflecting a 28% SGF reduction totaling \$42.4 M. The LA Supreme Court reports that of the existing budget, some \$99 M is non-discretionary spending. As a result, this reduction would eliminate all funding for the Court Appointed Special Advocates program (CASA), Drug Courts, Family in Need of Services programs (FINS) and the Protective Registry. Furthermore, at this level of funding there would be a 51% reduction in personnel services.

HB 34 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$34.8 M and the 5% reduction proposed in the Executive Budget recommendation of \$7.5 M. HB 34 further provides an additional \$17.5 M for a total supplemental appropriation of \$60 M. **Note:** *Testimony provided in SFC indicated the bill would be amended on the Senate floor reducing the supplemental appropriation to \$46.4 M, an increase of \$4 M over EOB.*

LEGISLATURE

The FY 19 budget totals \$77.9 M, reflecting a 28% SGF reduction totaling \$17.4 M. The LFO has no impact analysis at this time.

HB 33 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$16.4 M as well as \$1.1 M to restore the 5% reduction as proposed in the Executive Budget recommendation.

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
GRAND TOTAL - Statewide Budget					
STATE GENERAL FUND (Direct):	\$9,118,192,417	\$9,461,355,579	\$9,600,348,209	\$138,992,630	1.5%
STATE GENERAL FUND BY:					
Interagency Transfers	1,473,219,739	1,669,238,582	1,582,333,147	-86,905,435	-5.2%
Fees & Self-gen Revenues	3,992,697,034	4,258,331,216	4,424,579,270	166,248,054	3.9%
Statutory Dedications	3,847,634,989	4,245,215,405	4,301,594,366	56,378,961	1.3%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,158,961,894	13,820,229,271	14,112,383,701	292,154,430	2.1%
	\$29,590,706,073	\$33,454,370,053	\$34,021,238,693	\$566,868,640	1.7%
T.O.	32,908	32,984	33,492	508	1.5%
Other Charges Positions	7	1,914	1,828	-86	-4.5%
STATE FUNDS (excludes Federal):	\$18,431,744,179	\$19,634,140,782	\$19,908,854,992	\$274,714,210	1.4%
General Appropriation Bill					
STATE GENERAL FUND (Direct):	\$8,417,605,102	\$8,737,948,098	\$8,788,269,960	\$50,321,862	0.6%
STATE GENERAL FUND BY:					
Interagency Transfers	750,821,733	972,183,531	939,576,934	-32,606,597	-3.4%
Fees & Self-gen Revenues	2,446,979,079	2,680,718,457	2,769,263,942	88,545,485	3.3%
Statutory Dedications	2,741,325,993	2,930,111,095	2,939,915,259	9,804,164	0.3%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,025,618,424	13,757,516,271	14,043,041,901	285,525,630	2.1%
	\$25,382,350,331	\$29,078,477,452	\$29,480,067,996	\$401,590,544	1.4%
T.O.	31,754	31,828	32,304	476	1.5%
Other Charges Positions	7	1,905	1,819	-86	
01 Executive					
STATE GENERAL FUND (Direct):	\$125,404,330	\$152,107,148	\$130,703,883	-\$21,403,265	-14.1%
STATE GENERAL FUND BY:					
Interagency Transfers	81,236,562	78,957,393	70,707,654	-8,249,739	-10.4%
Fees & Self-gen Revenues	134,970,594	135,778,210	136,992,561	1,214,351	0.9%
Statutory Dedications	117,751,347	151,162,207	152,606,690	1,444,483	1.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,225,129,335	2,060,628,807	2,029,176,017	-31,452,790	-1.5%
	\$1,684,492,168	\$2,578,633,765	\$2,520,186,805	-\$58,446,960	-2.3%
T.O.	1,923	1,970	1,990	20	1.0%
Other Charges Positions	0	361	354	-7	
03 Veterans Affairs					
STATE GENERAL FUND (Direct):	\$4,995,855	\$5,476,292	\$5,342,455	-\$133,837	-2.4%
STATE GENERAL FUND BY:					
Interagency Transfers	1,583,991	2,835,433	2,349,822	-485,611	-17.1%
Fees & Self-gen Revenues	16,432,247	16,824,961	17,256,667	431,706	2.6%
Statutory Dedications	442,633	115,528	115,528	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	38,726,103	43,052,865	45,597,601	2,544,736	5.9%
	\$62,180,829	\$68,305,079	\$70,662,073	\$2,356,994	3.5%
T.O.	840	842	843	1	0.1%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
04	State					
	STATE GENERAL FUND (Direct):	\$51,906,517	\$53,158,836	\$54,822,702	\$1,663,866	3.1%
	STATE GENERAL FUND BY:					
	Interagency Transfers	210,991	221,500	227,500	6,000	2.7%
	Fees & Self-gen Revenues	25,582,628	27,400,550	27,605,679	205,129	0.7%
	Statutory Dedications	9,894	113,078	6,002,565	5,889,487	5208.3%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$77,710,030</u>	<u>\$80,893,964</u>	<u>\$88,658,446</u>	<u>\$7,764,482</u>	<u>9.6%</u>
	T.O.	313	314	311	-3	-1.0%
	Other Charges Positions	0	0	0	0	
04b	Justice					
	STATE GENERAL FUND (Direct):	\$6,813,770	\$19,387,540	\$15,462,418	-\$3,925,122	-20.2%
	STATE GENERAL FUND BY:					
	Interagency Transfers	24,287,009	26,167,329	23,500,587	-2,666,742	-10.2%
	Fees & Self-gen Revenues	4,294,420	6,866,714	6,816,714	-50,000	-0.7%
	Statutory Dedications	15,114,346	15,618,642	16,721,205	1,102,563	7.1%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	5,699,017	7,515,430	7,075,021	-440,409	-5.9%
		<u>\$56,208,562</u>	<u>\$75,555,655</u>	<u>\$69,575,945</u>	<u>-\$5,979,710</u>	<u>-7.9%</u>
	T.O.	489	483	482	-1	-0.2%
	Other Charges Positions	0	1	1	0	
04	Lieutenant Governor					
	STATE GENERAL FUND (Direct):	\$990,941	\$1,047,280	\$1,018,489	-\$28,791	-2.7%
	STATE GENERAL FUND BY:					
	Interagency Transfers	462,520	672,296	672,296	0	0.0%
	Fees & Self-gen Revenues	0	10,000	10,000	0	0.0%
	Statutory Dedications	0	0	0	0	
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	4,339,115	5,488,059	5,488,059	0	0.0%
		<u>\$5,792,576</u>	<u>\$7,217,635</u>	<u>\$7,188,844</u>	<u>-\$28,791</u>	<u>-0.4%</u>
	T.O.	7	7	7	0	0.0%
	Other Charges Positions	0	8	8	0	
04	Treasury					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	1,488,676	1,686,944	1,686,944	0	0.0%
	Fees & Self-gen Revenues	8,134,796	8,900,948	9,140,969	240,021	2.7%
	Statutory Dedications	353,768	811,455	811,455	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$9,977,240</u>	<u>\$11,399,347</u>	<u>\$11,639,368</u>	<u>\$240,021</u>	<u>2.1%</u>
	T.O.	54	54	54	0	0.0%
	Other Charges Positions	0	0	0	0	
04E	Public Service Commission					
	STATE GENERAL FUND (Direct):	\$0	\$66,396	\$0	-\$66,396	-100.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	0	0	0	
	Fees & Self-gen Revenues	0	0	0	0	
	Statutory Dedications	8,485,175	9,704,443	9,722,536	18,093	0.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$8,485,175</u>	<u>\$9,770,839</u>	<u>\$9,722,536</u>	<u>-\$48,303</u>	<u>-0.5%</u>
	T.O.	99	99	97	-2	-2.0%
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
04F Agriculture & Forestry					
STATE GENERAL FUND (Direct):	\$23,662,794	\$25,275,042	\$18,496,028	-\$6,779,014	-26.8%
STATE GENERAL FUND BY:					
Interagency Transfers	1,595,571	686,125	680,206	-5,919	-0.9%
Fees & Self-gen Revenues	6,506,357	7,029,476	8,404,409	1,374,933	19.6%
Statutory Dedications	31,182,626	34,115,006	35,175,539	1,060,533	3.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,470,804	10,584,973	10,009,973	-575,000	-5.4%
	\$69,418,152	\$77,690,622	\$72,766,155	-\$4,924,467	-6.3%
T.O.	563	563	566	3	0.5%
Other Charges Positions	0	27	4	-23	
04 Insurance					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	26,647,792	28,658,984	29,342,980	683,996	2.4%
Statutory Dedications	1,381,529	1,738,353	1,817,750	79,397	4.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	717,560	716,006	717,475	1,469	0.2%
	\$28,746,881	\$31,113,343	\$31,878,205	\$764,862	2.5%
T.O.	225	222	222	0	0.0%
Other Charges Positions	0	0	0	0	
05 Economic Development					
STATE GENERAL FUND (Direct):	\$14,954,842	\$14,373,495	\$18,018,721	\$3,645,226	25.4%
STATE GENERAL FUND BY:					
Interagency Transfers	1,107,965	680,546	0	-680,546	-100.0%
Fees & Self-gen Revenues	2,895,075	17,868,712	5,064,807	-12,803,905	-71.7%
Statutory Dedications	18,167,538	20,122,222	16,772,483	-3,349,739	-16.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	2,937,033	8,046,476	2,976,020	-5,070,456	-63.0%
	\$40,062,453	\$61,091,451	\$42,832,031	-\$18,259,420	-29.9%
T.O.	113	113	113	0	0.0%
Other Charges Positions	0	0	0	0	
06 Culture, Recreation & Tourism					
STATE GENERAL FUND (Direct):	\$34,108,179	\$31,480,277	\$31,104,723	-\$375,554	-1.2%
STATE GENERAL FUND BY:					
Interagency Transfers	5,140,718	12,123,852	8,528,705	-3,595,147	-29.7%
Fees & Self-gen Revenues	24,517,122	32,754,468	29,152,703	-3,601,765	-11.0%
Statutory Dedications	7,012,304	10,630,673	10,924,422	293,749	2.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,832,308	7,530,092	7,538,297	8,205	0.1%
	\$75,610,631	\$94,519,362	\$87,248,850	-\$7,270,512	-7.7%
T.O.	616	581	572	-9	-1.5%
Other Charges Positions	0	27	24	-3	
07 Transportation & Development					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	3,922,181	8,910,000	15,242,612	6,332,612	71.1%
Fees & Self-gen Revenues	22,769,329	28,672,415	28,182,415	-490,000	-1.7%
Statutory Dedications	515,630,877	571,055,043	562,011,094	-9,043,949	-1.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	15,733,689	32,420,794	24,632,793	-7,788,001	-24.0%
	\$558,056,076	\$641,058,252	\$630,068,914	-\$10,989,338	-1.7%
T.O.	4,253	4,258	4,260	2	0.0%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
08	DPSC Corrections Services					
	STATE GENERAL FUND (Direct):	\$476,437,296	\$490,875,885	\$513,930,950	\$23,055,065	4.7%
	STATE GENERAL FUND BY:					
	Interagency Transfers	8,321,699	14,837,938	14,837,938	0	0.0%
	Fees & Self-gen Revenues	35,521,228	46,352,374	48,278,011	1,925,637	4.2%
	Statutory Dedications	1,379,062	54,000	1,014,000	960,000	1777.8%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	787,487	2,230,697	2,230,697	0	0.0%
		<u>\$522,446,772</u>	<u>\$554,350,894</u>	<u>\$580,291,596</u>	<u>\$25,940,702</u>	<u>4.7%</u>
	T.O.	4,723	4,748	4,889	141	3.0%
08	DPSC Public Safety Services					
	STATE GENERAL FUND (Direct):	\$6,601,728	\$19,410,048	\$0	-\$19,410,048	-100.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	26,019,771	38,286,509	38,258,311	-28,198	-0.1%
	Fees & Self-gen Revenues	176,173,487	179,276,430	200,340,673	21,064,243	11.7%
	Statutory Dedications	184,669,327	188,422,671	182,809,115	-5,613,556	-3.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	19,997,935	48,544,162	47,941,431	-602,731	-1.2%
		<u>\$413,462,248</u>	<u>\$473,939,820</u>	<u>\$469,349,530</u>	<u>-\$4,590,290</u>	<u>-1.0%</u>
	T.O.	2,514	2,572	2,583	11	0.4%
08	DPSC Youth Services					
	STATE GENERAL FUND (Direct):	\$100,675,723	\$109,587,852	\$116,734,460	\$7,146,608	6.5%
	STATE GENERAL FUND BY:					
	Interagency Transfers	8,971,201	11,959,959	11,959,959	0	0.0%
	Fees & Self-gen Revenues	473,076	775,487	775,487	0	0.0%
	Statutory Dedications	145,022	149,022	149,022	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	593,769	908,006	891,796	-16,210	-1.8%
		<u>\$110,858,791</u>	<u>\$123,380,326</u>	<u>\$130,510,724</u>	<u>\$7,130,398</u>	<u>5.8%</u>
	T.O.	1,001	944	944	0	0.0%
09	Health					
	STATE GENERAL FUND (Direct):	\$2,390,817,265	\$2,415,119,251	\$2,478,211,795	\$63,092,544	2.6%
	STATE GENERAL FUND BY:					
	Interagency Transfers	283,768,736	306,924,794	319,674,708	12,749,914	4.2%
	Fees & Self-gen Revenues	437,362,503	510,154,478	538,898,298	28,743,820	5.6%
	Statutory Dedications	852,900,036	842,350,843	890,492,234	48,141,391	5.7%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	7,929,824,440	9,519,368,265	9,811,812,570	292,444,305	3.1%
		<u>\$11,894,672,980</u>	<u>\$13,593,917,631</u>	<u>\$14,039,089,605</u>	<u>\$445,171,974</u>	<u>3.3%</u>
	T.O.	5,732	5,794	6,061	267	4.6%
10	Children & Family Services					
	STATE GENERAL FUND (Direct):	\$160,516,303	\$174,260,354	\$193,377,419	\$19,117,065	11.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	11,783,308	50,095,291	26,899,733	-23,195,558	-46.3%
	Fees & Self-gen Revenues	10,647,150	17,937,760	18,392,610	454,850	2.5%
	Statutory Dedications	4,789,525	481,227	477,047	-4,180	-0.9%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	396,832,782	534,190,531	540,076,895	5,886,364	1.1%
		<u>\$584,569,068</u>	<u>\$776,965,163</u>	<u>\$779,223,704</u>	<u>\$2,258,541</u>	<u>0.3%</u>
	T.O.	3,447	3,445	3,506	61	1.8%
	Other Charges Positions	0	0	0	0	

<div>Statewide Budget</div> <div>Department Budget Summary</div>					
	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
11 Natural Resources					
STATE GENERAL FUND (Direct):	\$10,068,629	\$9,421,017	\$8,979,116	-\$441,901	-4.7%
STATE GENERAL FUND BY:					
Interagency Transfers	8,390,842	8,992,160	8,816,870	-175,290	-1.9%
Fees & Self-gen Revenues	167,307	318,639	318,639	0	0.0%
Statutory Dedications	19,691,203	29,764,163	29,444,336	-319,827	-1.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,646,883	7,765,301	7,258,917	-506,384	-6.5%
	<u>\$44,964,864</u>	<u>\$56,261,280</u>	<u>\$54,817,878</u>	<u>-\$1,443,402</u>	<u>-2.6%</u>
T.O.	331	321	308	-13	-4.0%
Other Charges Positions	0	0	0	0	
12 Revenue					
STATE GENERAL FUND (Direct):	\$12,040,331	\$33,892,165	\$0	-\$33,892,165	-100.0%
STATE GENERAL FUND BY:					
Interagency Transfers	219,816	285,000	285,000	0	0.0%
Fees & Self-gen Revenues	75,222,816	67,107,815	101,171,220	34,063,405	50.8%
Statutory Dedications	571,049	543,583	550,000	6,417	1.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$88,054,012</u>	<u>\$101,828,563</u>	<u>\$102,006,220</u>	<u>\$177,657</u>	<u>0.2%</u>
T.O.	713	712	712	0	0.0%
Other Charges Positions	0	15	15	0	
13 Environmental Quality					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	212,757	670,829	70,829	-600,000	-89.4%
Fees & Self-gen Revenues	20,414	24,790	24,790	0	0.0%
Statutory Dedications	86,418,508	104,184,518	116,152,413	11,967,895	11.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	16,420,089	20,155,915	19,902,433	-253,482	-1.3%
	<u>\$103,071,768</u>	<u>\$125,036,052</u>	<u>\$136,150,465</u>	<u>\$11,114,413</u>	<u>8.9%</u>
T.O.	684	698	702	4	0.6%
Other Charges Positions	0	0	0	0	
14 Workforce Commission					
STATE GENERAL FUND (Direct):	\$6,530,496	\$7,399,887	\$7,027,486	-\$372,401	-5.0%
STATE GENERAL FUND BY:					
Interagency Transfers	4,122,803	6,595,050	4,559,450	-2,035,600	-30.9%
Fees & Self-gen Revenues	102,000	272,219	272,219	0	0.0%
Statutory Dedications	99,263,838	110,634,234	111,288,610	654,376	0.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	140,182,037	165,586,651	160,205,804	-5,380,847	-3.2%
	<u>\$250,201,174</u>	<u>\$290,488,041</u>	<u>\$283,353,569</u>	<u>-\$7,134,472</u>	<u>-2.5%</u>
T.O.	929	925	921	-4	-0.4%
Other Charges Positions	0	0	0	0	
16 Wildlife & Fisheries					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	2,980,111	12,006,202	12,527,226	521,024	4.3%
Fees & Self-gen Revenues	195,285	2,111,574	2,111,574	0	0.0%
Statutory Dedications	95,175,338	125,842,453	118,276,988	-7,565,465	-6.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	25,881,666	46,032,639	42,431,264	-3,601,375	-7.8%
	<u>\$124,232,400</u>	<u>\$185,992,868</u>	<u>\$175,347,052</u>	<u>-\$10,645,816</u>	<u>-5.7%</u>
T.O.	779	779	779	0	0.0%
Other Charges Positions	0	3	3	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
17 Civil Service					
STATE GENERAL FUND (Direct):	\$4,909,967	\$5,326,196	\$5,191,728	-\$134,468	-2.5%
STATE GENERAL FUND BY:					
Interagency Transfers	11,043,082	11,622,197	12,002,661	380,464	3.3%
Fees & Self-gen Revenues	930,192	1,232,825	1,341,590	108,765	8.8%
Statutory Dedications	2,035,763	2,233,801	2,334,588	100,787	4.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$18,919,004</u>	<u>\$20,415,019</u>	<u>\$20,870,567</u>	<u>\$455,548</u>	<u>2.2%</u>
T.O.	171	171	172	1	0.6%
Other Charges Positions	0	0	0	0	
19 Higher Education					
STATE GENERAL FUND (Direct):	\$907,215,046	\$1,004,971,363	\$1,011,239,827	\$6,268,464	0.6%
STATE GENERAL FUND BY:					
Interagency Transfers	13,673,426	23,645,601	22,759,816	-885,785	-3.7%
Fees & Self-gen Revenues	1,384,356,305	1,457,186,211	1,474,298,447	17,112,236	1.2%
Statutory Dedications	150,958,134	151,642,910	148,331,426	-3,311,484	-2.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	59,115,141	79,903,497	80,105,297	201,800	0.3%
	<u>\$2,515,318,052</u>	<u>\$2,717,349,582</u>	<u>\$2,736,734,813</u>	<u>\$19,385,231</u>	<u>0.7%</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
19 Special Schools & Comm.					
STATE GENERAL FUND (Direct):	\$38,747,769	\$42,044,885	\$40,736,918	-\$1,307,967	-3.1%
STATE GENERAL FUND BY:					
Interagency Transfers	23,547,398	26,067,815	28,731,884	2,664,069	10.2%
Fees & Self-gen Revenues	2,262,026	3,263,033	3,263,033	0	0.0%
Statutory Dedications	21,524,707	25,114,616	23,883,751	-1,230,865	-4.9%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	318,668	233,582	-85,086	-26.7%
	<u>\$86,081,900</u>	<u>\$96,809,017</u>	<u>\$96,849,168</u>	<u>\$40,151</u>	<u>0.0%</u>
T.O.	746	767	765	-2	-0.3%
Other Charges Positions	0	35	35	0	
19 Education					
STATE GENERAL FUND (Direct):	\$3,535,662,196	\$3,604,419,133	\$3,596,784,529	-\$7,634,604	-0.2%
STATE GENERAL FUND BY:					
Interagency Transfers	165,496,269	263,200,035	253,878,768	-9,321,267	-3.5%
Fees & Self-gen Revenues	29,823,015	57,488,446	52,181,509	-5,306,937	-9.2%
Statutory Dedications	295,881,619	273,809,800	286,979,044	13,169,244	4.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,115,567,496	1,146,171,841	1,186,383,363	40,211,522	3.5%
	<u>\$5,142,430,595</u>	<u>\$5,345,089,255</u>	<u>\$5,376,207,213</u>	<u>\$31,117,958</u>	<u>0.6%</u>
T.O.	489	446	445	-1	-0.2%
Other Charges Positions	0	0	0	0	
19E LSU Health Care Services Division					
STATE GENERAL FUND (Direct):	\$24,664,566	\$24,427,906	\$24,427,906	\$0	0.0%
STATE GENERAL FUND BY:					
Interagency Transfers	17,788,112	18,383,724	17,542,527	-841,197	-4.6%
Fees & Self-gen Revenues	12,149,617	15,472,658	15,472,658	0	0.0%
Statutory Dedications	379,658	0	0	0	
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,954,212	4,800,336	4,800,336	0	0.0%
	<u>\$59,936,165</u>	<u>\$63,084,624</u>	<u>\$62,243,427</u>	<u>-\$841,197</u>	<u>-1.3%</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
20	Other Requirements					
	STATE GENERAL FUND (Direct):	\$479,880,559	\$494,419,850	\$516,658,407	\$22,238,557	4.5%
	STATE GENERAL FUND BY:					
	Interagency Transfers	43,446,218	45,669,009	43,174,928	-2,494,081	-5.5%
	Fees & Self-gen Revenues	8,822,298	10,978,280	14,153,280	3,175,000	28.9%
	Statutory Dedications	210,011,167	259,696,604	215,051,418	-44,645,186	-17.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	4,229,523	5,556,260	5,556,260	0	0.0%
		\$746,389,765	\$816,320,003	\$794,594,293	-\$21,725,710	-2.7%
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	
Other Appropriation Bills						
	STATE GENERAL FUND (Direct):	\$215,724,762	\$215,503,900	\$297,706,874	\$82,202,974	38.1%
	STATE GENERAL FUND BY:					
	Interagency Transfers	722,398,006	697,055,051	642,756,213	(54,298,838)	-7.8%
	Fees & Self-gen Revenues	1,545,717,955	1,577,612,759	1,655,315,328	77,702,569	4.9%
	Statutory Dedications	1,037,876,250	1,250,904,310	1,306,921,165	56,016,855	4.5%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
		\$3,655,060,443	\$3,803,789,020	\$3,972,041,380	\$168,252,360	4.4%
	T.O.	1,154	1,156	1,188	32	2.8%
	Other Charges Positions	0	9	9	0	
21	Ancillary					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	472,741,656	646,285,095	620,178,520	-26,106,575	-4.0%
	Fees & Self-gen Revenues	1,432,734,451	1,506,664,222	1,572,404,098	65,739,876	4.4%
	Statutory Dedications	101,352,668	151,000,000	151,000,000	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		\$2,006,828,775	\$2,303,949,317	\$2,343,582,618	\$39,633,301	1.7%
	T.O.	1,154	1,156	1,188	32	2.8%
	Other Charges Positions	0	9	9	0	
23	Judiciary					
	STATE GENERAL FUND (Direct):	\$151,530,944	\$151,530,944	\$155,530,944	\$4,000,000	2.6%
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	9,392,850	9,392,850	0	0.0%
	Fees & Self-gen Revenues	0	0	0	0	
	Statutory Dedications	7,291,250	10,240,925	10,240,925	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		\$158,822,194	\$171,164,719	\$175,164,719	\$4,000,000	2.3%
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	
24	Legislature					
	STATE GENERAL FUND (Direct):	\$62,472,956	\$62,472,956	\$62,472,956	\$0	0.0%
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	0	0	0	
	Fees & Self-gen Revenues	20,803,504	22,373,567	22,989,230	615,663	2.8%
	Statutory Dedications	10,000,000	10,000,000	10,000,000	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		\$93,276,460	\$94,846,523	\$95,462,186	\$615,663	0.6%
	T.O.	0	0	0	0	
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reeng. w/SFC FY 2019	2019 - 2018 Change	Percent Change
26 Capital Outlay Cash					
STATE GENERAL FUND (Direct):	\$1,720,862	\$1,500,000	\$79,702,974	\$78,202,974	5213.5%
STATE GENERAL FUND BY:					
Interagency Transfers	249,656,350	41,377,106	13,184,843	-28,192,263	-68.1%
Fees & Self-gen Revenues	92,180,000	48,574,970	59,922,000	11,347,030	23.4%
Statutory Dedications	919,232,332	1,079,663,385	1,135,680,240	56,016,855	5.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
	\$1,396,133,014	\$1,233,828,461	\$1,357,831,857	\$124,003,396	10.1%
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	(9,442,058)	-14.7%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	(\$2,974,264)	-0.5%
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

22 Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	-9,442,058	-14.7%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	-\$2,974,264	-0.5%
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	



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To: The Honorable Eric LaFleur, Chairman of Senate Finance
The Honorable Members of Senate Finance Committee

From: John D. Carpenter, Legislative Fiscal Officer
Evan Brasseaux, LFO Staff Director

Date: June 1, 2018

Subject: A preliminary booklet containing the LFO Analysis of HB 1 Reengrossed
of the 2018 2nd E.S.

The Legislative Fiscal Office has prepared a preliminary booklet for your use as you review the General Appropriations Bill. The booklet includes an executive summary that details the House Floor amendments as well as a summary of the state budget including means of finance by department.

Significant changes from our analysis of HB 1 Engrossed reflect House Floor amendments which include the following:

- A reduction of \$73.4 M in the Medicaid Private Provider Program (\$25.6 M SGF and \$47.7 M Federal funds)
- An increase of \$25.6 M SGF to restore Higher Education funding to FY 18 levels

Further annotated in this document are adjustments to Supplemental Appropriation Bills for the Executive Branch (HB 35) and the Judiciary (HB 34) including:

- \$2.1 M for the Student Scholarship for Educational Excellence Program for an increase in student vouchers.
- \$15.4 M for Non-Public Educational Assistance to restore funding to FY 18 levels.
- \$17.5 M increased funding for the Judiciary.

Please contact us if you have questions or need additional information.

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EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 5/22/18 and affirmed the forecast adopted at the 4/12/18 meeting. That April forecast increased overall state tax revenue forecasts for the ensuing fiscal year (FY 19) by \$345.9 M relative to the forecast in place from 12/14/17. The revenue forecast upgrade is largely attributable to greater than expected personal income tax collections resulting from recently enacted federal tax law changes that will reduce the state deduction for federal tax liabilities, as well as the state deduction for excess federal itemized deductions. A higher oil price projection also contributed to the forecast upgrade. However, a significant fall in forecasts from FY 18 to FY 19 of \$641.2 M still exists, and largely reflects the expiration of a fifth percent of sales tax rate and base broadening at the end of FY 18.

Largely due to two factors, the forecast for the current fiscal year (FY 18) was actually decreased by \$6.5 M from the December forecast. First, an administrative decision to eliminate the advance payment of a hospital lease payment reduced receipts expected late in FY 18. This is a one-time adjustment, affecting FY 18 only. Second, an allocation to the New Opportunities Waiver program was acknowledged at this latest REC meeting. Upgrades to expected income and severance tax receipts, as well as a substitution of funds for the Budget Stabilization Fund, were sufficient to make the net forecast decrease as small as it was. It should be noted that excess expected revenue in FY 18 is still \$146.4 M from the revenue forecast utilized to fund the current year budget.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are now forecast to stay near the new higher current forecast but are highly uncertain and dependent on a producing country agreement to restrain production and a rare period of economic growth synchronization across major world economies. In addition, while the U.S. economy has continued to exhibit modest strength in metrics such as employment, growth in wages and inflation have only just started to exhibit upward movement above long running rates. State employment stopped declining in August 2016 but has exhibited only barely positive employment growth since then, with consequently only modest responsiveness of baseline state tax receipts.

Funding Instruments That Have Passed the House

Two instruments providing additional funding for the FY 19 budget have passed the House of Representatives as of this writing. The first of these is HB 27, which continues 1/3 of the new fifth penny of sales tax indefinitely. As amended by Senate committee, this continuation is expected to generate \$641 M of general fund revenue in FY 19 and \$678 M in each subsequent year. This bill also subjects various traditionally exempt transactions to the full 4.33% state tax rate. The estimated revenue is inclusive of taxation of all these transactions.

The second of these two bills is HB 18, which continues a limitation of a credit against individual income taxes for taxes paid to other states through FY 23. This bill is expected to generate some \$33.6 M of revenue per year during this period.

FY 19 Expenditures

HB 1 Reengrossed of the 2nd EOS of 2018 (herein after referred to as HB 1) decreases \$689,451,310 from the FY 18 EOB as of 12/1/17. The total decrease is comprised of \$459,179,015 SGF; \$32,606,597 IAT, and \$211,137,453 Federal; while being partially offset by an increase of \$11,838,379 SGR and \$1,633,376 Statutory Dedications.

HB 1 as introduced essentially replicated the Reengrossed version of the bill with Senate amendments from the Regular Session, with a few differences. Most significantly, the supplemental appropriation section was eliminated; the 5% reductions to certain statutory dedications were restored (\$45.9 M); an additional \$29.5 M was added to bring TOPS funding to 80% of total need; and \$12.5 M was added for LaGov. This additional funding was accomplished by redirecting the \$20.9 M savings in Medicaid to fund TOPS, rather than partially restore the across the board SGF discretionary reductions. Additionally, SGF authority for the Department of Health was reduced by \$65.5 M (\$205 M total). Further, House Floor amendments restored \$25.6 M to Higher Education through a reduction of a like amount from the Department of Health, Medical Vendor Program. HB 1 still contains a 24.2 % reduction to discretionary SGF for most state agencies (\$264.4 M) as well as the legislative (\$16.4 M) and judicial (\$34.8 M) budgets; means of finance adjustments reducing SGF and increasing SGR and Statutory Dedications (\$42.2 M); and reductions to certain initiatives which are over-funded (\$14.2 M).

24.2% Across the Board Reduction

In addition to reductions contained in the Executive Budget recommendations, an across-the-board reduction of 24.2% to discretionary SGF is contained in the operating budget of all agencies, excluding the Department of Health, the Health Care Services Division and Higher Education. Higher Education is directed to reduce expenditures by 10.8%, while excluding LSUHSC-New Orleans and LSUHSC-Shreveport and certain other programs and activities from these reductions. This reduction language was inserted at the beginning of each Schedule and does not identify specific reduction amounts at the agency level. For purposes of this document, the LFO assumes the reductions will be applied uniformly to all agencies receiving a discretionary SGF appropriation. However, the authority to allocate the reduction within the agencies of each budget schedule is given to the commissioner of administration. See Table 1 below.

Supplemental Appropriations (HB 35, HB 34 and HB 33)

HB 35 Reengrossed provides supplemental appropriations for FY 19, and contains \$354.1 M SGF, to restore the across the board discretionary SGF reductions (\$262.9), and further provide enhanced funding for specific initiatives in certain agencies (\$91.2 M). HB 33 Reengrossed provides supplemental appropriations for the Legislature (\$17.5 M), and HB 34 Reengrossed provides supplemental appropriations for the Judiciary (\$60 M). These supplemental appropriations totaling \$431.6 M would be funded to the extent revenue raising measures are enacted in a special legislative session and additional revenues are recognized by the REC. See Table 1 below.

TABLE 1

Department Name	FY19 Discretionary SGF	24.2% Reduction	Supplemental HB 35
Executive Department	\$ 111,866,400	\$ 27,175,091	\$ 25,653,163
Department of Veterans Affairs	\$ 4,966,950	\$ 1,203,093	\$ 1,203,093
Secretary of State	\$ 26,772,759	\$ 6,484,890	\$ 6,484,890
Office of the Attorney General	\$ 14,864,631	\$ 3,600,506	\$ 3,600,506
Lieutenant Governor	\$ 768,967	\$ 186,259	\$ 186,259
State Treasurer	\$ -	\$ -	\$ -
Public Service Commission	\$ -	\$ -	\$ -
Agriculture and Forestry	\$ 13,306,737	\$ 3,223,154	\$ 3,223,154
Commissioner of Insurance	\$ -	\$ -	\$ -
Economic Development	\$ 17,864,503	\$ 4,327,135	\$ 4,327,135
Culture Recreation and Tourism	\$ 27,813,683	\$ 6,737,022	\$ 6,737,022
Transporatation & Development	\$ -	\$ -	
Corrections Services	\$ 80,690,472	\$ 19,544,822	\$ 19,544,822
Public Safety Services	\$ -	\$ -	
Youth Services	\$ 90,950,824	\$ 22,030,081	\$ 22,030,081
Health	\$ 371,731,751	\$ -	
Children and Family Services	\$ 131,003,179	\$ 34,712,518	\$ 34,712,518
Natural Resources	\$ 8,715,406	\$ 2,111,043	\$ 2,111,043
Revenue	\$ 30,669,333	\$ -	
Environmental Quality	\$ -	\$ -	
Workforce Commission	\$ 7,399,887	\$ 1,792,398	\$ 1,792,398
Civil Service	\$ 5,008,862	\$ 1,213,245	\$ 1,213,245
Higher Education	\$ 653,040,696	\$ 70,379,221	\$ 70,379,221
Special Schools and Commissions	\$ 40,392,584	\$ 9,783,880	\$ 9,783,880
Education	\$ 110,711,999	\$ 26,816,627	\$ 26,816,627
LSU Health Care Services Division	\$ 2,565,067	\$ -	
Other Requirements	\$ 95,501,696	\$ 23,132,392	\$ 23,132,392
Subtotal HB 1	\$ 1,846,606,386	\$ 264,453,377	\$ 262,931,449
Legislature (HB 33)	\$ 61,349,308	\$ 16,375,572	\$ 17,499,220
Judiciary (HB 34)	\$ 143,954,397	\$ 34,868,591	\$ 60,000,000
Subtotal	\$ 205,303,705	\$ 51,244,163	\$ 77,499,220
		Other Restorations	
Elderly Affairs			\$ 1,521,928
Student Scholarship for Educational Excellence Program			\$ 2,100,000
NonPublic Educational Assistance			\$ 15,359,818
Taylor Opportunity Program for Students (TOPS)			\$ 29,456,197
Local Housing of Adult Offenders Parole Hold			\$ 4,540,000
Local Housing of Adult Offenders Transitional Work Program			\$ 2,260,000
Local Housing of Adult Offenders			\$ 13,200,000
District Attorney/ Asst DA Salary payments			\$ 21,766,068
Justice of the Peace Supplemental Pay			\$ 980,000
Subtotal			\$ 91,184,011
Total	\$ 2,051,910,091	\$ 315,697,540	\$ 431,614,680

FY 19 Departmental Overviews

Civil Service Pay Raise - In June 2017, the State Civil Service Commission adopted and the Governor approved a “Compensation Redesign” package regarding pay and pay schedules. The major components of the plan consisted of a 2% increase for eligible employees, pay increases for employees below new minimums, market rate adjustments and performance pay. Finally, the plan abolished the existing annual performance/merit adjustment rule. Portions of the plan were implemented in FY 18 (effective January 2018), with full implementation to take effect in FY 19. Funding in HB 1 for the plan totals \$85.4 M; \$36.1 M or 42.2% of which is SGF. The SGF adjustments include \$13.5 M (\$30.7 total MOF) to annualize 2% pay raises given in January 2018 and reclassification expenditures from FY 18 and \$22.6 M (\$54.7 M total MOF) for market rate adjustments effective 7/15/18.

Note: The proposed significant SGF reductions incorporated in HB 1 will likely impact the state’s ability to implement the pay plan as designed. Significant reductions may also result in state employee furloughs, work reductions, layoffs or requests by state departments to Civil Service to not fund the market rate adjustments in lieu of layoffs.

GENERAL GOVERNMENT OVERVIEW

Executive Office – HB 1 appropriates a total budget of \$9.7 M, reflecting a total decrease of \$1.7 M, or 14.82% from EOB (including reductions of \$1.5 M SGF, \$54,825 IAT, and \$100,207 Statutory Dedications). The primary significant adjustment includes the \$1.5 M across-the-board 24.2% reduction of discretionary SGF. The Executive Office reports that this reduction will result in the need to eliminate up to 16 T.O. positions and will inhibit the ability to provide services by the Governor.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.5 M.

Division of Administration – HB 1 appropriates a total budget of \$1 B, reflecting an increase of \$1.3 M, or 0.13%, from EOB (including increases of \$1.3 M SGF, \$97,512 SGR and \$46,739 Federal while being offset by reductions of \$96,451 IAT, and \$11,208 Statutory Dedications). The primary significant adjustments include a \$9.3 M across-the-board 24.2% reduction of discretionary SGF and an increase of \$12.1 M SGF for the FY 19 allocation necessary to bring all executive branch agencies onto LaGov over the next three fiscal years. The Division reports that the anticipated impact of the \$9.3 M across-the-board reduction will result in some combination of: eliminating up to 80 T.O. positions; impacting Information Technology support for systems such as LaTrac, LaPac, the Boards and Commissions database, the Capital Outlay system, and LaPAS (performance database); and eliminating unclassified merits and impact expenditures associated with travel, rental payments and consulting contracts for various programs.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$9.3 M.

Governor’s Office of Homeland Security & Emergency Preparedness – HB 1 appropriates a total budget of \$982.4 M, reflecting a total decrease of \$24.8 M, or 2.47%, from EOB (including reductions of \$21.7 M SGF and \$5.1 M IAT while being partially offset by increases of \$1.5 M Statutory Dedications – State Emergency Response Fund and LA Interoperability Communication Fund and \$526,567 Federal funds). Significant adjustments include non-recurring one-time or expiring expenditures totaling \$8.6 M (\$3.5 M SGF, and \$5.1 M IAT) related to restocking disaster emergency supplies, interoperability build out of the National Public Safety Broadband Network, FEMA debt payments and state cost share of Public Assistance expenditures related to the 2016 flood events; providing \$4.7 M SGF for replacement of communications hardware, conversion of deployable trailers to repeater packages, purchase of software and mobile device licenses and acquisition of one server; providing \$1.025 M (\$25,000 SGF and \$1 M Statutory Dedications – State Emergency Response Fund) to support potential non-federally declared disasters and emergency response efforts; providing \$3.4 M for the 4th FEMA debt repayment related to multiple disasters and hazard mitigation audits; reducing \$4 M SGF for the 2nd of 5 installment payments to FEMA for the state’s cost share of the August 2016 flood event; and elimination of \$21.2 M in outstanding FEMA debt payments for FY 19 (see below). Additionally, the adjustments include a \$1.2 M across-the-board 24.2% reduction of discretionary SGF. GOHSEP reports that this reduction will reduce funding for the Louisiana Wireless Information Network (LWIN) upgrade, allowing only partial funding to upgrade the mobile tower repeaters and eliminating the WAVE cell phone project. The agency reports this reduction will also impact the funding provided for response to potential disaster events.

The Commissioner of Administration testified before the Joint Legislative Committee on the Budget (JLCB) at its meeting on 1/22/18, that the governor will seek to utilize approximately \$46 M of excess funds recognized for FY 18 by the REC in December 2017 to prepay FEMA debt payments for FY 19 and FY 20. If the legislature agrees to this plan, debt payments from the SGF in those fiscal years will decrease accordingly and offset the need to make additional SGF reductions in other areas of state government. To the extent this use of excess funds is not approved, the legislature will have to restore \$21.2 M SGF to GOHSEP's FY 19 operating budget for FEMA debt payments. *For informational purposes, HB 874 of the 2018 Regular Session included a supplemental appropriation of \$21.2 M to prepay the FY 19 FEMA debt payment only. Failure to prepay the FY 20 debt payment results in a SGF need of \$25.1 M when constructing the FY 20 budget.*

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.2 M.

Department of Military Affairs – realizes a 23.19% net decrease of \$24.1 M from the EOB as of 12/1/17 (including \$9.5 M SGF, \$2.1 M IAT, \$121,930 SGR, \$108,296 Statutory Dedications and \$12.24 M Federal). Significant funding adjustments include non-recurring of federal funding for the M6 site clean up at Camp Minden (\$4.5 M) and lead abatement for armories (\$4.4 M). Additionally, the adjustments include a \$7.8 M across-the-board 24.2% reduction of discretionary SGF. Military Affairs reports that a reduction of this magnitude will result in all, or a combination of most of the following: the closure of one installation (Gillis W. Long Center), two (2) Youth Challenge Programs (Gillis W. Long Center and Camp Minden), thirteen (13) armories throughout the state, the regional staging area (Rosedale), and all five (5) commodity warehouses. Furthermore, the SGF reduction will result in the loss of \$13.9 M federal matching funds and elimination of approximately 305 T.O. positions.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$7.87 M.

Culture, Recreation and Tourism (CRT) – CRT realizes a 43.09% decrease of \$13.5 M SGF in HB 1 below the EOB base of \$31.5 M. The department realizes a net total funds decrease of \$20.4 M, or 21.65% below the total funds base of \$94.5 M (including the aforementioned reduction of SGF as well as reductions of \$3.6 M IAT and \$3.6 M SGR while being partially offset by increases of \$293,749 Statutory Dedications and \$8,205 Federal). Significant adjustments include: non-recurring of excess IAT and SGR authority (\$3.6 M and \$3.2 M respectively); a reduction of \$1.3 M SGF related to a 5% reduction of SGF department wide that was applied at Executive Budget; and an increase of \$338,842 SGR related to increased activity for the Historical Preservation Office. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$6.7 M. CRT reports this funding reduction will result in the following impacts:

- Office of Secretary – (\$629,608 SGF) - There will be a layoff of up to 8 employees impacting the Fiscal Unit, Information Technology Unit and Human Resources Unit. These positions run the day-to-day administration of the department.
- Office of the State Library of Louisiana (OSL) – (\$627,051 SGF) – There will be a layoff of up to 10 employees impacting maintenance of effort resulting in potential loss of federal funds (up to \$1.2 M). This will close the services to the blind providing basic library services for the special needs population. This reduction will also close the State Library, as reported by the agency. OSL indicates it will no longer be able to loan and transport wanted books to rural libraries for patrons. Finally, OSL will eliminate the annual Book Festival.
- Office of State Museum (OSM) – (\$864,763 SGF) – There will be a layoff of up to 13 employees in the collection/curatorial staff. OSM reports that the accreditation status of remaining museums will eventually be impacted by loss of operational capacity.
- Office of State Parks (OSP) – (\$4.24 M SGF) – OSP reports there will likely be a layoff of an unspecified number of employees, closure of specific State Parks, and a reduction in maintenance and upkeep of remaining parks. This reduction will also impact historical sites that will likely include closures and exhibits will likely be warehoused. Other state funds will likely also be impacted as a result of closures, such as self-generated revenue and deposits into the Louisiana State Parks Improvement and Repair Fund, derived from visitors entering the parks and historical sites.
- Office of Cultural Development (OCD) – (\$371,001 SGF) – OCD reports it will likely be required to close the Poverty Point State Archaeology Program, leading to eventual loss of the World Heritage Site Designation. OCD reports it will also be required to eliminate the Main Street Program Community Grants Program,

as well as the elimination of CODOFIL scholarships (including layoff of one employee). Finally, OCD reports this funding reduction will reduce all statewide arts grants and decentralized arts grants to all 64 parishes.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.7 M.

DOTD – HB 1 appropriates a total budget of \$630.1 M, reflecting a total decrease of \$10.9 M or 1.71% from EOB (including reductions of \$466,100 SGR, \$9 M Statutory Dedications and \$7.7 M Federal while offset by an increase of \$6.3 M IAT). Significant adjustments include: an increase of \$2.04 M (\$2.02 M IAT and \$0.2 M Statutory Dedications) for Topographic Mapping; an increase of \$4.3 M IAT related to a transfer from the Department of Environmental Quality to replace heavy-duty trucks (available from DEQ as a result of the Volkswagen Clean Air Act Civil Settlement); and elimination of a \$300,000 appropriation from the statutorily dedicated Geaux Pass Transition Fund as the balance is depleted - these funds were used to provide for enhanced grass cutting and maintenance around the Crescent City Connection Bridge. An amendment adopted on the House Floor directs the department to allocate \$500,000 payable from statutory dedications – Transportation Trust Fund in the Engineering and Operations Agency to be used to supplant the lost Geaux Pass Transition Fund expenditures. The Transportation Trust Fund – Regular is reduced by \$10.8 M to reflect the latest projection by the REC adopted on 4/12/18 and statutory dedications from the Transportation Trust Fund – Federal are increased by \$4.5 M to reflect projected operating allocations in FY 19. Significant impacts due to the reduction in the REC estimate for TTF – Regular include:

- Administration Agency – (\$1.3 M TTF - Regular) – DOTD indicates this reduction will impact the Records Management contract with Access Science, a service providing assistance to enhance inventory processing and managing of records. DOTD indicates that it will delay preparation for migration of data into the Electronic Content and Records Management system.
- Engineering and Operations – (\$9.5 M TTF – Regular) – DOTD indicates the following impacts by Program:
 - o Engineering – (\$1 M) reduction will be applied against research projects within the Louisiana Transportation Research Center that aim to provide construction cost savings benefits.
 - o Operations – (\$4 M) DOTD reports it will purchase \$1 M less in asphalt, reduce the mowing and/or litter pick up cycles to effectuate an additional \$1 M savings, and reduce heavy equipment acquisitions and replacements by \$2 M.

DPS&C - Corrections Services – Corrections Services realizes a 3.33% decrease of \$16.3 M SGF in HB 1 below the EOB base of \$490.9 M. The department realizes a net total funds decrease of \$13.4 M, or 2.43%, below the base of \$554.4 M including the aforementioned SGF decrease and increases of \$1.9 M SGR and \$957,300 in Statutory Dedications. Significant adjustments include: \$2.6 M for a pay increase for Probation & Parole Agents (\$885,093 SGF, \$750,000 SGR, and \$960,000 Statutory Dedication – Adult Probation & Parole Officer Retirement Fund) and a \$966,702 total increase for Allen Correctional Center to operate as a state facility (including an increase of \$1.06 M SGR offset by a decrease of \$94,891 SGF) along with a corresponding net increase of 139 positions. HB 1 also converts 20 job appointments to classified positions for medical/case management purposes associated with the timely release of offenders and eliminates 29 positions department wide for a total net increase of 141 positions. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$19.5 M, which will likely impact the adjustments noted above. At the time of this publication the LFO does not have any additional information regarding the impact to the operations of Corrections Services except that the department intends to apply such reductions against payments for Local Housing of State Adult Offenders in Schedule 20-451.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$19.5 M.

DPS&C - Youth Services, Office of Juvenile Justice (OJJ) – OJJ realizes a 21.36% decrease of \$23.4 M SGF in HB 1 below the EOB SGF base of \$109.6 M. The department realizes a net total funds decrease of \$23.4 M, or 18.99%, below the EOB base of \$123.4 M, including the aforementioned SGF decrease. HB 1 non-recurs \$4.9 M SGF intended to equip and open the new Acadiana Center for Youth. **Note:** HB 1 does not provide funds to open the new Acadiana Center for Youth. OJJ 's FY 19 budget request included \$14.3 M SGF assuming the facility opens April 2018. Additionally, the adjustments

include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$22 M, which will likely impact the adjustments noted above. OJJ indicates that the SGF reduction would likely result in the closure of most or all Probation and Parole offices statewide as well as closure of a single secure care facility along with a layoff of associated staff.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$22 M.

Other Requirements – Local Housing of Adult Offenders (LHOA) – LHOA realizes a 23.1% decrease of \$40.4 M SGF in HB 1 below the EOB SGF base of \$175.2 M. HB 1 includes \$3.7 M additional SGF expenditure authority to provide for additional offenders participating in transitional work programs based on current projections. Previous information from Corrections Services indicates that the SGF decrease will impact the department’s ability to pay local providers to house state inmates at the statutory per diem rate, including work release, transitional housing and reentry programs. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$1.4 M. Corrections Services reports that total reductions contemplated in HB 1 will impact the Local Reentry Services Program and may result in a furlough of some of the 15,965 offenders projected to be housed at the local level.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.4 M and provides additional discretionary SGF appropriations as follows: \$4.5 M for parole holds and \$15.4 M for payments to sheriffs and operators of Transitional Work Programs.

Other Requirements – Local Housing of Juvenile Offenders (LHJO) – LHJO realizes a 24.2% decrease of \$666,839 SGF in HB 1 below the EOB SGF base of \$2.75 M. This adjustment is part of the across-the-board 24.2% reductions of discretionary SGF which will impact funding that provides reimbursement to local law enforcement entities providing parish and local jail space for housing juvenile offenders in state custody who are awaiting transfer to Corrections Services.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$666 K.

Other Requirements – District Attorneys and Assistant District Attorneys – The District Attorneys and Assistant District Attorneys realize an 82.8% decrease of total appropriation authority, including elimination of all \$26.3 M SGF support compared to EOB. The other significant adjustment was a reduction of \$502,707 SGF associated with a retirement rate adjustment. HB 1 retains \$5.4 M in Statutory Dedication funding from the Video Draw Poker Device Fund (\$5.4 M) and the Pari-mutuel Live Racing Facility Gaming Control Fund (\$50,000). At this funding level each district attorney will receive the full annual base pay (\$50,000) as required by the constitution for elected officials, with the remaining funds used to make payments to the assistant district attorneys. Funding for assistant district attorneys will run out in August 2018 at current staffing levels. There is no funding included for victim assistance coordinators in HB 1.

HB 35 Supplemental Appropriation restores \$21.7 M discretionary SGF to the District Attorneys and Assistant District Attorneys.

ELECTED OFFICIALS

State – HB 1 totals \$83.5 M (\$49.6 M SGF, \$227 K IAT, \$27.6 M SGR, and \$6 M Statutory Dedications). This reflects a decrease of \$3.5 M SGF or 6.5% and a net increase of \$2.6 M, or 3.2%, for all means of finance. The amount of \$6.5 M is associated with the 24.2% SGF across-the-board reduction. The majority of the increase is associated with elections expenses. This includes \$3 M for the department’s initiative to replace outdated voting system equipment and \$1.6 M to fund increased election expenses associated with the Open Primary/Congressional, Open General/Congressional, and Municipal Primary and General elections. At this time, the department has not provided an impact analysis of this reduction which is likely to impact museums and could delay the implementation of the new voting system for the elections program.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.5 M.

Justice – HB 1 budgets \$66.7 M, reflecting a total decrease of \$8.8 M (\$6.7 M SGF, \$2.7 M IAT, \$50,000 SGR, \$440,409 Federal funds and an increase of \$1.1 M in Statutory Dedications). This represents a 35% reduction in SGF and an overall reduction of 11.7%. The amount of \$3.6 M is associated with the 24.2% SGF across the board reduction. The AG has not indicated the impact of such reductions; however it would likely result in the elimination of a significant number of positions, affecting the agency’s ability to represent the state in civil litigation as well as investigate and prosecute criminal cases. Increased funding of \$1.6 M out of the Louisiana Fund will provide for hardware and software updates associated with the tobacco tax stamp data collections.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.6 M.

Agriculture & Forestry (LDAF) – LDAF realizes a 14.34% net decrease of \$11.1 M from EOB as of 12/1/17 (including reductions of \$12.3 M SGF, \$5,919 IAT and \$575,000 Federal while being offset by increases of \$679,833 SGR and \$1.06 M Statutory Dedications). Significant adjustments include: non-recurring \$7.8 M related to final payments on existing debt service bonds paid from the Louisiana Agricultural Finance Authority (LAFA) Fund (\$6.6 M of which was utilized as an MOF swap to offset SGF expenditures department wide), \$482,354 (\$472,321 LAFA Fund and \$10,033 Pesticide Fund) to provide funding for maintenance and repairs to department facilities statewide, \$300,000 (Structural Pest Control Commission Fund) to provide for a statewide farm pesticide hazardous waste pick-up day, \$500,000 (Feed and Fertilizer Fund) to provide increased testing and analysis of animal feeds and fertilizers, and \$679,833 SGR to provide for regulation of the production of medical marijuana in Louisiana, including three (3) T.O. positions.

Additionally, the adjustments include a \$3.2 M across-the-board 24.2% reduction of discretionary SGF. The reduction in SGF will result in direct impacts to the Office of Management and Finance (OMF), Forestry, and Animal Health & Food Safety programs including the elimination of up to 53 positions. OMF will eliminate up to 18 positions related to federal reporting requirements and delay the purchase of new vehicles. The Forestry program will eliminate up to 29 positions, close the 27 fire substations across the state, and consolidate the remaining firefighting personnel into eight (8) primary fire-fighting districts. Consolidation of the firefighting districts will impact the time taken to respond to wildfires. The Animal Health & Food Safety program will eliminate up to 6 positions related to meat inspection, impacting the department’s ability to inspect those state inspected meat processing facilities.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.2 M.

HEALTH

HB 1 reflects a decrease in overall funding in Medicaid by \$219.9 M (1.8%) in FY 19, from an EOB as of 12/1/17 of \$11.9 B to a recommended appropriation of \$11.7 B. The net decrease in funding is largely the result of three significant reductions from FY 18 base funding. These reductions include a \$65.5 M SGF in the Private Providers program (\$205 M) to be allocated by the Louisiana Department of Health (LDH), and a \$20.9 M SGF reduction (\$175.8 M total) for projected savings due to Medicaid eligibility reforms. Further, a House Floor amendment reduced SGF by \$25.6 M (\$73.4 M total funding).

FY 19 Medicaid

	<u>EOB</u>	<u>HB 1 Reeng</u>	<u>Difference</u>
SGF	\$1,935,282,553	\$1,904,694,419	(\$30,588,134)
IAT	\$24,603,787	\$24,295,497	(\$308,290)
Fees/Self Gen	\$430,505,205	\$384,297,827	(\$46,207,378)
Stat Ded	\$821,238,138	\$859,431,614	\$38,193,476
Federal	\$8,739,568,913	\$8,558,599,858	(\$180,969,055)
Total	\$11,951,198,596	\$11,731,319,215	(\$219,879,381)

Significant reductions reflected in the Medicaid budget in HB 1 are a result of estimated program reductions in the Private Providers program and Buy-ins program.

- (\$205.2 M) - Reduction in payments to Private Providers (cut to be allocated by LDH)
- (\$175.8 M) - Savings associated with Medicaid eligibility reforms
- (\$73.4 M) - Reduction in payments to Private Providers (House Floor amendment)
- (\$49.7 M) - Balance Private Providers program to updated FY 19 projections
- (\$11.4 M) - Reduction in payments to Private Providers
- (\$ 2.6 M) - Reduction in Clawback for Medicare Part D funding to updated FY 19 projections

Note: The \$205.2 M and the \$73.4 M reductions in the Medicaid Private Providers program are not directly allocated by specific services/providers; LDH will allocate payment reductions. However targeted reductions are limited as a provision in the LDH preamble (Schedule 09) excludes payment reductions to certain providers. Specifically, “the department shall not reduce the payments for waiver services, public/private partnership hospitals, or nursing homes.”

Significant increases reflected in the Medicaid budget include funding for annualized costs increases, and both rate and programmatic funding increases, including an adjustment that provides \$245 M in additional premium payments paid to Managed Care Organizations (MCO’s). Significant funding increases in HB 1 for FY 19 are reflected below:

- \$245.6 M - Managed Care Per Member Per Month payment rate increase
- \$57.1 M - Nursing Home reimbursement rate rebase
- \$34.3 M - NOW waiver slots (650 new slots)
- \$8.5 M - Dental Managed Care utilization increase
- \$9.3 M - Pharmacy program fee for service utilization increase
- \$15.8 M - Federally Qualified Health Clinic and Rural Health Clinic rate increase
- \$17.8 M - Annualization of FY 17 Waiver Program enrollment
- \$8.2 M - Medicare Buy In Premium Increases (Part A, Part B, Part D)
- \$2.8 M - Rural Hospital inpatient per diem rate increase (rebase)

Note: As a result of the \$205.2 M and \$73.4 M reductions to Medicaid that are not specifically tied to a reduction in payments to any provider, some of the above reflected specific budget increases could be reduced for FY 19.

Public/Private Partnership

HB 1 allocates approximately \$1.16 B in total funding to the public private partnership hospitals, including Lallie Kemp Regional Medical Center, which represents an increase of \$7.56 M over the partner hospitals’ FY 18 allocation. The total PPP allocation includes both Disproportionate Share Hospital (DSH) and Upper Payment Limit (UPL) supplemental funding. The increase is the result of preamble language in HB 1 (Schedule 09 LDH) stating that LDH must allocate supplemental payments to PPP hospitals receiving reimbursements on a capitated basis in amounts no less than payment levels set forth in the original cooperative endeavor agreements. The language impacts the partner hospital funding in Alexandria, and would result in an increase in that hospital’s payments (assumed DSH funding) by approximately \$7.56 M (\$2.65 M SGF, \$4.91 M federal match) in FY 19, from the FY 19 request of \$46.08 M to the original CEA level of funding of approximately \$53.64 M.

Note: This increase in funding (\$7.56 M total funding) is presumed to be redirected from another program/service (not specifically excluded from cuts in the preamble) within Medicaid.

EDUCATION

The Minimum Foundation Program (MFP) - is the major source of state funding to local schools. For FY 18, the MFP is funded at \$3.717 B; \$3.458 B in SGF and \$258.6 M in Statutory Dedications from the Support Education in LA First Fund (\$104.1 M) and Lottery Proceeds Fund (\$154.5 M). HB 1 includes an adjustment of \$9.8 M for an anticipated increase of 2,786 students. This is offset by a reduction of \$7.4 M in one time expenses associated with the assistance provided to school districts impacted by the floods of August 2016 in the current year. The net increase for the FY 19 MFP is \$2.3 M. Additionally, there is a \$13.1 M MOF swap replacing SGF with Statutory Dedications due to an increase in SELF funds (\$3 M) and Lottery Proceeds Fund (\$10.1 M) based on the most recent REC forecast. The FY 19 recommended funding totals \$3.720 B; \$3,448.2 M SGF, \$164.6 M Lottery Proceeds Fund and \$107.2 M SELF Fund.

Department of Education - FY 19 funding totals \$1,607.4 M (\$99.8 M SGF, \$253.9 M IAT, \$52.2 M SGR, \$15.1 M Statutory Dedications and \$1,186.4 M Federal funds). This represents a net decrease of \$19.9 M. Significant SGF reductions include the elimination of funding for non-public schools totaling \$16 M and a 24.2 % reduction to discretionary SGF of \$26.8 M. The LDE indicates significant position reductions of approximately 150 would require the department to cease all operations other than the School Food and Child Care Development initiative. There would be reductions to the public and private LA4 preschool program, reducing the number of slots by about

2,700. Finally, the reduction would eliminate funding for the Early Childhood federal grant, resulting in the loss of approximately \$12.5 M in federal funding. Funding for the Recovey School District Instructional Program is being reduced \$8.7 M (\$6.9 M IAT and \$1.8 M SGR) pursuant to Act 91 which transfers 38 charter schools back to the authority of the Orleans Parish School Board effective 7/1/18. Federal funding from the Child Care Development Fund increases by approximately \$40 M due to an increase in the FY 19 federal award amount.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$26.8 M. House Floor amendments further provide \$15.4 M to restore funding for the Non-Public Education Assistance which was eliminated in the Executive Budget recommendations, as well as \$2.1 M in additional funding for the Student Scholarship for Educational Excellence Program to fund an increase in student vouchers.

Higher Education - HB 1 appropriates \$2,608 B, reflecting a net decrease of \$109.3 M. Reductions include \$122.2 M SGF, \$3.5 M Statutory Dedications, and \$886 K IAT; other means of financing was increased by \$17.3 M (\$17.1 M SGR and \$201,800 Federal funds).

Significant SGF reductions include \$70.4 M to be allocated to the funding formula institutions excluding the LSU Health Sciences Centers in New Orleans and Shreveport. Reductions will not be applied to the LA Student Tuition Assistance and Revenue Trust (START) Program savings account, the Go Grants program, and the Taylor Opportunity Program for Students (TOPS). The Board of Regents will spread this reduction using their funding formula in June, however, as an illustrative example, this reduction will reduce each institutions' SGF by approximately 13.5%.

Taylor Opportunity Program for Students (TOPS) - SGF was reduced \$55.6 M bringing the total funding for the TOPS program to \$235.6 M, or \$58.9 M (20.2%) less than the total FY 19 need (\$294.6 M). *GO Grants* remain funded at the standstill level of \$26.4 M.

HB 35 Supplemental Appropriation restores \$70.4 M of the 10.8% discretionary SGF reduction for formula institutions which brings formula funding to the existing FY 18 level. Further, the amount of \$29.5 M in SGF appropriated for the Taylor Opportunity Program for Students will bring TOPS funding to 90% of total FY 19 need.

JUDICIARY

The FY 19 budget totals \$128.7 M (\$109.1 M SGF, \$9.4 M IAT, and \$10.2 M Statutory Dedications) reflecting a 28% SGF reduction totaling \$42.4 M. The LA Supreme Court reports that of the existing budget, some \$99 M is non-discretionary spending. As a result, this reduction would eliminate all funding for the Court Appointed Special Advocates program (CASA), Drug Courts, Family in Need of Services programs (FINS) and the Protective Registry. Furthermore, at this level of funding there would be a 51% reduction in personnel services.

HB 34 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$34.8 M and the 5% reduction proposed in the Executive Budget recommendation of \$7.5 M. A House Floor amendment further provides an additional \$17.5 M for a total supplemental appropriation of \$60 M.

LEGISLATURE

The FY 19 budget totals \$77.9 M, reflecting a 28% SGF reduction totaling \$17.4 M. The LFO has no impact analysis at this time.

HB 33 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$16.4 M as well as \$1.1 M to restore the 5% reduction as proposed in the Executive Budget recommendation.

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
GRAND TOTAL - Statewide Budget					
STATE GENERAL FUND (Direct):	\$9,118,192,417	\$9,461,355,579	\$9,026,902,974	-\$434,452,605	-4.6%
STATE GENERAL FUND BY:					
Interagency Transfers	1,473,219,739	1,669,238,582	1,582,333,147	-86,905,435	-5.2%
Fees & Self-gen Revenues	3,992,697,034	4,258,331,216	4,347,872,164	89,540,948	2.1%
Statutory Dedications	3,847,634,989	4,245,215,405	4,293,311,888	48,096,483	1.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,158,961,894	13,820,229,271	13,615,720,618	-204,508,653	-1.5%
	\$29,590,706,073	\$33,454,370,053	\$32,866,140,791	-\$588,229,262	-1.8%
T.O.	32,908	32,984	33,356	372	1.1%
Other Charges Positions	7	1,914	1,828	-86	-4.5%
STATE FUNDS (excludes Federal):	\$18,431,744,179	\$19,634,140,782	\$19,250,420,173	-\$383,720,609	-2.0%
General Appropriation Bill					
STATE GENERAL FUND (Direct):	\$8,417,605,102	\$8,737,948,098	\$8,278,769,083	(\$459,179,015)	(5.3%)
STATE GENERAL FUND BY:					
Interagency Transfers	750,821,733	972,183,531	939,576,934	(32,606,597)	(3.4%)
Fees & Self-gen Revenues	2,446,979,079	2,680,718,457	2,692,556,836	11,838,379	0.4%
Statutory Dedications	2,741,325,993	2,930,111,095	2,931,632,781	1,521,686	0.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,025,618,424	13,757,516,271	13,546,378,818	(211,137,453)	(1.5%)
	\$25,382,350,331	\$29,078,477,452	\$28,388,914,452	(\$689,563,000)	(2.4%)
T.O.	31,754	31,828	32,168	340	1.1%
Other Charges Positions	7	1,905	1,819	-86	
01 Executive					
STATE GENERAL FUND (Direct):	\$125,404,330	\$152,107,148	\$112,375,880	-\$39,731,268	(26.1%)
STATE GENERAL FUND BY:					
Interagency Transfers	81,236,562	78,957,393	70,707,654	-8,249,739	(10.4%)
Fees & Self-gen Revenues	134,970,594	135,778,210	136,992,561	1,214,351	0.9%
Statutory Dedications	117,751,347	151,162,207	152,606,690	1,444,483	1.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,225,129,335	2,060,628,807	2,029,176,017	-31,452,790	(1.5%)
	\$1,684,492,168	\$2,578,633,765	\$2,501,858,802	-\$76,774,963	(3.0%)
T.O.	1,923	1,970	1,990	20	1.0%
Other Charges Positions	0	361	354	-7	
03 Veterans Affairs					
STATE GENERAL FUND (Direct):	\$4,995,855	\$5,476,292	\$4,389,325	-\$1,086,967	(19.8%)
STATE GENERAL FUND BY:					
Interagency Transfers	1,583,991	2,835,433	2,349,822	-485,611	(17.1%)
Fees & Self-gen Revenues	16,432,247	16,824,961	17,256,667	431,706	2.6%
Statutory Dedications	442,633	115,528	115,528	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	38,726,103	43,052,865	45,597,601	2,544,736	5.9%
	\$62,180,829	\$68,305,079	\$69,708,943	\$1,403,864	2.1%
T.O.	840	842	843	1	0.1%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
04	State					
	STATE GENERAL FUND (Direct):	\$51,906,517	\$53,158,836	\$49,685,158	-\$3,473,678	(6.5%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	210,991	221,500	227,500	6,000	2.7%
	Fees & Self-gen Revenues	25,582,628	27,400,550	27,605,679	205,129	0.7%
	Statutory Dedications	9,894	113,078	6,002,565	5,889,487	5208.3%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$77,710,030</u>	<u>\$80,893,964</u>	<u>\$83,520,902</u>	<u>\$2,626,938</u>	<u>3.2%</u>
	T.O.	313	314	311	-3	(1.0%)
	Other Charges Positions	0	0	0	0	
04b	Justice					
	STATE GENERAL FUND (Direct):	\$6,813,770	\$19,387,540	\$12,609,979	-\$6,777,561	(35.0%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	24,287,009	26,167,329	23,500,587	-2,666,742	(10.2%)
	Fees & Self-gen Revenues	4,294,420	6,866,714	6,816,714	-50,000	(0.7%)
	Statutory Dedications	15,114,346	15,618,642	16,721,205	1,102,563	7.1%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	5,699,017	7,515,430	7,075,021	-440,409	(5.9%)
		<u>\$56,208,562</u>	<u>\$75,555,655</u>	<u>\$66,723,506</u>	<u>-\$8,832,149</u>	<u>(11.7%)</u>
	T.O.	489	483	482	-1	(0.2%)
	Other Charges Positions	0	1	1	0	
04	Lieutenant Governor					
	STATE GENERAL FUND (Direct):	\$990,941	\$1,047,280	\$870,928	-\$176,352	(16.8%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	462,520	672,296	672,296	0	0.0%
	Fees & Self-gen Revenues	0	10,000	10,000	0	0.0%
	Statutory Dedications	0	0	0	0	
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	4,339,115	5,488,059	5,488,059	0	0.0%
		<u>\$5,792,576</u>	<u>\$7,217,635</u>	<u>\$7,041,283</u>	<u>-\$176,352</u>	<u>(2.4%)</u>
	T.O.	7	7	7	0	0.0%
	Other Charges Positions	0	8	8	0	
04	Treasury					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	1,488,676	1,686,944	1,686,944	0	0.0%
	Fees & Self-gen Revenues	8,134,796	8,900,948	9,140,969	240,021	2.7%
	Statutory Dedications	353,768	811,455	811,455	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$9,977,240</u>	<u>\$11,399,347</u>	<u>\$11,639,368</u>	<u>\$240,021</u>	<u>2.1%</u>
	T.O.	54	54	54	0	0.0%
	Other Charges Positions	0	0	0	0	
04E	Public Service Commission					
	STATE GENERAL FUND (Direct):	\$0	\$66,396	\$0	-\$66,396	(100.0%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	0	0	0	
	Fees & Self-gen Revenues	0	0	0	0	
	Statutory Dedications	8,485,175	9,704,443	9,722,536	18,093	0.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$8,485,175</u>	<u>\$9,770,839</u>	<u>\$9,722,536</u>	<u>-\$48,303</u>	<u>(0.5%)</u>
	T.O.	99	99	97	-2	(2.0%)
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
04F Agriculture & Forestry					
STATE GENERAL FUND (Direct):	\$23,662,794	\$25,275,042	\$15,942,539	-\$9,332,503	(36.9%)
STATE GENERAL FUND BY:					
Interagency Transfers	1,595,571	686,125	680,206	-5,919	(0.9%)
Fees & Self-gen Revenues	6,506,357	7,029,476	7,709,309	679,833	9.7%
Statutory Dedications	31,182,626	34,115,006	35,175,539	1,060,533	3.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,470,804	10,584,973	10,009,973	-575,000	(5.4%)
	<u>\$69,418,152</u>	<u>\$77,690,622</u>	<u>\$69,517,566</u>	<u>-\$8,173,056</u>	<u>(10.5%)</u>
T.O.	563	563	562	-1	(0.2%)
Other Charges Positions	0	27	4	-23	
04 Insurance					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	26,647,792	28,658,984	29,342,980	683,996	2.4%
Statutory Dedications	1,381,529	1,738,353	1,817,750	79,397	4.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	717,560	716,006	717,475	1,469	0.2%
	<u>\$28,746,881</u>	<u>\$31,113,343</u>	<u>\$31,878,205</u>	<u>\$764,862</u>	<u>2.5%</u>
T.O.	225	222	222	0	0.0%
Other Charges Positions	0	0	0	0	
05 Economic Development					
STATE GENERAL FUND (Direct):	\$14,954,842	\$14,373,495	\$14,590,622	\$217,127	1.5%
STATE GENERAL FUND BY:					
Interagency Transfers	1,107,965	680,546	0	-680,546	(100.0%)
Fees & Self-gen Revenues	2,895,075	17,868,712	5,064,807	-12,803,905	(71.7%)
Statutory Dedications	18,167,538	20,122,222	16,772,483	-3,349,739	(16.6%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	2,937,033	8,046,476	2,976,020	-5,070,456	(63.0%)
	<u>\$40,062,453</u>	<u>\$61,091,451</u>	<u>\$39,403,932</u>	<u>-\$21,687,519</u>	<u>(35.5%)</u>
T.O.	113	113	113	0	0.0%
Other Charges Positions	0	0	0	0	
06 Culture, Recreation & Tourism					
STATE GENERAL FUND (Direct):	\$34,108,179	\$31,480,277	\$24,117,432	-\$7,362,845	(23.4%)
STATE GENERAL FUND BY:					
Interagency Transfers	5,140,718	12,123,852	8,528,705	-3,595,147	(29.7%)
Fees & Self-gen Revenues	24,517,122	32,754,468	29,152,703	-3,601,765	(11.0%)
Statutory Dedications	7,012,304	10,630,673	10,924,422	293,749	2.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,832,308	7,530,092	7,538,297	8,205	0.1%
	<u>\$75,610,631</u>	<u>\$94,519,362</u>	<u>\$80,261,559</u>	<u>-\$14,257,803</u>	<u>(15.1%)</u>
T.O.	616	581	572	-9	(1.5%)
Other Charges Positions	0	27	24	-3	
07 Transportation & Development					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	3,922,181	8,910,000	15,242,612	6,332,612	71.1%
Fees & Self-gen Revenues	22,769,329	28,672,415	28,182,415	-490,000	(1.7%)
Statutory Dedications	515,630,877	571,055,043	562,011,094	-9,043,949	(1.6%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	15,733,689	32,420,794	24,632,793	-7,788,001	(24.0%)
	<u>\$558,056,076</u>	<u>\$641,058,252</u>	<u>\$630,068,914</u>	<u>-\$10,989,338</u>	<u>(1.7%)</u>
T.O.	4,253	4,258	4,260	2	0.0%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
08 DPSC Corrections Services					
STATE GENERAL FUND (Direct):	\$476,437,296	\$490,875,885	\$472,994,897	-\$17,880,988	(3.6%)
STATE GENERAL FUND BY:					
Interagency Transfers	8,321,699	14,837,938	14,837,938	0	0.0%
Fees & Self-gen Revenues	35,521,228	46,352,374	48,278,011	1,925,637	4.2%
Statutory Dedications	1,379,062	54,000	1,014,000	960,000	1777.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	787,487	2,230,697	2,230,697	0	0.0%
	<u>\$522,446,772</u>	<u>\$554,350,894</u>	<u>\$539,355,543</u>	<u>-\$14,995,351</u>	<u>(2.7%)</u>
T.O.	4,723	4,748	4,889	141	3.0%
Other Charges Positions	0	0	0	0	
08 DPSC Public Safety Services					
STATE GENERAL FUND (Direct):	\$6,601,728	\$19,410,048	\$0	-\$19,410,048	(100.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	26,019,771	38,286,509	38,258,311	-28,198	(0.1%)
Fees & Self-gen Revenues	176,173,487	179,276,430	200,340,673	21,064,243	11.7%
Statutory Dedications	184,669,327	188,422,671	182,809,115	-5,613,556	(3.0%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	19,997,935	48,544,162	47,941,431	-602,731	(1.2%)
	<u>\$413,462,248</u>	<u>\$473,939,820</u>	<u>\$469,349,530</u>	<u>-\$4,590,290</u>	<u>(1.0%)</u>
T.O.	2,514	2,572	2,583	11	0.4%
Other Charges Positions	0	0	0	0	
08 DPSC Youth Services					
STATE GENERAL FUND (Direct):	\$100,675,723	\$109,587,852	\$73,731,503	-\$35,856,349	(32.7%)
STATE GENERAL FUND BY:					
Interagency Transfers	8,971,201	11,959,959	11,959,959	0	0.0%
Fees & Self-gen Revenues	473,076	775,487	775,487	0	0.0%
Statutory Dedications	145,022	149,022	149,022	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	593,769	908,006	891,796	-16,210	(1.8%)
	<u>\$110,858,791</u>	<u>\$123,380,326</u>	<u>\$87,507,767</u>	<u>-\$35,872,559</u>	<u>(29.1%)</u>
T.O.	1,001	944	830	-114	(12.1%)
Other Charges Positions	7	7	7	0	
09 Health					
STATE GENERAL FUND (Direct):	\$2,390,817,265	\$2,415,119,251	\$2,406,980,028	-\$8,139,223	(0.3%)
STATE GENERAL FUND BY:					
Interagency Transfers	283,768,736	306,924,794	319,674,708	12,749,914	4.2%
Fees & Self-gen Revenues	437,362,503	510,154,478	464,621,396	-45,533,082	(8.9%)
Statutory Dedications	852,900,036	842,350,843	882,521,446	40,170,603	4.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	7,929,824,440	9,519,368,265	9,315,149,487	-204,218,778	(2.1%)
	<u>\$11,894,672,980</u>	<u>\$13,593,917,631</u>	<u>\$13,388,947,065</u>	<u>-\$204,970,566</u>	<u>(1.5%)</u>
T.O.	5,732	5,794	6,061	267	4.6%
Other Charges Positions	0	1,421	1,368	-53	
10 Children & Family Services					
STATE GENERAL FUND (Direct):	\$160,516,303	\$174,260,354	\$157,664,901	-\$16,595,453	(9.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	11,783,308	50,095,291	26,899,733	-23,195,558	(46.3%)
Fees & Self-gen Revenues	10,647,150	17,937,760	18,392,610	454,850	2.5%
Statutory Dedications	4,789,525	481,227	477,047	-4,180	(0.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	396,832,782	534,190,531	540,076,895	5,886,364	1.1%
	<u>\$584,569,068</u>	<u>\$776,965,163</u>	<u>\$743,511,186</u>	<u>-\$33,453,977</u>	<u>(4.3%)</u>
T.O.	3,447	3,445	3,506	61	1.8%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
11	Natural Resources				
	STATE GENERAL FUND (Direct):	\$10,068,629	\$9,421,017	\$7,306,678	-\$2,114,339 (22.4%)
	STATE GENERAL FUND BY:				
	Interagency Transfers	8,390,842	8,992,160	8,816,870	-175,290 (1.9%)
	Fees & Self-gen Revenues	167,307	318,639	318,639	0 0.0%
	Statutory Dedications	19,691,203	29,764,163	29,444,336	-319,827 (1.1%)
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	6,646,883	7,765,301	7,258,917	-506,384 (6.5%)
		\$44,964,864	\$56,261,280	\$53,145,440	-\$3,115,840 (5.5%)
	T.O.	331	321	312	-9 (2.8%)
	Other Charges Positions	0	0	0	0
12	Revenue				
	STATE GENERAL FUND (Direct):	\$12,040,331	\$33,892,165	\$0	-\$33,892,165 (100.0%)
	STATE GENERAL FUND BY:				
	Interagency Transfers	219,816	285,000	285,000	0 0.0%
	Fees & Self-gen Revenues	75,222,816	67,107,815	99,436,116	32,328,301 48.2%
	Statutory Dedications	571,049	543,583	550,000	6,417 1.2%
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	0	0	0	0
		\$88,054,012	\$101,828,563	\$100,271,116	-\$1,557,447 (1.5%)
	T.O.	713	712	690	-22 (3.1%)
	Other Charges Positions	0	15	15	0
13	Environmental Quality				
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0
	STATE GENERAL FUND BY:				
	Interagency Transfers	212,757	670,829	70,829	-600,000 (89.4%)
	Fees & Self-gen Revenues	20,414	24,790	24,790	0 0.0%
	Statutory Dedications	86,418,508	104,184,518	116,152,413	11,967,895 11.5%
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	16,420,089	20,155,915	19,902,433	-253,482 (1.3%)
		\$103,071,768	\$125,036,052	\$136,150,465	\$11,114,413 8.9%
	T.O.	684	698	702	4 0.6%
	Other Charges Positions	0	0	0	0
14	Workforce Commission				
	STATE GENERAL FUND (Direct):	\$6,530,496	\$7,399,887	\$5,607,489	-\$1,792,398 (24.2%)
	STATE GENERAL FUND BY:				
	Interagency Transfers	4,122,803	6,595,050	4,559,450	-2,035,600 (30.9%)
	Fees & Self-gen Revenues	102,000	272,219	272,219	0 0.0%
	Statutory Dedications	99,263,838	110,634,234	111,288,610	654,376 0.6%
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	140,182,037	165,586,651	160,205,804	-5,380,847 (3.2%)
		\$250,201,174	\$290,488,041	\$281,933,572	-\$8,554,469 (2.9%)
	T.O.	929	925	921	-4 (0.4%)
	Other Charges Positions	0	0	0	0
16	Wildlife & Fisheries				
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0
	STATE GENERAL FUND BY:				
	Interagency Transfers	2,980,111	12,006,202	12,527,226	521,024 4.3%
	Fees & Self-gen Revenues	195,285	2,111,574	2,111,574	0 0.0%
	Statutory Dedications	95,175,338	125,842,453	118,276,988	-7,565,465 (6.0%)
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	25,881,666	46,032,639	42,431,264	-3,601,375 (7.8%)
		\$124,232,400	\$185,992,868	\$175,347,052	-\$10,645,816 (5.7%)
	T.O.	779	779	779	0 0.0%
	Other Charges Positions	0	3	3	0

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
17 Civil Service					
STATE GENERAL FUND (Direct):	\$4,909,967	\$5,326,196	\$4,230,555	-\$1,095,641	(20.6%)
STATE GENERAL FUND BY:					
Interagency Transfers	11,043,082	11,622,197	12,002,661	380,464	3.3%
Fees & Self-gen Revenues	930,192	1,232,825	1,341,590	108,765	8.8%
Statutory Dedications	2,035,763	2,233,801	2,222,898	-10,903	(0.5%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$18,919,004</u>	<u>\$20,415,019</u>	<u>\$19,797,704</u>	<u>-\$617,315</u>	<u>(3.0%)</u>
T.O.	171	171	172	1	0.6%
Other Charges Positions	0	0	0	0	
19 Higher Education					
STATE GENERAL FUND (Direct):	\$907,215,046	\$1,004,971,363	\$882,748,212	-\$122,223,151	(12.2%)
STATE GENERAL FUND BY:					
Interagency Transfers	13,673,426	23,645,601	22,759,816	-885,785	(3.7%)
Fees & Self-gen Revenues	1,384,356,305	1,457,186,211	1,474,298,447	17,112,236	1.2%
Statutory Dedications	150,958,134	151,642,910	148,131,426	-3,511,484	(2.3%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	59,115,141	79,903,497	80,105,297	201,800	0.3%
	<u>\$2,515,318,052</u>	<u>\$2,717,349,582</u>	<u>\$2,608,043,198</u>	<u>-\$109,306,384</u>	<u>(4.0%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
19 Special Schools & Comm.					
STATE GENERAL FUND (Direct):	\$38,747,769	\$42,044,885	\$32,985,806	-\$9,059,079	(21.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	23,547,398	26,067,815	28,731,884	2,664,069	10.2%
Fees & Self-gen Revenues	2,262,026	3,263,033	3,263,033	0	0.0%
Statutory Dedications	21,524,707	25,114,616	23,883,751	-1,230,865	(4.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	318,668	233,582	-85,086	(26.7%)
	<u>\$86,081,900</u>	<u>\$96,809,017</u>	<u>\$89,098,056</u>	<u>-\$7,710,961</u>	<u>(8.0%)</u>
T.O.	746	767	765	-2	(0.3%)
Other Charges Positions	0	35	35	0	
19 Education					
STATE GENERAL FUND (Direct):	\$3,535,662,196	\$3,604,419,133	\$3,548,079,695	-\$56,339,438	(1.6%)
STATE GENERAL FUND BY:					
Interagency Transfers	165,496,269	263,200,035	253,878,768	-9,321,267	(3.5%)
Fees & Self-gen Revenues	29,823,015	57,488,446	52,181,509	-5,306,937	(9.2%)
Statutory Dedications	295,881,619	273,809,800	286,979,044	13,169,244	4.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,115,567,496	1,146,171,841	1,186,383,363	40,211,522	3.5%
	<u>\$5,142,430,595</u>	<u>\$5,345,089,255</u>	<u>\$5,327,502,379</u>	<u>-\$17,586,876</u>	<u>(0.3%)</u>
T.O.	489	446	445	-1	(0.2%)
Other Charges Positions	0	0	0	0	
19E LSU Health Care Services Division					
STATE GENERAL FUND (Direct):	\$24,664,566	\$24,427,906	\$24,427,906	\$0	0.0%
STATE GENERAL FUND BY:					
Interagency Transfers	17,788,112	18,383,724	17,542,527	-841,197	(4.6%)
Fees & Self-gen Revenues	12,149,617	15,472,658	15,472,658	0	0.0%
Statutory Dedications	379,658	0	0	0	
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,954,212	4,800,336	4,800,336	0	0.0%
	<u>\$59,936,165</u>	<u>\$63,084,624</u>	<u>\$62,243,427</u>	<u>-\$841,197</u>	<u>(1.3%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
20 Other Requirements					
STATE GENERAL FUND (Direct):	\$479,880,559	\$494,419,850	\$427,429,550	-\$66,990,300	(13.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	43,446,218	45,669,009	43,174,928	-2,494,081	(5.5%)
Fees & Self-gen Revenues	8,822,298	10,978,280	14,153,280	3,175,000	28.9%
Statutory Dedications	210,011,167	259,696,604	215,051,418	-44,645,186	(17.2%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,229,523	5,556,260	5,556,260	0	0.0%
	\$746,389,765	\$816,320,003	\$705,365,436	-\$110,954,567	(13.6%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Other Appropriation Bills

STATE GENERAL FUND (Direct):	\$215,724,762	\$215,503,900	\$233,762,516	\$18,258,616	8.5%
STATE GENERAL FUND BY:					
Interagency Transfers	722,398,006	697,055,051	642,756,213	(54,298,838)	(7.8%)
Fees & Self-gen Revenues	1,545,717,955	1,577,612,759	1,655,315,328	77,702,569	4.9%
Statutory Dedications	1,037,876,250	1,250,904,310	1,306,921,165	56,016,855	4.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
	\$3,655,060,443	\$3,803,789,020	\$3,908,097,022	\$104,308,002	2.7%
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	9	9	0	

21 Ancillary

STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	472,741,656	646,285,095	620,178,520	-26,106,575	(4.0%)
Fees & Self-gen Revenues	1,432,734,451	1,506,664,222	1,572,404,098	65,739,876	4.4%
Statutory Dedications	101,352,668	151,000,000	151,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$2,006,828,775	\$2,303,949,317	\$2,343,582,618	\$39,633,301	1.7%
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	9	9	0	

23 Judiciary

STATE GENERAL FUND (Direct):	\$151,530,944	\$151,530,944	\$109,085,806	-\$42,445,138	(28.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	9,392,850	9,392,850	0	0.0%
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	7,291,250	10,240,925	10,240,925	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$158,822,194	\$171,164,719	\$128,719,581	-\$42,445,138	(24.8%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

24 Legislature

STATE GENERAL FUND (Direct):	\$62,472,956	\$62,472,956	\$44,973,736	-\$17,499,220	(28.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	20,803,504	22,373,567	22,989,230	615,663	2.8%
Statutory Dedications	10,000,000	10,000,000	10,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$93,276,460	\$94,846,523	\$77,962,966	-\$16,883,557	(17.8%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Reengrossed FY 2019	2019 - 2018 Change	Percent Change
26 Capital Outlay Cash					
STATE GENERAL FUND (Direct):	\$1,720,862	\$1,500,000	\$79,702,974	\$78,202,974	5213.5%
STATE GENERAL FUND BY:					
Interagency Transfers	249,656,350	41,377,106	13,184,843	-28,192,263	(68.1%)
Fees & Self-gen Revenues	92,180,000	48,574,970	59,922,000	11,347,030	23.4%
Statutory Dedications	919,232,332	1,079,663,385	1,135,680,240	56,016,855	5.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
	<u>\$1,396,133,014</u>	<u>\$1,233,828,461</u>	<u>\$1,357,831,857</u>	<u>\$124,003,396</u>	<u>10.1%</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	(9,442,058)	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$553,295,299</u>	<u>\$572,103,581</u>	<u>\$569,129,317</u>	<u>(\$2,974,264)</u>	<u>(0.5%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

22 **Non-Appropriated Requirements**

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	-9,442,058	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$553,295,299</u>	<u>\$572,103,581</u>	<u>\$569,129,317</u>	<u>-\$2,974,264</u>	<u>(0.5%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	



John D. Carpenter
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To: The Honorable Taylor F. Barras, Speaker of the House of Representatives
The Honorable Members of the House of Representatives
The Honorable John A. Alario, President of the Senate
The Honorable Members of the Senate

From: John D. Carpenter, Legislative Fiscal Officer
Evan Brasseaux, LFO Staff Director

Date: May 31, 2018

Subject: A preliminary booklet containing the LFO Analysis of HB 1 Engrossed
of the 2018 2nd E.S.

The Legislative Fiscal Office has prepared a preliminary booklet for your use as you review the General Appropriations Bill. The booklet includes an executive summary that details the House Appropriations Committee amendments as well as a summary of the state budget including means of finance by department.

Please contact us if you have questions or need additional information.

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EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 5/22/18 and affirmed the forecast adopted at the 4/12/18 meeting. That April forecast increased overall state tax revenue forecasts for the ensuing fiscal year (FY 19) by \$345.9 M relative to the forecast in place from 12/14/17. The revenue forecast upgrade is largely attributable to greater than expected personal income tax collections resulting from recently enacted federal tax law changes that will reduce the state deduction for federal tax liabilities, as well as the state deduction for excess federal itemized deductions. A higher oil price projection also contributed to the forecast upgrade. However, a significant fall in forecasts from FY 18 to FY 19 of \$641.2 M still exists, and largely reflects the expiration of a fifth percent of sales tax rate and base broadening at the end of FY 18.

Largely due to two factors, the forecast for the current fiscal year (FY 18) was actually decreased by \$6.5 M from the December forecast. First, an administrative decision to eliminate the advance payment of a hospital lease payment reduced receipts expected late in FY 18. This is a one-time adjustment, affecting FY 18 only. Second, an allocation to the New Opportunities Waiver program was acknowledged at this latest REC meeting. Upgrades to expected income and severance tax receipts, as well as a substitution of funds for the Budget Stabilization Fund, were sufficient to make the net forecast decrease as small as it was. It should be noted that excess expected revenue in FY 18 is still \$146.4 M from the revenue forecast utilized to fund the current year budget.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are now forecast to stay near the new higher current forecast but are highly uncertain and dependent on a producing country agreement to restrain production and a rare period of economic growth synchronization across major world economies. In addition, while the U.S. economy has continued to exhibit modest strength in metrics such as employment, growth in wages and inflation have only just started to exhibit upward movement above long running rates. State employment stopped declining in August 2016 but has exhibited only barely positive employment growth since then, with consequently only modest responsiveness of baseline state tax receipts.

Funding Instruments That Have Passed the House

Two instruments providing additional funding for the FY 19 budget have passed the House of Representatives as of this writing. The first of these is HB 27, which continues 1/3 of the new fifth penny of sales tax currently in effect through FY 23. This continuation in the Reengrossed bill is expected to generate \$363 M of general fund revenue in FY 19 and \$399 M in each of FY 20 through FY 23. This bill also subjects various traditionally exempt transactions to the full 4.33% state tax rate, as well as business utilities to a 2% tax rate during this period. The estimated revenue is inclusive of taxation of all these transactions.

The second of these two bills is HB 18, which continues a limitation of a credit against individual income taxes for taxes paid to other states; also through FY 23. This bill is expected to generate some \$33.6 M of revenue per year during this period.

FY 19 Expenditures

HB 1 Engrossed of the 2nd EOS of 2018 (herein after referred to as HB 1) decreases \$641,758,169 from the FY 18 EOB as of 12/1/17. The total decrease is comprised of \$459,179,015 SGF; \$32,606,597 IAT, and \$163,444,312 Federal; while being partially offset by an increase of \$11,838,379 SGR and \$1,633,376 Statutory Dedications.

HB 1 as introduced essentially replicated the Reengrossed version of the bill with Senate amendments from the Regular Session, with a few differences. Most significantly, the supplemental appropriation section was eliminated; the 5% reductions to certain statutory dedications were restored (\$45.9 M); an additional \$29.5 M was added to bring TOPS funding to 80% of total need; and \$12.5 M was added for LaGov. This additional funding was accomplished by redirecting the \$20.9 M savings in Medicaid to fund TOPS, rather than partially restore the across the board SGF discretionary reductions. Additionally, SGF authority for the Department of Health was reduced by \$65.5 M (\$205 M total). HB 1 still contains a 24.2 % reduction to discretionary SGF for most state agencies (\$264.4 M) as well as the legislative (\$16.4 M) and judicial (\$34.8 M) budgets; means of finance adjustments reducing general fund and increasing self-generated revenue and statutory dedications (\$42.2 M); and reductions to certain initiatives which are over-funded (\$14.2 M).

24.2% Across the Board Reduction

In addition to reductions contained in the Executive Budget recommendations, an across-the-board reduction of 24.2% to discretionary SGF is contained in the operating budget of all agencies, excluding the Louisiana Department of Health, the Health Care Services Division and Higher Education. Higher Education is directed to reduce expenditures by 10.8%, while excluding LSUHSC-New Orleans and LSUHSC-Shreveport and certain other programs and activities from these reductions. This reduction language was inserted at the beginning of each Schedule and does not identify specific reduction amounts at the agency level. For purposes of this document, the LFO assumes the reductions will be applied uniformly to all agencies receiving a discretionary SGF appropriation. However, the authority to allocate the reduction within the agencies of each budget schedule is given to the commissioner of administration. See Table 1 below.

Supplemental Appropriations (HB 35, HB 34 and HB 33)

HB 35 Engrossed provides supplemental appropriations for FY 19, and contains \$336.5 M SGF, to restore the across the board discretionary SGF reductions (\$262.9), and further provide enhanced funding for specific initiatives in certain agencies (\$73.7 M). HB 33 Engrossed provides supplemental appropriations for the Legislature (\$17.5 M), and HB 34 Engrossed provides supplemental appropriations for the Judiciary (\$42.4 M). These supplemental appropriations totaling \$396.6 M would be funded to the extent revenue raising measures are enacted in a special legislative session and additional revenues are recognized by the REC. See Table 1 below.

TABLE 1

Department Name	FY19 Discretionary SGF	24.2% Reduction	Supplemental HB 35
Executive Department	\$ 111,866,400	\$ 27,175,091	\$ 25,653,163
Department of Veterans Affairs	\$ 4,966,950	\$ 1,203,093	\$ 1,203,093
Secretary of State	\$ 26,772,759	\$ 6,484,890	\$ 6,484,890
Office of the Attorney General	\$ 14,864,631	\$ 3,600,506	\$ 3,600,506
Lieutenant Governor	\$ 768,967	\$ 186,259	\$ 186,259
State Treasurer	\$ -	\$ -	\$ -
Public Service Commission	\$ -	\$ -	\$ -
Agriculture and Forestry	\$ 13,306,737	\$ 3,223,154	\$ 3,223,154
Commissioner of Insurance	\$ -	\$ -	\$ -
Economic Development	\$ 17,864,503	\$ 4,327,135	\$ 4,327,135
Culture Recreation and Tourism	\$ 27,813,683	\$ 6,737,022	\$ 6,737,022
Transportation & Development	\$ -	\$ -	
Corrections Services	\$ 80,690,472	\$ 19,544,822	\$ 19,544,822
Public Safety Services	\$ -	\$ -	
Youth Services	\$ 90,950,824	\$ 22,030,081	\$ 22,030,081
Health	\$ 371,731,751	\$ -	
Children and Family Services	\$ 131,003,179	\$ 34,712,518	\$ 34,712,518
Natural Resources	\$ 8,715,406	\$ 2,111,043	\$ 2,111,043
Revenue	\$ 30,669,333	\$ -	
Environmental Quality	\$ -	\$ -	
Workforce Commission	\$ 7,399,887	\$ 1,792,398	\$ 1,792,398
Civil Service	\$ 5,008,862	\$ 1,213,245	\$ 1,213,245
Higher Education	\$ 653,040,696	\$ 70,379,221	\$ 70,379,221
Special Schools and Commissions	\$ 40,392,584	\$ 9,783,880	\$ 9,783,880
Education	\$ 110,711,999	\$ 26,816,627	\$ 26,816,627
LSU Health Care Services Division	\$ 2,565,067	\$ -	
Other Requirements	\$ 95,501,696	\$ 23,132,392	\$ 23,132,392
Subtotal HB 1	\$ 1,846,606,386	\$ 264,453,377	\$ 262,931,449
Legislature (HB 33)	\$ 61,349,308	\$ 16,375,572	\$ 17,499,220
Judiciary (HB 34)	\$ 143,954,397	\$ 34,868,591	\$ 42,455,138
Subtotal	\$ 205,303,705	\$ 51,244,163	\$ 59,954,358
		Other Restorations	
Elderly Affairs			\$ 1,521,928
Taylor Opportunity Program for Students (TOPS)			\$ 29,456,197
Local Housing of Adult Offenders Parole Hold			\$ 4,540,000
Local Housing of Adult Offenders Transitional Work Program			\$ 2,260,000
Local Housing of Adult Offenders			\$ 13,200,000
District Attorney/ Asst DA Salary payments			\$ 21,766,068
Justice of the Peace Supplemental Pay			\$ 980,000
Subtotal			\$ 73,724,193
Total	\$ 2,051,910,091	\$ 315,697,540	\$ 396,610,000

FY 19 Departmental Overviews

Civil Service Pay Raise - In June 2017, the State Civil Service Commission adopted and the Governor approved a “Compensation Redesign” package regarding pay and pay schedules. The major components of the plan consisted of a 2% increase for eligible employees, pay increases for employees below new minimums, market rate adjustments and performance pay. Finally, the plan abolished the existing annual performance/merit adjustment rule. Portions of the plan were implemented in FY 18 (effective January 2018), with full implementation to take effect in FY 19. Funding in HB 1 for the plan totals \$85.4 M; \$36.1 M or 42.2% of which is SGF. The SGF adjustments include \$13.5 M (\$30.7 total MOF) to annualize 2% pay raises given in January 2018 and reclassification expenditures from FY 18 and \$22.6 M (\$54.7 M total MOF) for market rate adjustments effective 7/15/18.

Note: the proposed significant SGF reductions incorporated in HB 1 will likely impact the state’s ability to implement the pay plan as designed. Significant reductions may also result in state employee furloughs, work reductions, layoffs or requests by state departments to Civil Service to not fund the market rate adjustments in lieu of layoffs.

GENERAL GOVERNMENT OVERVIEW

Executive Office – HB 1 appropriates a total budget of \$9.7 M, reflecting a total decrease of \$1.7 M, or 14.82% from EOB (including reductions of \$1.5 M SGF, \$54,825 IAT, and \$100,207 Statutory Dedications). The primary significant adjustment includes the \$1.58 M across-the-board 24.2% reduction of discretionary SGF. The Executive Office reports that this reduction will result in the need to eliminate up to 16 T.O. positions and will inhibit the ability to provide services by the Governor.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.58 M.

Division of Administration – HB 1 appropriates a total budget of \$1.04 B, reflecting an increase of \$1.35 M, or 0.13%, from EOB (including increases of \$1.3 M SGF, \$97,512 SGR and \$46,739 Federal while being offset by reductions of \$96,451 IAT, and \$11,208 Statutory Dedications). The primary significant adjustments include a \$9.3 M across-the-board 24.2% reduction of discretionary SGF and an increase of \$12.1 M SGF for the FY 19 allocation necessary to bring all executive branch agencies onto LaGov over the next three fiscal years. The Division reports that the anticipated impact of the \$9.3 M across-the-board reduction will result in some combination of: eliminating up to 80 T.O. positions; impacting Information Technology support for systems such as LaTrac, LaPac, the Boards and Commissions database, the Capital Outlay system, and LaPAS (performance database); and eliminating unclassified merits and impact expenditures associated with travel, rental payments and consulting contracts for various programs.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$9.3 M.

Governor’s Office of Homeland Security & Emergency Preparedness – HB 1 appropriates a total budget of \$982.4 M, reflecting a total decrease of \$24.87 M, or 2.47%, from EOB (including reductions of \$21.7 M SGF and \$5.1 M IAT while being partially offset by increases of \$1.5 M Statutory Dedications – State Emergency Response Fund and LA Interoperability Communication Fund and \$526,567 Federal). Significant adjustments include non-recurring one-time or expiring expenditures totaling \$8.68 M (\$3.54 M SGF, and \$5.14 M IAT) related to restocking disaster emergency supplies, interoperability build out of the National Public Safety Broadband Network, FEMA debt payments and state cost share of Public Assistance expenditures related to the 2016 flood events; providing \$4.7 M SGF for replacement of communications hardware, conversion of deployable trailers to repeater packages, purchase of software and mobile device licenses and acquisition of one server; providing \$1.025 M (\$25,000 SGF and \$1 M Statutory Dedications – State Emergency Response Fund) to support potential non-federally declared disasters and emergency response efforts; providing \$3.45 M for the 4th FEMA debt repayment related to multiple disasters and hazard mitigation audits; reducing \$4 M SGF for the 2nd of 5 installment payments to FEMA for the state’s cost share of the August 2016 flood event; and elimination of \$21.2 M in outstanding FEMA debt payments for FY 19 (see below). Additionally, the adjustments include a \$1.2 M across-the-board 24.2% reduction of discretionary SGF. GOHSEP reports that this reduction will reduce funding for the Louisiana Wireless Information Network (LWIN) upgrade, allowing only partial funding to upgrade the mobile tower repeaters and eliminating the WAVE cell phone project. The agency reports this reduction will also impact the funding provided for response to potential disaster events.

The Commissioner of Administration testified before the Joint Legislative Committee on the Budget (JLCB) at its meeting on 1/22/2018, that the governor will seek to utilize approximately \$46 M of excess funds recognized for FY 18 by the REC in December 2017 to prepay FEMA debt payments for FY 19 and FY 20. If the legislature agrees to this plan, debt payments from the SGF in those fiscal years will decrease accordingly and offset the need to make additional SGF reductions in other areas of state government. To the extent this use of excess funds is not approved, the legislature will have to restore \$21.2 M SGF to GOHSEP's FY 19 operating budget for FEMA debt payments. *For informational purposes, the HB 874 of the 2018 Regular Session included a supplemental appropriation of \$21.2 M to prepay the FY 19 FEMA debt payment only. Failure to prepay the FY 20 debt payment results in a SGF need of \$25.1 M when constructing the FY 20 budget.*

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.2 M.

Department of Military Affairs – realizes a 23.19% net decrease of \$24.1 M from the EOB as of 12/1/17 (including \$9.5 M SGF, \$2.1 M IAT, \$121,930 SGR, \$108,296 Statutory Dedications and \$12.24 M Federal). Significant funding adjustments include non-recurring of federal funding for the M6 site clean up at Camp Minden (\$4.5 M) and lead abatement for armories (\$4.4 M). Additionally, the adjustments include a \$7.87 M across-the-board 24.2% reduction of discretionary SGF. Military Affairs reports that a reduction of this magnitude will result in all, or a combination of most of the following: the closure of one installation (Gillis W. Long Center), two (2) Youth Challenge Programs (Gillis W. Long Center and Camp Minden), thirteen (13) armories throughout the state, the regional staging area (Rosedale), and all five (5) commodity warehouses. Furthermore, the SGF reduction will result in the loss of \$13.99 M federal matching funds and elimination of approximately 305 T.O. positions.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$7.87 M.

Culture, Recreation and Tourism (CRT) – CRT realizes a 43.09% decrease of \$13.56 M SGF in HB 1 below the EOB base of \$31.5 M. The department realizes a net total funds decrease of \$20.46 M, or 21.65% below the total funds base of \$94.5 M (including the aforementioned reduction of SGF as well as reductions of \$3.6 M IAT and \$3.6 M SGR while being partially offset by increases of \$293,749 Statutory Dedications and \$8,205 Federal). Significant adjustments include: non-recurring of excess IAT and SGR authority (\$3.6 M and \$3.2 M respectively); a reduction of \$1.3 M SGF related to a 5% reduction of SGF department wide that was applied at Executive Budget; and an increase of \$338,842 SGR related to increased activity for the Historical Preservation Office. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$6.7 M. CRT reports this funding reduction will result in the following impacts:

- Office of Secretary – (\$629,608 SGF) - There will be a layoff of up to 8 employees impacting the Fiscal Unit, Information Technology Unit and Human Resources Unit. These positions run the day-to-day administration of the department.
- Office of the State Library of Louisiana (OSL) – (\$627,051 SGF) – There will be a layoff of up to 10 employees impacting maintenance of effort resulting in potential loss of federal funds (up to \$1.2 M). This will close the services to the blind providing basic library services for the special needs population. This reduction will also close the State Library, as reported by the agency. OSL indicates it will no longer be able to loan and transport wanted books to rural libraries for patrons. Finally, OSL will eliminate the annual Book Festival.
- Office of State Museum (OSM) – (\$864,763 SGF) – There will be a layoff of up to 13 employees in the collection/curatorial staff. OSM reports that the accreditation status of remaining museums will eventually be impacted by loss of operational capacity.
- Office of State Parks (OSP) – (\$4.24 M SGF) – OSP reports there will likely be a layoff of an unspecified number of employees, closure of specific State Parks, and a reduction in maintenance and upkeep of remaining parks. This reduction will also impact historical sites that will likely include closures and exhibits will likely be warehoused. Other state funds will likely also be impacted as a result of closures, such as self-generated revenue and deposits into the Louisiana State Parks Improvement and Repair Fund, derived from visitors entering the parks and historical sites.
- Office of Cultural Development (OCD) – (\$371,001 SGF) – OCD reports it will likely be required to close the Poverty Point State Archaeology Program, leading to eventual loss of the World Heritage Site Designation. OCD reports it will also be required to eliminate the Main Street Program Community Grants Program,

as well as the elimination of CODOFIL scholarships (including layoff of one employee). Finally, OCD reports this funding reduction will reduce all statewide arts grants and decentralized arts grants to all 64 parishes.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.7 M.

DOTD – HB 1 appropriates a total budget of \$630.1 M, reflecting a total decrease of \$10.9 M or 1.71% from EOB (including reductions of \$466,100 SGR, \$9.04 M Statutory Dedications and \$7.79 M Federal while offset by an increase of \$6.33 M IAT). Significant adjustments include: an increase of \$2.04 M (\$2.02 M IAT and \$0.25 M Statutory Dedications) for Topographic Mapping (see below); an increase of \$4.3 M IAT related to a transfer from the Department of Environmental Quality to replace heavy-duty trucks (available from DEQ as a result of the Volkswagen Clean Air Act Civil Settlement); and elimination of a \$300,000 appropriation from the statutorily dedicated Geaux Pass Transition Fund as the balance is depleted - these funds were used to provide for enhanced grass cutting and maintenance around the Crescent City Connection Bridge. An amendment adopted on the House Floor directs the department to allocate \$500,000 payable from statutory dedications – Transportation Trust Fund in the Engineering and Operations Agency to be used to supplant the lost Geaux Pass Transition Fund expenditures. The Transportation Trust Fund – Regular is reduced by \$10.8 M to reflect the latest projection by the REC adopted on 4/12/18 and statutory dedications from the Transportation Trust Fund – Federal are increased by \$4.5 M to reflect projected operating allocations in FY 19. Significant impacts due to the reduction in the REC estimate for TTF – Regular include:

- Administration Agency – (\$1.3 M TTF - Regular) – DOTD indicates this reduction will impact the Records Management contract with Access Science, a service providing assistance to enhance inventory processing and managing of records. DOTD indicates that it will delay preparation for migration of data into the Electronic Content and Records Management system.
- Engineering and Operations – (\$9.5 M TTF – Regular) – DOTD indicates the following impacts by Program:
 - o Engineering – (\$1 M) reduction will be applied against research projects within the Louisiana Transportation Research Center that aim to provide construction cost savings benefits.
 - o Operations – (\$4 M) DOTD reports it will purchase \$1 M less in asphalt, reduce the mowing and/or litter pick up cycles to effectuate an additional \$1 M savings, and reduce heavy equipment acquisitions and replacements by \$2 M.

DPS&C - Corrections Services – Corrections Services realizes a 3.33% decrease of \$16.3 M SGF in HB 1 below the EOB base of \$490.9 M. The department realizes a net total funds decrease of \$13.4 M, or 2.43%, below the base of \$554.4 M including the aforementioned SGF decrease and increases of \$1.9 M SGR and \$957,300 in Statutory Dedications. Significant adjustments include: \$2.6 M for a pay increase for Probation & Parole Agents (\$885,093 SGF, \$750,000 SGR, and \$960,000 Statutory Dedication – Adult Probation & Parole Officer Retirement Fund) and a \$966,702 total increase for Allen Correctional Center to operate as a state facility (including an increase of \$1.06 M SGR offset by a decrease of \$94,891 SGF) along with a corresponding net increase of 139 positions. HB 1 also converts 20 job appointments to classified positions for medical/case management purposes associated with the timely release of offenders and eliminates 29 positions department wide for a total net increase of 141 positions. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$19.5 M, which will likely impact the adjustments noted above. At the time of this publication the LFO does not have any additional information regarding the impact to the operations of Corrections Services except that the department intends to apply such reductions against payments for Local Housing of State Adult Offenders in Schedule 20-451.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$19.5 M.

DPS&C - Youth Services, Office of Juvenile Justice (OJJ) – OJJ realizes a 21.36% decrease of \$23.4 M SGF in HB 1 below the EOB SGF base of \$109.6 M. The department realizes a net total funds decrease of \$23.4 M, or 18.99%, below the EOB base of \$123.4 M, including the aforementioned SGF decrease. HB 1 non-recurs \$4.9 M SGF intended to equip and open the new Acadiana Center for Youth. **Note:** HB 1 does not provide funds to open the new Acadiana Center for Youth. OJJ 's FY 19 budget request included \$14.3 M SGF assuming the facility opens April 2018. Additionally, the adjustments

include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$22 M, which will likely impact the adjustments noted above. OJJ indicates that the SGF reduction would likely result in the closure of most or all Probation and Parole offices statewide as well as closure of a single secure care facility along with a layoff of associated staff.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$22 M.

Other Requirements – Local Housing of Adult Offenders (LHOA) – LHOA realizes a 23.1% decrease of \$40.4 M SGF in HB 1 below the EOB SGF base of \$175.2 M. HB 1 includes \$3.7 M additional SGF expenditure authority to provide for additional offenders participating in transitional work programs based on current projections. Previous information from Corrections Services indicates that the SGF decrease will impact the department’s ability to pay local providers to house state inmates at the statutory per diem rate, including work release, transitional housing and reentry programs. Additionally, the adjustments include a 24.2% across-the-board reduction of discretionary SGF in an amount of \$1.4 M. Corrections Services reports that total reductions contemplated in HB 1 will impact the Local Reentry Services Program and may result in a furlough of some of the 15,965 offenders projected to be housed at the local level.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$1.4 M and provides additional discretionary SGF appropriations as follows: \$4.5 M for parole holds and \$15.4 M for payments to sheriffs and operators of Transitional Work Programs.

Other Requirements – Local Housing of Juvenile Offenders (LHJO) – LHJO realizes a 24.2% decrease of \$666,839 SGF in HB 1 below the EOB SGF base of \$2.75 M. This adjustment is part of the across-the-board 24.2% reductions of discretionary SGF which will impact funding that provides reimbursement to local law enforcement entities providing parish and local jail space for housing juvenile offenders in state custody who are awaiting transfer to Corrections Services.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$666 K.

Other Requirements – District Attorneys and Assistant District Attorneys – The Districts Attorneys and Assistant District Attorneys realize an 82.8% decrease of total appropriation authority, including elimination of all \$26.3 M SGF support compared to EOB. The other significant adjustment was a reduction of \$502,707 SGF associated with a retirement rate adjustment. HB 1 retains \$5.45 M in Statutory Dedication funding from the Video Draw Poker Device Fund (\$5.4 M) and the Pari-mutuel Live Racing Facility Gaming Control Fund (\$50,000). At this funding level each district attorney will receive the full annual base pay (\$50,000) as required by the constitution for elected officials, with the remaining funds used to make payments to the assistant district attorneys. Funding for assistant district attorneys will run out in August 2018 at current staffing levels. There is no funding included for victim assistance coordinators in HB 1.

HB 35 Supplemental Appropriation restores \$21.7 M discretionary SGF to the District Attorneys and Assistant District Attorneys.

ELECTED OFFICIALS

State – HB 1 totals \$83.5 M (\$49.6 M SGF, \$227 K IAT, \$27.6 M SGR, and \$6 M Statutory Dedications). This reflects a decrease of \$3.5 M SGF or 6.5% and a net increase of \$2.6 M, or 3.2%, for all means of finance. The amount of \$6.5 M is associated with the 24.2% SGF across-the-board reduction. The majority of the increase is associated with elections expenses. This includes \$3 M for the department’s initiative to replace outdated voting system equipment and \$1.6 M to fund increased election expenses associated with the Open Primary/Congressional, Open General/Congressional, and Municipal Primary and General elections. At this time, the department has not provided an impact analysis of this reduction which is likely to impact museums and could delay the implementation of the new voting system for the elections program.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$6.5 M.

Justice – HB 1 budgets \$66.7 M, reflecting a total decrease of \$8.8 M (\$6.7 M SGF, \$2.7 M IAT, \$50,000 SGR, \$440,409 Federal and an increase of \$1.1 M in Statutory Dedications). This represents a 35% reduction in SGF and an overall reduction of 11.7%. The amount of \$3.6 M is associated with the 24.2% SGF across the board reduction. The AG has not indicated the impact of such reductions; however it would likely result in the elimination of a significant number of positions, affecting the agency’s ability to represent the state in civil litigation as well as investigate and prosecute criminal cases. Increased funding of \$1.6 M out of the Louisiana Fund will provide for hardware and software updates associated with the tobacco tax stamp data collections.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.6 M.

Agriculture & Forestry (LDAF) – LDAF realizes a 14.34% net decrease of \$11.1 M from EOB as of 12/1/17 (including reductions of \$12.3 M SGF, \$5,919 IAT and \$575,000 Federal while being offset by increases of \$679,833 SGR and \$1.06 M Statutory Dedications). Significant adjustments include: non-recurring \$7.8 M related to final payments on existing debt service bonds paid from the Louisiana Agricultural Finance Authority (LAFA) Fund (\$6.6 M of which was utilized as an MOF swap to offset SGF expenditures department wide), \$482,354 (\$472,321 LAFA Fund and \$10,033 Pesticide Fund) to provide funding for maintenance and repairs to department facilities statewide, \$300,000 (Structural Pest Control Commission Fund) to provide for a statewide farm pesticide hazardous waste pick-up day, \$500,000 (Feed and Fertilizer Fund) to provide increased testing and analysis of animal feeds and fertilizers, and \$679,833 SGR to provide for regulation of the production of medical marijuana in Louisiana, including three (3) T.O. positions.

Additionally, the adjustments include a \$3.2 M across-the-board 24.2% reduction of discretionary SGF. The reduction in SGF will result in direct impacts to the Office of Management and Finance (OMF), Forestry, and Animal Health & Food Safety programs including the elimination of up to 53 positions. OMF will eliminate up to 18 positions related to federal reporting requirements and delay the purchase of new vehicles. The Forestry program will eliminate up to 29 positions, close the 27 fire substations across the state, and consolidate the remaining firefighting personnel into eight (8) primary fire-fighting districts. Consolidation of the firefighting districts will impact the time taken to respond to wildfires. The Animal Health & Food Safety program will eliminate up to 6 positions related to meat inspection, impacting the department’s ability to inspect those state inspected meat processing facilities.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$3.2 M.

HEALTH

HB 1 reflects a decrease in overall funding in Medicaid by \$146.5 M (1.2%) in FY 19, from an EOB as of 12/1/17 of \$11.9 B to a recommended appropriation of \$11.8 B. The net decrease in funding is largely the result of two significant SGF reductions from FY 18 base funding. These SGF reductions include \$65.5 M in the Private Providers program (\$205 M total reduction including federal match) to be allocated by the Louisiana Department of Health (LDH), and a \$20.9 M reduction (\$175.8 M total reduction including federal match) for projected savings due to Medicaid eligibility reforms.

FY 19 Medicaid

	<u>EOB</u>	<u>HB 1</u>	<u>Difference</u>
SGF	\$1,935,282,553	\$1,930,375,341	(\$4,907,212)
IAT	\$24,603,787	\$24,295,497	(\$308,290)
Fees/Self Gen	\$430,505,205	\$384,297,827	(\$46,207,378)
Stat Ded.	\$821,238,138	\$859,431,614	\$38,193,476
Federal	\$8,739,568,913	\$8,606,292,999	(\$133,275,914)
Total	\$11,951,198,596	\$11,804,693,278	(\$146,505,318)

Significant reductions reflected in the Medicaid budget in HB 1 are a result of estimated program reductions in the Private Providers program and Buy-ins program.

- (\$205.2 M) - Reduction in payments to Private Providers (cut to be allocated by LDH)
- (\$175.8 M) - Savings associated with Medicaid eligibility reforms
- (\$49.7 M) - Balance Private Providers program to updated FY 19 projections
- (\$11.4 M) - Reduction in payments to Private Providers
- (\$2.6 M) - Reduce Clawback funding for Medicare Part D funding to updated FY 19 projections

Note: The \$205.2 M reduction in the Medicaid Private Providers program is not directly allocated by specific services/providers; LDH will allocate payment reductions. However, targeted reductions are limited as a provision in the LDH preamble (Schedule 09) excludes payment reductions to certain providers. Specifically, “the department shall not reduce the payments for waiver services, public/private partnership hospitals, or nursing homes.”

Significant increases reflected in the Medicaid budget include funding for annualized costs increases, and both rate and programmatic funding increases, including an adjustment that provides \$245 M in additional premium payments paid to Managed Care Organizations (MCO’s). Significant funding increases in HB 1 for FY 19 are reflected below:

- \$245.6 M – Managed Care Per Member Per Month payment rate increase
- \$57.1 M – Nursing Home reimbursement rate rebase
- \$34.3 M – NOW waiver slots (650 new slots)
- \$8.5 M – Dental Managed Care utilization increase
- \$9.3 M – Pharmacy program fee-for-service utilization increase
- \$15.8 M – Federally Qualified Health Clinic and Rural Health Clinic rate increase
- \$17.8 M – Annualization of FY 17 Waiver Program enrollment
- \$8.2 M – Medicare Buy In Premium Increases (Part A, Part B, Part D)
- \$2.8 M – Rural Hospital inpatient per diem rate increase (rebase)

Note: As a result of the \$205.2 M reduction to Medicaid that is not specifically tied to a reduction in payments to any provider, some of the above reflected specific budget increases could be reduced for FY 19.

Public/Private Partnership

HB 1 allocates approximately \$1.1 B in total funding to the public private partnership hospitals, including Lallie Kemp Regional Medical Center, which represents an increase of \$7.5 M over the partner hospitals’ FY 18 allocations. The total PPP allocation includes both Disproportionate Share Hospital (DSH) and Upper Payment Limit (UPL) supplemental funding. The increase is the result of preamble language in HB 1 (Schedule 09 LDH) stating that LDH must allocate supplemental payments to PPP hospitals receiving reimbursements on a capitated basis in amounts no less than payment levels set forth in the original cooperative endeavor agreements. The language impacts the partner hospital funding in Alexandria, and would result in an increase in that hospital’s payments (assumed DSH funding) by approximately \$7.5 M (\$2.6 M SGF, \$4.9 M federal match) in FY 19, from the FY 19 request of \$46 M to the original CEA level of funding of approximately \$53.6 M.

Note: This increase in funding (\$7.5 M total funding) is presumed to be redirected from another program/service (not specifically excluded from cuts in the preamble) within Medicaid.

EDUCATION

The Minimum Foundation Program (MFP) - is the major source of state funding to local schools. For FY 18, the MFP is funded at \$3.717 B; \$3.458 B in SGF and \$258.6 M in Statutory Dedications from the Support Education in LA First Fund (\$104.1 M) and Lottery Proceeds Fund (\$154.5 M). HB 1 includes an adjustment of \$9.8 M for an anticipated increase of 2,786 students. This is offset by a reduction of \$7.4 M in one time expenses associated with the assistance provided to school districts impacted by the floods of August 2016 in the current year. The net increase for the FY 19 MFP is \$2.3 M. Additionally, there is a \$13.1 M MOF swap replacing SGF with Statutory Dedications due to an increase in SELF funds (\$3 M) and Lottery Proceeds Fund (\$10.1 M) based on the most recent REC forecast. The FY 19 recommended funding totals \$3.720 B; \$3,448.2 M SGF, \$164.6 M Lottery Proceeds Fund and \$107.2 M SELF Fund.

Department of Education - FY 19 funding totals \$1,607.4 M (\$99.8 M SGF, \$253.9 M IAT, \$52.2 M SGR, \$15.1 M Statutory Dedications and \$1,186.4 M Federal). This represents a net decrease of \$19.9 M. Significant SGF reductions include the elimination of funding for non-public schools totaling \$16 M and a 24.2 % reduction to discretionary SGF of \$26.8 M. The LDE indicates significant position reductions of approximately 150 would require the department to cease all operations other than the School Food and Child Care Development initiative. There would be reductions to the public and private LA4 preschool program, reducing the number of slots by about 2,700. Finally, the reduction would eliminate funding for the Early Childhood federal

grant, resulting in the loss of approximately \$12.5 M in federal funding. Funding for the Recovery School District Instructional Program is being reduced \$8.7 M (\$6.9 M IAT and \$1.8 M SGR) pursuant to Act 91 which transfers 38 charter schools back to the authority of the Orleans Parish School Board effective 7/1/18. Federal funding from the Child Care Development Fund increases by approximately \$40 M due to an increase in the FY 19 federal award amount.

HB 35 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$26.8 M.

Higher Education - HB 1 appropriates \$2,582.3 M, reflecting a net decrease of \$134.9 M. Reductions include \$147.9 M SGF, \$3.5 M Statutory Dedications, and \$886 K IAT; other means of financing was increased by \$17.3 M (\$17.1 M SGR and \$201,800 Federal).

Significant SGF reductions include \$96.1 M to be allocated to the funding formula institutions excluding the LSU Health Sciences Centers in New Orleans and Shreveport. Reductions will not be applied to the LA Student Tuition Assistance and Revenue Trust (START) Program savings account, the Go Grants program, and the Taylor Opportunity Program for Students (TOPS). The Board of Regents will spread this reduction using their funding formula in June, however, as an illustrative example, this reduction will reduce each institutions' SGF by approximately 18.3%.

Taylor Opportunity Program for Students (TOPS) - SGF was reduced \$55.6 M bringing the total funding for the TOPS program to \$235.6 M, or \$58.9 M (20.2%) less than the total FY 19 need (\$294.6 M). *GO Grants* remain funded at the standstill level of \$26.4 M.

HB 35 Supplemental Appropriation restores \$70.4 M of the 10.8% discretionary SGF reduction (\$96.1 M) for formula institutions and \$29.5 M in SGF for the Taylor Opportunity Program for Students (TOPS). This will bring TOPS funding to 90% of total FY 19 need, and will appropriate \$956.9 B in SGF to Higher Education, which is \$48.1 M less than the FY 18 EOB.

JUDICIARY

The FY 19 budget totals \$128.7 M (\$109.1 M SGF, \$9.4 M IAT, and \$10.2 M Statutory Dedications) reflecting a 28% SGF reduction totaling \$42.4 M. The LA Supreme Court reports that of the existing budget, some \$99 M is non-discretionary spending. As a result, this reduction would eliminate all funding for the Court Appointed Special Advocates program (CASA), Drug Courts, Family in Need of Services programs (FINS) and the Protective Registry. Furthermore, at this level of funding there would be a 51% reduction in personnel services.

HB 34 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$34.8 M and the 5% reduction proposed in the Executive Budget recommendation of \$7.5 M.

LEGISLATURE

The FY 19 budget totals \$77.9 M, reflecting a 28% SGF reduction totaling \$17.4 M. The LFO has no impact analysis at this time.

HB 33 Supplemental Appropriation restores the 24.2% discretionary SGF reduction of \$16.4 M as well as \$1.1 M to restore the 5% reduction as proposed in the Executive Budget recommendation.

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
GRAND TOTAL - Statewide Budget					
STATE GENERAL FUND (Direct):	\$9,118,192,417	\$9,461,355,579	\$9,026,902,974	-\$434,452,605	-4.6%
STATE GENERAL FUND BY:					
Interagency Transfers	1,473,219,739	1,669,238,582	1,578,333,147	-90,905,435	-5.4%
Fees & Self-gen Revenues	3,992,697,034	4,258,331,216	4,347,872,164	89,540,948	2.1%
Statutory Dedications	3,847,634,989	4,245,215,405	4,293,311,888	48,096,483	1.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,158,961,894	13,820,229,271	13,667,413,759	-152,815,512	-1.1%
	<u>\$29,590,706,073</u>	<u>\$33,454,370,053</u>	<u>\$32,913,945,622</u>	<u>-\$540,424,431</u>	<u>-1.6%</u>
T.O.	32,908	32,984	33,356	372	1.1%
Other Charges Positions	7	1,914	1,828	-86	-4.5%
STATE FUNDS (excludes Federal):	\$18,431,744,179	\$19,634,140,782	\$19,250,420,173	-\$387,608,919	-2.0%

General Appropriation Bill

STATE GENERAL FUND (Direct):	\$8,417,605,102	\$8,737,948,098	\$8,278,769,083	(\$459,179,015)	(5.3%)
STATE GENERAL FUND BY:					
Interagency Transfers	750,821,733	972,183,531	939,576,934	(32,606,597)	(3.4%)
Fees & Self-gen Revenues	2,446,979,079	2,680,718,457	2,692,556,836	11,838,379	0.4%
Statutory Dedications	2,741,325,993	2,930,111,095	2,931,744,471	1,633,376	0.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,025,618,424	13,757,516,271	13,594,071,959	(163,444,312)	(1.2%)
	<u>\$25,382,350,331</u>	<u>\$29,078,477,452</u>	<u>\$28,436,719,283</u>	<u>(\$653,864,527)</u>	<u>(2.2%)</u>
T.O.	31,754	31,828	32,148	318	1.0%
Other Charges Positions	7	1,905	1,819	-86	

01 Executive

STATE GENERAL FUND (Direct):	\$125,404,330	\$152,107,148	\$112,375,880	-\$39,731,268	(26.1%)
STATE GENERAL FUND BY:					
Interagency Transfers	81,236,562	78,957,393	70,707,654	-8,249,739	(10.4%)
Fees & Self-gen Revenues	134,970,594	135,778,210	136,992,561	1,214,351	0.9%
Statutory Dedications	117,751,347	151,162,207	152,606,690	1,444,483	1.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,225,129,335	2,060,628,807	2,029,176,017	-31,452,790	(1.5%)
	<u>\$1,684,492,168</u>	<u>\$2,578,633,765</u>	<u>\$2,501,858,802</u>	<u>-\$76,774,963</u>	<u>(3.0%)</u>
T.O.	1,923	1,970	1,990	20	1.0%
Other Charges Positions	0	361	354	-7	

03 Veterans Affairs

STATE GENERAL FUND (Direct):	\$4,995,855	\$5,476,292	\$4,389,325	-\$1,086,967	(19.8%)
STATE GENERAL FUND BY:					
Interagency Transfers	1,583,991	2,835,433	2,349,822	-485,611	(17.1%)
Fees & Self-gen Revenues	16,432,247	16,824,961	17,256,667	431,706	2.6%
Statutory Dedications	442,633	115,528	115,528	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	38,726,103	43,052,865	45,597,601	2,544,736	5.9%
	<u>\$62,180,829</u>	<u>\$68,305,079</u>	<u>\$69,708,943</u>	<u>\$1,403,864</u>	<u>2.1%</u>
T.O.	840	842	843	1	0.1%
Other Charges Positions	0	0	0	0	

04 State

STATE GENERAL FUND (Direct):	\$51,906,517	\$53,158,836	\$49,685,158	-\$3,473,678	(6.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	210,991	221,500	227,500	6,000	2.7%
Fees & Self-gen Revenues	25,582,628	27,400,550	27,605,679	205,129	0.7%
Statutory Dedications	9,894	113,078	6,002,565	5,889,487	5208.3%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$77,710,030</u>	<u>\$80,893,964</u>	<u>\$83,520,902</u>	<u>\$2,626,938</u>	<u>3.2%</u>
T.O.	313	314	311	-3	(1.0%)
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
04b Justice					
STATE GENERAL FUND (Direct):	\$6,813,770	\$19,387,540	\$12,609,979	-\$6,777,561	(35.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	24,287,009	26,167,329	23,500,587	-2,666,742	(10.2%)
Fees & Self-gen Revenues	4,294,420	6,866,714	6,816,714	-50,000	(0.7%)
Statutory Dedications	15,114,346	15,618,642	16,721,205	1,102,563	7.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	5,699,017	7,515,430	7,075,021	-440,409	(5.9%)
	<u>\$56,208,562</u>	<u>\$75,555,655</u>	<u>\$66,723,506</u>	<u>-\$8,832,149</u>	<u>(11.7%)</u>
T.O.	489	483	482	-1	(0.2%)
Other Charges Positions	0	1	1	0	
04 Lieutenant Governor					
STATE GENERAL FUND (Direct):	\$990,941	\$1,047,280	\$870,928	-\$176,352	(16.8%)
STATE GENERAL FUND BY:					
Interagency Transfers	462,520	672,296	672,296	0	0.0%
Fees & Self-gen Revenues	0	10,000	10,000	0	0.0%
Statutory Dedications	0	0	0	0	
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,339,115	5,488,059	5,488,059	0	0.0%
	<u>\$5,792,576</u>	<u>\$7,217,635</u>	<u>\$7,041,283</u>	<u>-\$176,352</u>	<u>(2.4%)</u>
T.O.	7	7	7	0	0.0%
Other Charges Positions	0	8	8	0	
04 Treasury					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	1,488,676	1,686,944	1,686,944	0	0.0%
Fees & Self-gen Revenues	8,134,796	8,900,948	9,140,969	240,021	2.7%
Statutory Dedications	353,768	811,455	811,455	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$9,977,240</u>	<u>\$11,399,347</u>	<u>\$11,639,368</u>	<u>\$240,021</u>	<u>2.1%</u>
T.O.	54	54	54	0	0.0%
Other Charges Positions	0	0	0	0	
04E Public Service Commission					
STATE GENERAL FUND (Direct):	\$0	\$66,396	\$0	-\$66,396	(100.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	8,485,175	9,704,443	9,722,536	18,093	0.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$8,485,175</u>	<u>\$9,770,839</u>	<u>\$9,722,536</u>	<u>-\$48,303</u>	<u>(0.5%)</u>
T.O.	99	99	97	-2	(2.0%)
Other Charges Positions	0	0	0	0	
04F Agriculture & Forestry					
STATE GENERAL FUND (Direct):	\$23,662,794	\$25,275,042	\$15,942,539	-\$9,332,503	(36.9%)
STATE GENERAL FUND BY:					
Interagency Transfers	1,595,571	686,125	680,206	-5,919	(0.9%)
Fees & Self-gen Revenues	6,506,357	7,029,476	7,709,309	679,833	9.7%
Statutory Dedications	31,182,626	34,115,006	35,175,539	1,060,533	3.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,470,804	10,584,973	10,009,973	-575,000	(5.4%)
	<u>\$69,418,152</u>	<u>\$77,690,622</u>	<u>\$69,517,566</u>	<u>-\$8,173,056</u>	<u>(10.5%)</u>
T.O.	563	563	562	-1	(0.2%)
Other Charges Positions	0	27	4	-23	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
04 Insurance					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	26,647,792	28,658,984	29,342,980	683,996	2.4%
Statutory Dedications	1,381,529	1,738,353	1,817,750	79,397	4.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	717,560	716,006	717,475	1,469	0.2%
	<u>\$28,746,881</u>	<u>\$31,113,343</u>	<u>\$31,878,205</u>	<u>\$764,862</u>	<u>2.5%</u>
T.O.	225	222	222	0	0.0%
Other Charges Positions	0	0	0	0	
05 Economic Development					
STATE GENERAL FUND (Direct):	\$14,954,842	\$14,373,495	\$14,590,622	\$217,127	1.5%
STATE GENERAL FUND BY:					
Interagency Transfers	1,107,965	680,546	0	-680,546	(100.0%)
Fees & Self-gen Revenues	2,895,075	17,868,712	5,064,807	-12,803,905	(71.7%)
Statutory Dedications	18,167,538	20,122,222	16,772,483	-3,349,739	(16.6%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	2,937,033	8,046,476	2,976,020	-5,070,456	(63.0%)
	<u>\$40,062,453</u>	<u>\$61,091,451</u>	<u>\$39,403,932</u>	<u>-\$21,687,519</u>	<u>(35.5%)</u>
T.O.	113	113	113	0	0.0%
Other Charges Positions	0	0	0	0	
06 Culture, Recreation & Tourism					
STATE GENERAL FUND (Direct):	\$34,108,179	\$31,480,277	\$24,117,432	-\$7,362,845	(23.4%)
STATE GENERAL FUND BY:					
Interagency Transfers	5,140,718	12,123,852	8,528,705	-3,595,147	(29.7%)
Fees & Self-gen Revenues	24,517,122	32,754,468	29,152,703	-3,601,765	(11.0%)
Statutory Dedications	7,012,304	10,630,673	10,924,422	293,749	2.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,832,308	7,530,092	7,538,297	8,205	0.1%
	<u>\$75,610,631</u>	<u>\$94,519,362</u>	<u>\$80,261,559</u>	<u>-\$14,257,803</u>	<u>(15.1%)</u>
T.O.	616	581	572	-9	(1.5%)
Other Charges Positions	0	27	24	-3	
07 Transportation & Development					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	3,922,181	8,910,000	15,242,612	6,332,612	71.1%
Fees & Self-gen Revenues	22,769,329	28,672,415	28,182,415	-490,000	(1.7%)
Statutory Dedications	515,630,877	571,055,043	562,011,094	-9,043,949	(1.6%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	15,733,689	32,420,794	24,632,793	-7,788,001	(24.0%)
	<u>\$558,056,076</u>	<u>\$641,058,252</u>	<u>\$630,068,914</u>	<u>-\$10,989,338</u>	<u>(1.7%)</u>
T.O.	4,253	4,258	4,260	2	0.0%
Other Charges Positions	0	0	0	0	
08 DPSC Corrections Services					
STATE GENERAL FUND (Direct):	\$476,437,296	\$490,875,885	\$472,994,897	-\$17,880,988	(3.6%)
STATE GENERAL FUND BY:					
Interagency Transfers	8,321,699	14,837,938	14,837,938	0	0.0%
Fees & Self-gen Revenues	35,521,228	46,352,374	48,278,011	1,925,637	4.2%
Statutory Dedications	1,379,062	54,000	1,014,000	960,000	1777.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	787,487	2,230,697	2,230,697	0	0.0%
	<u>\$522,446,772</u>	<u>\$554,350,894</u>	<u>\$539,355,543</u>	<u>-\$14,995,351</u>	<u>(2.7%)</u>
T.O.	4,723	4,748	4,889	141	3.0%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
08 DPSC Public Safety Services					
STATE GENERAL FUND (Direct):	\$6,601,728	\$19,410,048	\$0	-\$19,410,048	(100.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	26,019,771	38,286,509	38,258,311	-28,198	(0.1%)
Fees & Self-gen Revenues	176,173,487	179,276,430	200,340,673	21,064,243	11.7%
Statutory Dedications	184,669,327	188,422,671	182,809,115	-5,613,556	(3.0%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	19,997,935	48,544,162	47,941,431	-602,731	(1.2%)
	\$413,462,248	\$473,939,820	\$469,349,530	-\$4,590,290	(1.0%)
T.O.	2,514	2,572	2,583	11	0.4%
Other Charges Positions	0	0	0	0	
08 DPSC Youth Services					
STATE GENERAL FUND (Direct):	\$100,675,723	\$109,587,852	\$73,731,503	-\$35,856,349	(32.7%)
STATE GENERAL FUND BY:					
Interagency Transfers	8,971,201	11,959,959	11,959,959	0	0.0%
Fees & Self-gen Revenues	473,076	775,487	775,487	0	0.0%
Statutory Dedications	145,022	149,022	149,022	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	593,769	908,006	891,796	-16,210	(1.8%)
	\$110,858,791	\$123,380,326	\$87,507,767	-\$35,872,559	(29.1%)
T.O.	1,001	944	830	-114	(12.1%)
Other Charges Positions	7	7	7	0	
09 Health					
STATE GENERAL FUND (Direct):	\$2,390,817,265	\$2,415,119,251	\$2,432,660,950	\$17,541,699	0.7%
STATE GENERAL FUND BY:					
Interagency Transfers	283,768,736	306,924,794	319,674,708	12,749,914	4.2%
Fees & Self-gen Revenues	437,362,503	510,154,478	464,621,396	-45,533,082	(8.9%)
Statutory Dedications	852,900,036	842,350,843	882,521,446	40,170,603	4.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	7,929,824,440	9,519,368,265	9,362,842,628	-156,525,637	(1.6%)
	\$11,894,672,980	\$13,593,917,631	\$13,462,321,128	-\$131,596,503	(1.0%)
T.O.	5,732	5,794	6,061	267	4.6%
Other Charges Positions	0	1,421	1,368	-53	
10 Children & Family Services					
STATE GENERAL FUND (Direct):	\$160,516,303	\$174,260,354	\$157,664,901	-\$16,595,453	(9.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	11,783,308	50,095,291	26,899,733	-23,195,558	(46.3%)
Fees & Self-gen Revenues	10,647,150	17,937,760	18,392,610	454,850	2.5%
Statutory Dedications	4,789,525	481,227	477,047	-4,180	(0.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	396,832,782	534,190,531	540,076,895	5,886,364	1.1%
	\$584,569,068	\$776,965,163	\$743,511,186	-\$33,453,977	(4.3%)
T.O.	3,447	3,445	3,506	61	1.8%
Other Charges Positions	0	0	0	0	
11 Natural Resources					
STATE GENERAL FUND (Direct):	\$10,068,629	\$9,421,017	\$7,306,678	-\$2,114,339	(22.4%)
STATE GENERAL FUND BY:					
Interagency Transfers	8,390,842	8,992,160	8,816,870	-175,290	(1.9%)
Fees & Self-gen Revenues	167,307	318,639	318,639	0	0.0%
Statutory Dedications	19,691,203	29,764,163	29,444,336	-319,827	(1.1%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,646,883	7,765,301	7,258,917	-506,384	(6.5%)
	\$44,964,864	\$56,261,280	\$53,145,440	-\$3,115,840	(5.5%)
T.O.	331	321	312	-9	(2.8%)
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
12 Revenue					
STATE GENERAL FUND (Direct):	\$12,040,331	\$33,892,165	\$0	-\$33,892,165	(100.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	219,816	285,000	285,000	0	0.0%
Fees & Self-gen Revenues	75,222,816	67,107,815	99,436,116	32,328,301	48.2%
Statutory Dedications	571,049	543,583	550,000	6,417	1.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$88,054,012	\$101,828,563	\$100,271,116	-\$1,557,447	(1.5%)
T.O.	713	712	690	-22	(3.1%)
Other Charges Positions	0	15	15	0	
13 Environmental Quality					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	212,757	670,829	70,829	-600,000	(89.4%)
Fees & Self-gen Revenues	20,414	24,790	24,790	0	0.0%
Statutory Dedications	86,418,508	104,184,518	116,152,413	11,967,895	11.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	16,420,089	20,155,915	19,902,433	-253,482	(1.3%)
	\$103,071,768	\$125,036,052	\$136,150,465	\$11,114,413	8.9%
T.O.	684	698	702	4	0.6%
Other Charges Positions	0	0	0	0	
14 Workforce Commission					
STATE GENERAL FUND (Direct):	\$6,530,496	\$7,399,887	\$5,607,489	-\$1,792,398	(24.2%)
STATE GENERAL FUND BY:					
Interagency Transfers	4,122,803	6,595,050	4,559,450	-2,035,600	(30.9%)
Fees & Self-gen Revenues	102,000	272,219	272,219	0	0.0%
Statutory Dedications	99,263,838	110,634,234	111,288,610	654,376	0.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	140,182,037	165,586,651	160,205,804	-5,380,847	(3.2%)
	\$250,201,174	\$290,488,041	\$281,933,572	-\$8,554,469	(2.9%)
T.O.	929	925	921	-4	(0.4%)
Other Charges Positions	0	0	0	0	
16 Wildlife & Fisheries					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	2,980,111	12,006,202	12,527,226	521,024	4.3%
Fees & Self-gen Revenues	195,285	2,111,574	2,111,574	0	0.0%
Statutory Dedications	95,175,338	125,842,453	118,276,988	-7,565,465	(6.0%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	25,881,666	46,032,639	42,431,264	-3,601,375	(7.8%)
	\$124,232,400	\$185,992,868	\$175,347,052	-\$10,645,816	(5.7%)
T.O.	779	779	779	0	0.0%
Other Charges Positions	0	3	3	0	
17 Civil Service					
STATE GENERAL FUND (Direct):	\$4,909,967	\$5,326,196	\$4,230,555	-\$1,095,641	(20.6%)
STATE GENERAL FUND BY:					
Interagency Transfers	11,043,082	11,622,197	12,002,661	380,464	3.3%
Fees & Self-gen Revenues	930,192	1,232,825	1,341,590	108,765	8.8%
Statutory Dedications	2,035,763	2,233,801	2,334,588	-100,787	4.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$18,919,004	\$20,415,019	\$19,797,704	-\$617,315	(2.5%)
T.O.	171	171	172	1	0.6%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
19 Higher Education					
STATE GENERAL FUND (Direct):	\$907,215,046	\$1,004,971,363	\$857,067,290	-\$147,904,073	(14.7%)
STATE GENERAL FUND BY:					
Interagency Transfers	13,673,426	23,645,601	22,759,816	-885,785	(3.7%)
Fees & Self-gen Revenues	1,384,356,305	1,457,186,211	1,474,298,447	17,112,236	1.2%
Statutory Dedications	150,958,134	151,642,910	148,131,426	-3,511,484	(2.3%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	59,115,141	79,903,497	80,105,297	201,800	0.3%
	<u>\$2,515,318,052</u>	<u>\$2,717,349,582</u>	<u>\$2,582,362,276</u>	<u>-\$134,987,306</u>	<u>(5.0%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
19 Special Schools & Comm.					
STATE GENERAL FUND (Direct):	\$38,747,769	\$42,044,885	\$32,985,806	-\$9,059,079	(21.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	23,547,398	26,067,815	28,731,884	2,664,069	10.2%
Fees & Self-gen Revenues	2,262,026	3,263,033	3,263,033	0	0.0%
Statutory Dedications	21,524,707	25,114,616	23,883,751	-1,230,865	(4.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	318,668	233,582	-85,086	(26.7%)
	<u>\$86,081,900</u>	<u>\$96,809,017</u>	<u>\$89,098,056</u>	<u>-\$7,710,961</u>	<u>(8.0%)</u>
T.O.	746	767	765	-2	(0.3%)
Other Charges Positions	0	35	35	0	
19 Education					
STATE GENERAL FUND (Direct):	\$3,535,662,196	\$3,604,419,133	\$3,548,079,695	-\$56,339,438	(1.6%)
STATE GENERAL FUND BY:					
Interagency Transfers	165,496,269	263,200,035	253,878,768	-9,321,267	(3.5%)
Fees & Self-gen Revenues	29,823,015	57,488,446	52,181,509	-5,306,937	(9.2%)
Statutory Dedications	295,881,619	273,809,800	286,979,044	13,169,244	4.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,115,567,496	1,146,171,841	1,186,383,363	40,211,522	3.5%
	<u>\$5,142,430,595</u>	<u>\$5,345,089,255</u>	<u>\$5,327,502,379</u>	<u>-\$17,586,876</u>	<u>(0.3%)</u>
T.O.	489	446	445	-1	(0.2%)
Other Charges Positions	0	0	0	0	
19E LSU Health Care Services Division					
STATE GENERAL FUND (Direct):	\$24,664,566	\$24,427,906	\$24,427,906	\$0	0.0%
STATE GENERAL FUND BY:					
Interagency Transfers	17,788,112	18,383,724	17,542,527	-841,197	(4.6%)
Fees & Self-gen Revenues	12,149,617	15,472,658	15,472,658	0	0.0%
Statutory Dedications	379,658	0	0	0	
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,954,212	4,800,336	4,800,336	0	0.0%
	<u>\$59,936,165</u>	<u>\$63,084,624</u>	<u>\$62,243,427</u>	<u>-\$841,197</u>	<u>(1.3%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
20 Other Requirements					
STATE GENERAL FUND (Direct):	\$479,880,559	\$494,419,850	\$427,429,550	-\$66,990,300	(13.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	43,446,218	45,669,009	43,174,928	-2,494,081	(5.5%)
Fees & Self-gen Revenues	8,822,298	10,978,280	14,153,280	3,175,000	28.9%
Statutory Dedications	210,011,167	259,696,604	215,051,418	-44,645,186	(17.2%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,229,523	5,556,260	5,556,260	0	0.0%
	<u>\$746,389,765</u>	<u>\$816,320,003</u>	<u>\$705,365,436</u>	<u>-\$110,954,567</u>	<u>(13.6%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
Other Appropriation Bills					
STATE GENERAL FUND (Direct):	\$215,724,762	\$215,503,900	\$233,762,516	\$18,258,616	8.5%
STATE GENERAL FUND BY:					
Interagency Transfers	722,398,006	697,055,051	642,756,213	(54,298,838)	(7.8%)
Fees & Self-gen Revenues	1,545,717,955	1,577,612,759	1,655,315,328	77,702,569	4.9%
Statutory Dedications	1,037,876,250	1,250,904,310	1,306,921,165	56,016,855	4.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
	<u>\$3,655,060,443</u>	<u>\$3,803,789,020</u>	<u>\$3,908,097,022</u>	<u>\$104,308,002</u>	<u>2.7%</u>
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	9	9	0	
21 Ancillary					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	472,741,656	646,285,095	620,178,520	-26,106,575	(4.0%)
Fees & Self-gen Revenues	1,432,734,451	1,506,664,222	1,572,404,098	65,739,876	4.4%
Statutory Dedications	101,352,668	151,000,000	151,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$2,006,828,775</u>	<u>\$2,303,949,317</u>	<u>\$2,343,582,618</u>	<u>\$39,633,301</u>	<u>1.7%</u>
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	9	9	0	
23 Judiciary					
STATE GENERAL FUND (Direct):	\$151,530,944	\$151,530,944	\$109,085,806	-\$42,445,138	(28.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	9,392,850	9,392,850	0	0.0%
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	7,291,250	10,240,925	10,240,925	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$158,822,194</u>	<u>\$171,164,719</u>	<u>\$128,719,581</u>	<u>-\$42,445,138</u>	<u>(24.8%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
24 Legislature					
STATE GENERAL FUND (Direct):	\$62,472,956	\$62,472,956	\$44,973,736	-\$17,499,220	(28.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	20,803,504	22,373,567	22,989,230	615,663	2.8%
Statutory Dedications	10,000,000	10,000,000	10,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$93,276,460</u>	<u>\$94,846,523</u>	<u>\$77,962,966</u>	<u>-\$16,883,557</u>	<u>(17.8%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
26 Capital Outlay Cash					
STATE GENERAL FUND (Direct):	\$1,720,862	\$1,500,000	\$79,702,974 *	\$78,202,974	5213.5%
STATE GENERAL FUND BY:					
Interagency Transfers	249,656,350	41,377,106	13,184,843	-28,192,263	(68.1%)
Fees & Self-gen Revenues	92,180,000	48,574,970	59,922,000	11,347,030	23.4%
Statutory Dedications	919,232,332	1,079,663,385	1,135,680,240	56,016,855	5.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,341,800	6,628,800	10.6%
	<u>\$1,396,133,014</u>	<u>\$1,233,828,461</u>	<u>\$1,357,831,857</u>	<u>\$124,003,396</u>	<u>10.1%</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

* State General Fund (Direct) Non-Recurring Revenues in FY 2019.

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
Non-Appropriated Requirements					
STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	(9,442,058)	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	(\$2,974,264)	(0.5%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

22 Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	-9,442,058	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	-\$2,974,264	(0.5%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	



John D. Carpenter
Legislative Fiscal Officer

STATE OF LOUISIANA
LEGISLATIVE FISCAL OFFICE
BATON ROUGE

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TO: The Honorable Taylor F. Barras, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: May 31, 2018

SUBJECT: House Rule 7.19, HB 1 Engrossed of the 2nd EOS of 2018

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. 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 on April 12, 2018, and affirmed on May 22, 2018, for FY 19 of \$8,947.2 M and for FY 20 of \$9,093.9 M, which equates to an increase of \$146.7 M in SGF revenue. The amount of one-time funds, as defined by HR 7.19, allowed to be appropriated in HB 1 for FY 19 expenditure is \$146.7 M. **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 20 Replacement Financing Decision List

There are no significant potential FY 20 financing replacements necessary as a result of the proposed FY 19 budget.

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



John D. Carpenter
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TO: The Honorable Taylor F. Barras, Speaker of the House of Representatives
Honorable Members of the House of Representatives

FROM: John D. Carpenter, Legislative Fiscal Officer
Evan J. Brasseaux, LFO Staff Director

DATE: May 31, 2018

SUBJECT: House Rule 7.19, HB 33 Engrossed of the 2nd EOS of 2018

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 Legislative Supplemental Appropriation bill appropriates one-time money. The Legislative Fiscal Office has determined there is no one-time money in HB 33 Engrossed.

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

EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 4/12/2018 and increased overall state tax revenue forecasts for the ensuing fiscal year (FY 19) by \$345.9 M relative to the forecast in place from 12/14/2017. The revenue forecast upgrade is largely attributable to greater than expected personal income tax collections resulting from recently enacted federal tax law changes that will reduce the state deduction for federal tax liabilities, as well as the state deduction for excess federal itemized deductions. A higher oil price projection also contributed to the forecast upgrade. However, a significant fall in forecasts from FY 18 to FY 19 of \$641.2 M still exists, and largely reflects the expiration of a 1% sales tax rate and base broadening at the end of FY 18.

Largely due to two factors, the forecast for the current fiscal year (FY 18) was actually decreased by \$6.5 M from the December forecast. First, an administrative decision to eliminate the advance payment of a hospital lease payment reduced receipts expected late in FY 18. This is a one-time adjustment, affecting FY 18 only. Second, an allocation to the New Opportunities Waiver program was approved at this latest REC meeting. Upgrades to expected income and severance tax receipts, as well as a substitution of funds for the Budget Stabilization Fund, were sufficient to make the net forecast decrease slightly. While the April forecast for FY 18 was decreased from the December forecast, the April forecast is still \$146.4 M higher than the forecast utilized to fund the current year budget.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are now forecast to stay near the new higher current forecast but are highly uncertain and dependent on a producing country agreement to restrain production and a rare period of economic growth synchronization across major world economies. In addition, while the U.S. economy has continued to exhibit modest strength in metrics such as employment, growth in wages and inflation have only just started to exhibit upward movement above long running rates. State employment stopped declining in August 2016 but has exhibited negligible positive employment growth since then, with consequently only modest responsiveness of baseline state tax receipts.

FY 19 Expenditures

The FY 19 Executive Budget decreases \$1,840,872,706 from the FY 18 Existing Operating Budget (EOB) as of 12/1/2017. The total decrease is comprised of \$506,691,320 SGF; \$48,127,954 IAT; \$37,365,954 SGR; \$101,398,622 Statutory Dedications; and \$1,147,288,856 in Federal funds.

Pursuant to the LA Constitution, Article 7, Section 11.A, appropriations from the state general fund and dedicated funds shall not exceed the official forecast of the REC. The reduction in funds available for appropriation is due primarily to the expiration of temporary revenue generating measures expiring on 6/30/2018. Accordingly, HB 1 Engrossed contains significant reductions to the state’s general operating budget, some of which were necessary to fund new or expanded expenditure obligations reflected in Table 1 below.

TABLE 1

New Major Expenditures (SGF Only)		
Agency	Expenditure	Amount (in millions)
Statewide	Civil Service Pay Plan	\$36.1
Secretary of State	New election system equipment	\$3.0
	Election expenses	\$1.6
	Registrar of Voter personnel costs	\$0.2
Corrections Services	Raymond Laborde Correctional Facility reception center	\$0.7
Health	MCO adjustment (PMPM payment)	\$156.5
	ELMHS Cooper Jackson settlement agreement	\$10.1
Children & Family Services	Integrated Eligibility IT project	\$4.9
	Child Welfare Reporting System IT project	\$6.9
	State Central Registry (Act 348 of 2017)	\$2.4
Economic Development	Debt Service	\$16.3
TOTAL		\$238.7

Per the revised revenue forecast of 4/12/2018, the House Appropriations Committee (HAC) restored \$988.1 M to the operating budget including \$343.9 M SGF, \$120.8 M SGR, \$69.9 M Statutory Dedications, and \$455.8 M Federal Funds. HAC utilized \$246.3 M SGF to restore funding to TOPS and GO Grants to FY 18 EOB levels. The remaining \$97.6 M was allocated to other restorations including Elderly Affairs (\$1.5 M), Corrections Services (\$1.4 M), Office of Juvenile Justice (\$10.7 M), Department of Health (\$57.9), Workforce Commission (\$1 M), Scholarship for Educational Excellence Program (vouchers \$2.7 M), Non-public education support (\$7.7 M), Board of Regents (\$2 M), Local Housing of Adult Offenders (\$14.6 M), and District Attorneys (\$20.3 M). Further offsets to these increases included means of financing substitutions for the Minimum Foundation Program (\$10.1 M) and reduction of excess budget authority for the Department Children & Family Services (\$12.3 M).

FY 19 Departmental Overviews

Civil Service Pay Raise - In June 2017, the State Civil Service Commission adopted and the Governor approved a "Compensation Redesign" package regarding pay and pay schedules. The major components of the plan consisted of a 2% increase for eligible employees, pay increases for employees below new minimums, market rate adjustments and performance pay. Finally, the plan abolished the existing annual performance/merit adjustment rule. Portions of the plan were implemented in FY 18 (effective January 2018), with full implementation to take effect in FY 19. Funding in HB 1 Engrossed for the plan totals \$85.4 M; \$36.1 M or 42.2% of which is SGF. The SGF adjustments include \$13.5 M (\$30.7 total MOF) to annualize 2% pay raises given in January 2018 and reclassification expenditures from FY 18 and \$22.6 M (\$54.7 M total MOF) for market rate adjustments effective 7/15/2018.

GENERAL GOVERNMENT OVERVIEW

Governor's Office of Homeland Security & Emergency Preparedness – HB 1 Engrossed appropriates a total budget of \$983.5 M, reflecting a total decrease of \$23.7 M (including reductions of \$20.6 M SGF and \$5.1 M IAT and offset by increases of \$1.5 M Statutory Dedications – State Emergency Response Fund and LA Interoperability Communication Fund and \$526,567 Federal funds). Significant adjustments include non-recurring one-time or expiring expenditures totaling \$8.68 M (\$3.54 M SGF, and \$5.14 M IAT) related to restocking disaster emergency supplies, interoperability build out of the National Public Safety Broadband Network, FEMA debt payments and state cost share of Public Assistance expenditures related to the 2016 flood events; providing \$4.7 M SGF for replacement of communications hardware, conversion of deployable trailers to repeater packages, purchase of software and mobile device licenses and acquisition of one server; providing \$1.025 M (\$25,000 SGF and \$1 M Statutory Dedications – State Emergency Response Fund) to support potential non-federally declared disasters and emergency response efforts; providing \$3.45 M for the 4th FEMA debt repayment related to multiple disasters and hazard mitigation audits; reducing \$4 M SGF for the 2nd of 5 installment payments to FEMA for the state's cost share of the August 2016 flood event; and, elimination of \$21.2 M in outstanding FEMA debt payments for FY 19 (see below).

The Commissioner of Administration testified before the Joint Legislative Committee on the Budget (JLCB) at its meeting on 1/22/2018, that the governor will seek to utilize approximately \$46 M of excess funds recognized for FY 18 by the REC in December 2017 to prepay FEMA debt payments for FY 19 and FY 20. If the legislature agrees to this plan, debt payments from the SGF in those fiscal years will decrease accordingly and offset the need to make additional SGF reductions in other areas of state government. To the extent this use of excess funds is not approved, the legislature will have to restore \$21.2 M SGF to GOHSEP's FY 19 operating budget for FEMA debt payments.

LA Public Defender Board (LPDB) – LPDB realizes a 3.7% net increase of \$1.29 M from the EOB, including an increase of \$1.3 M in Statutory Dedications and offsetting decreases in IAT (\$25 K) and SGR (\$25 K). The most significant adjustment is an increase of \$1.34 M in the LA Public Defender Fund for representation of those inmates sentenced to life without parole as a juvenile that may now be eligible for parole as a result of the U.S. Supreme Court decision in *Miller v Alabama*.

Department of Veterans Affairs – Realizes a 3.8% overall increase of \$2.6 M and 1 position from the EOB, of which \$2.5 M is federal funds associated with increased direct care staffing costs and the decentralization of pharmacy operations. The net increase of 1 position is a result of 11 new direct care positions at the homes in Jennings (5), Bossier City (2), and Reserve (4), as well as the elimination of 10 positions at the LA War Veterans Home in Jackson corresponding with the elimination of 32 beds to align with

new utilization projections. Also included in HB 1 Engrossed is an overall net federal funds increase for the decentralization of pharmacy operations in the veteran's homes. Pharmacy operations will be decentralized from the home in Reserve and the homes in Monroe, Jennings, and Bossier City will bring pharmacy services in-house.

DOTD – HB 1 Engrossed appropriates a total budget of \$636.4 M, reflecting a total decrease of \$4.7 M (including reductions of \$490,000 SGR, \$2.74 M Statutory Dedications and \$7.79 M Federal while offset by an increase of \$6.33 M IAT). Significant adjustments include an increase of \$2.04 M (\$2.02 M IAT and \$0.25 M Statutory Dedications) for Topographic Mapping (see below); and elimination of a \$300,000 appropriation from the statutorily dedicated Geaux Pass Transition Fund as the balance is depleted - these funds were used to provide for enhanced grass cutting and maintenance around the Crescent City Connection Bridge.

Topographic Mapping: The FY 19 budget consolidates statewide topographic mapping functions and governmental services under DOTD operations. The budget recommends a total increase of \$4.1 M (including \$1.1 SGF, \$2.02 M IAT, \$39,746 SGR, \$795,599 Statutory Dedications and \$111,687 Federal) and 2 positions. Removing the double-counted IAT from the overall increase, participating agencies were provided with approximately \$2 M to transfer to DOTD for statewide topographic mapping expenditures. DOTD's total projected expenditures for topographic mapping services in FY 19 are approximately \$3.3 M. The positions added are a pilot and IT GIS Support Analyst. Agencies utilizing the consolidated mapping services include: Division of Administration, Office of Community Development, Coastal Protection & Restoration Authority, Governor's Office of Homeland Security & Emergency Preparedness, Military Affairs, Agriculture & Forestry, Economic Development, Culture Recreation & Tourism, Office of State Police, Department of Health, Children & Family Services, Natural Resources, Environmental Quality, Wildlife & Fisheries, and Education.

DPS&C - Corrections Services – Corrections Services realizes a 0.6% increase of \$3 M SGF in HB 1 Engrossed above the EOB SGF base of \$490.9 M. The department realizes a net total funds increase of \$5.9 M, or 1.1%, above the base of \$554.4 M, including the aforementioned SGF increase. Significant adjustments include: \$2.6 M for a pay increase for Probation & Parole Agents (\$885,093 SGF, \$750,000 SGR, and \$960,000 Statutory Dedication – Adult Probation & Parole Officer Retirement Fund); a \$1.3 M SGF decrease to Winn Correctional Center, which will likely result in a lowering of the per diem paid to the private operator from the current rate of \$24.83; and a \$966,702 total increase for Allen Correctional Center to operate as a state facility (including an increase of \$1.06 M SGR offset by a decrease of \$94,891 SGF) along with a corresponding net increase of 139 positions. HB 1 Engrossed also converts 20 job appointments to classified positions for medical/case management purposes associated with the timely release of offenders and eliminates 29 positions department wide for a total net increase of 141 positions.

DPS&C - Public Safety Services – Public Safety Services realizes a 1.1% net decrease of \$5.1 M from the EOB, including decreases of \$19.4 M SGF, \$6.1 M Statutory Dedications, and \$602,731 Federal along with an offsetting increase of \$21.1 M SGR. HB 1 Engrossed includes elimination of all SGF in DPS. Of the \$19.4 M SGF reduction, \$14.4 M is a MOF substitution for SGR mostly derived from certificate of title fees. The remaining \$5 M reduction non-recurs funding for the state police training academy required by R.S. 47:1676E(1) through FY 18. Significant adjustments include a reduction of overtime expenditures in the Office of State Police (\$7.1 M SGR) and a 3% pay increase for state troopers (\$3.7 M SGR). The Office of State Fire Marshal is provided with an increase of 8 authorized T.O. positions associated with converting 8 existing job appointments.

DPS&C - Youth Services, Office of Juvenile Justice (OJJ) – OJJ realizes a 2.9% decrease of \$3.1 M SGF in HB 1 Engrossed below the EOB SGF base of \$109.6 M. The department realizes a net total funds decrease of \$3.1 M, or 2.5%, below the total funding base of \$123.4 M, including the aforementioned SGF decrease. HB 1 Engrossed non-recurs \$4.9 M SGF intended to equip and open the new Acadiana Center for Youth. **Note:** HB 1 Engrossed does not provide funds to open the new Acadiana Center for Youth. OJJ's FY 19 budget request included \$14.3 M SGF assuming the facility opens April 2018.

Department of Revenue – The Department of Revenue will realize a net funds decrease of \$2.9 M, or a 2.9% reduction from EOB, including a reduction of \$3.2 M SGF while being partially offset by increases of \$0.3 M SGR and \$6,400 Statutory Dedications. The SGF appropriation represents a 9.51% reduction to the EOB SGF base of \$33.9 M. Significant adjustments include: a reduction of \$1.8 M SGR and 22 positions, 4 of which are filled; and a \$2.3 M SGF reduction, comprised of a reduction of WAE or temporary personnel (up to 50 during annual peak between March and May), a reduction in State Reciprocal Program participation (\$204,000), a reduction of audit consulting services utilized (\$198,000), and a reduction of legal representation services utilized (\$202,000).

The department reports that the proposed reductions are not likely to be absorbed, and to an unknown extent will result in reduced speed of assistance with payments of taxpayer debt, answering technical questions, payment of refunds, processing of payments and returns, and in reduced collections from delinquent taxpayers. The reduction to State Reciprocal Program participation will result in no operational impact, as this debt recovery functionality is being folded into the integrated tax system, the costs of which will be offset by IAT charges from the Office of Technology Services.

Local Housing of Adult Offenders (LHOA) – LHOA realizes a 13.5% decrease of \$23.6 M SGF in HB 1 Engrossed below the EOB SGF base of \$175.2 M. HB 1 Engrossed includes \$3.7 M additional SGF expenditure authority to provide for additional offenders participating in transitional work programs based on current projects. Corrections Services indicates that the \$23.6 M SGF decrease will be absorbed through a combination of lowering the per diem rate paid to sheriffs and operators of transitional work programs, potentially eliminating payments to local sheriffs for parole holds and lowering the per diem rate paid to sheriffs and operators and work release/transitional housing programs. *Note:* The per diem rate is currently set in statute.

District Attorneys and Assistant District Attorneys – The District Attorneys and Assistant District Attorneys realize an 18.9% decrease of total appropriation authority, including a reduction of \$6 M SGF support. HB 1 Engrossed retains \$5.45 M in statutorily dedicated funding from the Video Draw Poker Device Fund (\$5.4 M) and the Pari-mutuel Live Racing Facility Gaming Control Fund (\$50,000). At this funding level each district attorney will receive the full annual base pay (\$50,000) as required by the constitution for elected officials, with the remaining funds used to make payments to the assistant district attorneys and possibly victim assistance coordinators. The recommended funding level is not sufficient to pay personal services costs for the full year at current staffing levels. The funding level provided would be sufficient to pay assistant district attorneys through 23 of 26 pay periods. To the extent that victim assistance coordinators are funded, funding available for assistant district attorneys would be reduced by an equal amount.

ELECTED OFFICIALS

Agriculture & Forestry (LDAF) – LDAF realizes a 7.2% net decrease of \$5.6 M from the EOB, including a decrease of \$6.1 M SGF and \$575 K Federal and partially offset by an increase of \$1 M Statutory Dedications. In FY 18, LDAF will make the final payments on existing debt service bonds, freeing up \$7.8 M of LA Agriculture & Finance Authority (LAFA) funds. These LAFA funds will offset the reduction in SGF by a means of financing substitution.

Justice – HB 1 Engrossed budgets \$70.3 M, reflecting a total decrease of \$5.2 M (\$3.2 M SGF, \$2.6 M IAT, \$50,000 SGR, \$440,409 Federal funds and an increase of \$1.1 M in Statutory Dedications). Significant adjustments include a 5% SGF reduction (\$869,649) and the elimination of excess budget authority in IAT revenues (\$2 M). Additionally, there is a reduction of \$2.6 M SGF, which was a one time funding offset to the transfer of fund balances from off-budget escrow accounts to the state general fund approved as part of the FY 18 budget. HAC amendments increased funding out of the Louisiana Fund by \$1.6 M for hardware and software associated with the tobacco tax stamp data collections.

State – HB 1 Engrossed totals \$84.1 M (\$56.2 M SGF, \$227 K IAT, \$27.6 M SGR, and \$113 K Statutory Dedications) reflecting a net increase of \$3.2 M. The majority of the increase is associated with elections expenses. This includes \$3 M for the department's initiative to replace outdated voting system equipment and \$1.6 M to fund increased election expenses associated with the Open Primary/Congressional, Open General/Congressional, and Municipal Primary and General elections.

Treasury – HB 1 Engrossed appropriates a total of \$11.6 M (\$1.68 M IAT, \$9.1 M SGR, and \$811,455 Statutory Dedications) reflecting a net increase of \$240,021. The Executive Budget recommendation included a 5% reduction to expenditures paid from SGR. Unexpended SGR by the Treasury reverts to the SGF at the close of the fiscal year. The Treasury has indicated that it intends to eliminate overtime payments during FY 19 as well as enacting other contract reductions and efficiency measures to absorb the proposed reduction. A HAC amendment restored \$300,000 SGR authority to provide for additional outreach and marketing efforts to return unclaimed property to rightful owners.

HEALTH

HB 1 Engrossed reduces overall funding in Medicaid by \$1.63 B (13.7%) in FY 19, from the EOB baseline of \$11.95 B to a recommended appropriation of \$10.3 B. The reduction in funding is largely the result of program reductions and eliminations, including a 45% cut in Disproportionate Share Hospital (DSH) payments for uncompensated care costs (UCC) from FY 18 base funding. DSH payments are largely paid to the partner hospitals.

Significant reductions reflected in the Medicaid budget with HAC amendments are a result of the Private Provider Program and eligibility group reductions/eliminations, and reductions in DSH funding (UCC Program). HAC amendments provided partial restorations for various programs and services. Two notable partial restorations include \$201 M (\$66.8 M Fees, \$135 M federal) in federal DSH cap reductions that is no longer projected to be reduced in FY 19, and \$290 M in total funding for various program restorations (Children's Choice waiver, Supports waiver, NOW waiver, Long Term Personal Care Services, and substance abuse treatment services).

Although the FY 19 budget reflects a significant net reduction in overall Medicaid funding, the budget includes various funding increases, including an adjustment that provides \$249 M in additional premium payments paid to Managed Care Organizations (MCO's). HAC amendments appropriated an additional \$14.4 M in funding for new waiver slots in FY 19 (LDH anticipates funding will provide home and community based services for an additional 650 new waiver slots). State match used for funding the new slots is revenue from the New Opportunities Waiver Fund. Additionally, HAC amendments provided \$13.12 M in funding for outpatient hospital rate increases, funded with state match from revenues in the Hospital Stabilization Fund.

Public/Private Partnership

HB 1 Engrossed almost entirely reduces supplemental funding for the partnership hospitals for FY 19. Approximately \$1.15 B in supplemental payments are budgeted for the partnerships in the current year (FY 18). Although the Executive Budget eliminated all supplemental funding for FY 19, HAC amendments partially restore \$5.7 M (\$2 M SGF) in DSH funding for the public partnership in Alexandria. The \$5.7 M partial restoration comprises approximately 12.3% of the Alexandria partnership hospital's FY 18 budget of \$46.1 M. The impact on specific services is not determinable at this time, however assumed to be significantly reduced.

In addition to Title 19 Medicaid claims payments, the Public Private Partnerships have been historically funded with both DSH and Upper Payment Limit (UPL) supplemental payments. Consequences of leaving the partnership hospitals unfunded for FY 19 are uncertain, although reducing almost all supplemental payments is anticipated to trigger clauses within cooperative endeavor agreements (CEAs) that may lead to termination of the partnerships. A notable effect of termination of the partnerships is a reduction in SGF revenues to the state, as a result of private partners no longer leasing public hospital facilities or equipment. Although HB 1 Engrossed *contemplates elimination of the majority of supplemental payments to the partnerships, SGF lease revenue from this source is still included in the REC forecast for FY 19.* Based on these assumptions, the REC would have to decrease forecasted revenues to account for any lost lease payments in FY 19 (current REC estimate totals \$160.5 M).

Medicaid Payment Liabilities

13th Checkwrite: HB 1 Engrossed does not provide funding for a Medicaid managed care checkwrite payment liability. Only 12 MCO checkwrites are provided in the budget for FY 19. The unfunded payment liability in FY 18 is approximately \$683 M total funding (\$146.5 M SGF). The cost of the 13th checkwrite if paid in future fiscal years depends on multiple factors, however the payment could be more than projected in FY 18 due to projected trend growth in Medicaid Managed Care for FY 19

Payment Reform: Information provided by the LDH indicates several payment reform initiatives within Medical Vendor Payments are anticipated to be implemented for FY 19. One initiative implements a pool payment methodology for both DSH payments and Supplemental UPL payments. The LFO has not received any additional information indicating the qualifying criteria for hospitals, nor the level of payments that an individual hospital provider may qualify to receive. **Note:** It is not anticipated that this initiative can fully be implemented in FY 19 based on the level of DSH funding allocated in the Executive Budget.

EDUCATION

Minimum Foundation Program (MFP) / Department of Education (DOE)

The Minimum Foundation Program (MFP) provides for an equitable distribution of state funds to local school districts. The MFP is the major source of state funding to local schools. For FY 18, the MFP is funded at \$3.717 B; \$3.458 B in SGF and \$258.6 M in Statutory Dedications from the Support Education in LA First Fund (\$104.1 M) and Lottery Proceeds Fund (\$154.5 M). The FY 19 Executive Budget includes an adjustment of \$9.8 M for an anticipated increase of 2,786 students. This is offset by a reduction of \$7.4 M in one time expenses associated with the assistance provided to school districts impacted by the floods of August 2016 in the current year. The net increase for the FY 19 MFP is \$2.3 M. Additionally, there is a \$13.1 M MOF swap replacing SGF with Statutory Dedications due to an increase in SELF funds (\$3 M) and Lottery Proceeds Fund (\$10.1 M) based on the most recent REC forecast. The FY 19 recommended funding totals \$3.720 B; \$3,448.2 M SGF, \$164.6 M Lottery Proceeds Fund and \$107.2 M SELF Fund.

Department of Education: FY 19 funding totals \$1.603 B (\$137.1 M SGF, \$253.6 M IAT, \$51.1 M SGR, \$15.1 M Statutory Dedications and \$1,146.1 B Federal funds). This represents a total reduction of \$23.8 M. HAC amendments restored 50% of funding for non-public schools which had been eliminated in the executive budget; including \$4.1 M for reimbursement of administrative expenses through the Required Services Program and \$3.5 M for supplemental payments for school lunch personnel through the School Lunch Salary Program. Funding for constitutionally mandated Textbook supplements remains funded at \$2.7 M. Additionally, HAC amendments added \$2.7 M for vouchers through the Scholarship for Educational Excellence Program (SSEP); FY 19 funding is \$42.6 M, a 7% increase over EOB. Finally, funding for the Recovery School District Instructional Program is being reduced \$10 M (\$6.9 M IAT and \$3.1 M SGR) pursuant to Act 91 which transfers 38 charter schools back to the authority of the Orleans Parish School Board effective 7/1/2018.

Higher Education

Higher Education: FY 19 funding is recommended at \$2.695 B, reflecting a net decrease of \$21.9 M. Reductions include \$23.9 M SGF, \$3.6 M Statutory Dedications, and \$886 K IAT; other means of financing was increased by \$6.5 M (\$6.3 M SGR and \$201,800 Federal funds).

HAC amendments restored SGF in the amount of \$233.3 M for the TOPS Program which had been funded solely with the statutorily dedicated TOPS Fund (\$58 M); this provides full funding for the program at the FY 18 EOB level (\$291.3 M). The additional restoration of \$13 M to GO Grants brings funding back to the \$26.4 M funding level in EOB. Additionally, HAC provided \$2 M to the Board of Regents for distribution to institutions for STEM programs. A \$25.7 M SGF reduction represents an average 3.5% prorated cut for institutions under the Higher Ed funding formula. Statutory dedication reductions (\$3.6 M) are based on the most recent REC forecasts.

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
GRAND TOTAL - Statewide Budget					
STATE GENERAL FUND (Direct):	\$9,118,192,417	\$9,461,355,579	\$8,947,200,000	-\$514,155,579	-5.4%
STATE GENERAL FUND BY:					
Interagency Transfers	1,473,219,739	1,669,238,582	1,562,811,790	-106,426,792	-6.4%
Fees & Self-gen Revenues	3,992,697,034	4,258,331,216	4,298,667,831	40,336,615	0.9%
Statutory Dedications	3,847,634,989	4,245,215,405	4,225,033,841	-20,181,564	-0.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,158,961,894	13,820,229,271	12,679,263,215	-1,140,966,056	-8.3%
	\$29,590,706,073	\$33,454,370,053	\$31,712,976,677	-\$1,741,393,376	-5.2%
T.O.	32,908	32,984	33,336	352	1.1%
Other Charges Positions	7	1,916	1,817	-99	-5.2%
STATE FUNDS (excludes Federal):	\$18,431,744,179	\$19,634,140,782	\$19,033,713,462	-\$600,427,320	-3.1%
General Appropriation Bill					
STATE GENERAL FUND (Direct):	\$8,417,605,102	\$8,737,948,098	\$8,231,256,778	(\$506,691,320)	(5.8%)
STATE GENERAL FUND BY:					
Interagency Transfers	750,821,733	972,183,531	924,055,577	(48,127,954)	(5.0%)
Fees & Self-gen Revenues	2,446,979,079	2,680,718,457	2,643,352,503	(37,365,954)	(1.4%)
Statutory Dedications	2,741,325,993	2,930,111,095	2,828,712,473	(101,398,622)	(3.5%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,025,618,424	13,757,516,271	12,610,227,415	(1,147,288,856)	(8.3%)
	\$25,382,350,331	\$29,078,477,452	\$27,237,604,746	(\$1,840,872,706)	(6.3%)
T.O.	31,754	31,828	32,148	320	1.0%
Other Charges Positions	7	1,907	1,808	-99	
01 Executive					
STATE GENERAL FUND (Direct):	\$125,404,330	\$152,107,148	\$128,972,899	-\$23,134,249	(15.2%)
STATE GENERAL FUND BY:					
Interagency Transfers	81,236,562	78,957,393	69,382,413	-9,574,980	(12.1%)
Fees & Self-gen Revenues	134,970,594	135,778,210	136,992,561	1,214,351	0.9%
Statutory Dedications	117,751,347	151,162,207	152,458,698	1,296,491	0.9%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,225,129,335	2,060,628,807	2,028,241,205	-32,387,602	(1.6%)
	\$1,684,492,168	\$2,578,633,765	\$2,516,047,776	-\$62,585,989	(2.4%)
T.O.	1,923	1,970	1,990	20	1.0%
Other Charges Positions	0	363	355	-8	
03 Veterans Affairs					
STATE GENERAL FUND (Direct):	\$4,995,855	\$5,476,292	\$5,592,418	\$116,126	2.1%
STATE GENERAL FUND BY:					
Interagency Transfers	1,583,991	2,835,433	2,349,822	-485,611	(17.1%)
Fees & Self-gen Revenues	16,432,247	16,824,961	17,256,667	431,706	2.6%
Statutory Dedications	442,633	115,528	115,528	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	38,726,103	43,052,865	45,597,601	2,544,736	5.9%
	\$62,180,829	\$68,305,079	\$70,912,036	\$2,606,957	3.8%
T.O.	840	842	843	1	0.1%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
04	State					
	STATE GENERAL FUND (Direct):	\$51,906,517	\$53,158,836	\$56,170,048	\$3,011,212	5.7%
	STATE GENERAL FUND BY:					
	Interagency Transfers	210,991	221,500	227,500	6,000	2.7%
	Fees & Self-gen Revenues	25,582,628	27,400,550	27,605,679	205,129	0.7%
	Statutory Dedications	9,894	113,078	113,078	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$77,710,030</u>	<u>\$80,893,964</u>	<u>\$84,116,305</u>	<u>\$3,222,341</u>	<u>4.0%</u>
	T.O.	313	314	311	-3	(1.0%)
	Other Charges Positions	0	0	0	0	
04b	Justice					
	STATE GENERAL FUND (Direct):	\$6,813,770	\$19,387,540	\$16,210,485	-\$3,177,055	(16.4%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	24,287,009	26,167,329	23,500,587	-2,666,742	(10.2%)
	Fees & Self-gen Revenues	4,294,420	6,866,714	6,816,714	-50,000	(0.7%)
	Statutory Dedications	15,114,346	15,618,642	16,721,205	1,102,563	7.1%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	5,699,017	7,515,430	7,075,021	-440,409	(5.9%)
		<u>\$56,208,562</u>	<u>\$75,555,655</u>	<u>\$70,324,012</u>	<u>-\$5,231,643</u>	<u>(6.9%)</u>
	T.O.	489	483	482	-1	(0.2%)
	Other Charges Positions	0	1	1	0	
04	Lieutenant Governor					
	STATE GENERAL FUND (Direct):	\$990,941	\$1,047,280	\$1,057,187	\$9,907	0.9%
	STATE GENERAL FUND BY:					
	Interagency Transfers	462,520	672,296	672,296	0	0.0%
	Fees & Self-gen Revenues	0	10,000	10,000	0	0.0%
	Statutory Dedications	0	0	0	0	
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	4,339,115	5,488,059	5,488,059	0	0.0%
		<u>\$5,792,576</u>	<u>\$7,217,635</u>	<u>\$7,227,542</u>	<u>\$9,907</u>	<u>0.1%</u>
	T.O.	7	7	7	0	0.0%
	Other Charges Positions	0	8	8	0	
04	Treasury					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	1,488,676	1,686,944	1,686,944	0	0.0%
	Fees & Self-gen Revenues	8,134,796	8,900,948	9,140,969	240,021	2.7%
	Statutory Dedications	353,768	811,455	811,455	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$9,977,240</u>	<u>\$11,399,347</u>	<u>\$11,639,368</u>	<u>\$240,021</u>	<u>2.1%</u>
	T.O.	54	54	54	0	0.0%
	Other Charges Positions	0	0	0	0	
04E	Public Service Commission					
	STATE GENERAL FUND (Direct):	\$0	\$66,396	\$0	-\$66,396	(100.0%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	0	0	0	
	Fees & Self-gen Revenues	0	0	0	0	
	Statutory Dedications	8,485,175	9,704,443	9,722,536	18,093	0.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$8,485,175</u>	<u>\$9,770,839</u>	<u>\$9,722,536</u>	<u>-\$48,303</u>	<u>(0.5%)</u>
	T.O.	99	99	97	-2	(2.0%)
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
04F Agriculture & Forestry					
STATE GENERAL FUND (Direct):	\$23,662,794	\$25,275,042	\$19,165,693	-\$6,109,349	(24.2%)
STATE GENERAL FUND BY:					
Interagency Transfers	1,595,571	686,125	680,206	-5,919	(0.9%)
Fees & Self-gen Revenues	6,506,357	7,029,476	7,029,476	0	0.0%
Statutory Dedications	31,182,626	34,115,006	35,175,539	1,060,533	3.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,470,804	10,584,973	10,009,973	-575,000	(5.4%)
	<u>\$69,418,152</u>	<u>\$77,690,622</u>	<u>\$72,060,887</u>	<u>-\$5,629,735</u>	<u>(7.2%)</u>
T.O.	563	563	559	-4	(0.7%)
Other Charges Positions	0	27	4	-23	
04 Insurance					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	26,647,792	28,658,984	29,342,980	683,996	2.4%
Statutory Dedications	1,381,529	1,738,353	1,817,750	79,397	4.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	717,560	716,006	717,475	1,469	0.2%
	<u>\$28,746,881</u>	<u>\$31,113,343</u>	<u>\$31,878,205</u>	<u>\$764,862</u>	<u>2.5%</u>
T.O.	225	222	222	0	0.0%
Other Charges Positions	0	0	0	0	
05 Economic Development					
STATE GENERAL FUND (Direct):	\$14,954,842	\$14,373,495	\$19,917,757	\$5,544,262	38.6%
STATE GENERAL FUND BY:					
Interagency Transfers	1,107,965	680,546	0	-680,546	(100.0%)
Fees & Self-gen Revenues	2,895,075	17,868,712	5,064,807	-12,803,905	(71.7%)
Statutory Dedications	18,167,538	20,122,222	16,772,483	-3,349,739	(16.6%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	2,937,033	8,046,476	2,976,020	-5,070,456	(63.0%)
	<u>\$40,062,453</u>	<u>\$61,091,451</u>	<u>\$44,731,067</u>	<u>-\$16,360,384</u>	<u>(26.8%)</u>
T.O.	113	113	113	0	0.0%
Other Charges Positions	0	0	0	0	
06 Culture, Recreation & Tourism					
STATE GENERAL FUND (Direct):	\$34,108,179	\$31,480,277	\$30,854,454	-\$625,823	(2.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	5,140,718	12,123,852	8,528,705	-3,595,147	(29.7%)
Fees & Self-gen Revenues	24,517,122	32,754,468	29,152,703	-3,601,765	(11.0%)
Statutory Dedications	7,012,304	10,630,673	10,924,422	293,749	2.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,832,308	7,530,092	7,538,297	8,205	0.1%
	<u>\$75,610,631</u>	<u>\$94,519,362</u>	<u>\$86,998,581</u>	<u>-\$7,520,781</u>	<u>(8.0%)</u>
T.O.	616	581	572	-9	(1.5%)
Other Charges Positions	0	27	24	-3	
07 Transportation & Development					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	3,922,181	8,910,000	15,242,612	6,332,612	71.1%
Fees & Self-gen Revenues	22,769,329	28,672,415	28,182,415	-490,000	(1.7%)
Statutory Dedications	515,630,877	571,055,043	568,311,094	-2,743,949	(0.5%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	15,733,689	32,420,794	24,632,793	-7,788,001	(24.0%)
	<u>\$558,056,076</u>	<u>\$641,058,252</u>	<u>\$636,368,914</u>	<u>-\$4,689,338</u>	<u>(0.7%)</u>
T.O.	4,253	4,258	4,260	2	0.0%
Other Charges Positions	0	0	0	0	

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Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
08	DPSC Corrections Services					
	STATE GENERAL FUND (Direct):	\$476,437,296	\$490,875,885	\$493,908,469	\$3,032,584	0.6%
	STATE GENERAL FUND BY:					
	Interagency Transfers	8,321,699	14,837,938	14,837,938	0	0.0%
	Fees & Self-gen Revenues	35,521,228	46,352,374	48,278,011	1,925,637	4.2%
	Statutory Dedications	1,379,062	54,000	1,014,000	960,000	1777.8%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	787,487	2,230,697	2,230,697	0	0.0%
		<u>\$522,446,772</u>	<u>\$554,350,894</u>	<u>\$560,269,115</u>	<u>\$5,918,221</u>	<u>1.1%</u>
	T.O.	4,723	4,748	4,889	141	3.0%
08	DPSC Public Safety Services					
	STATE GENERAL FUND (Direct):	\$6,601,728	\$19,410,048	\$0	-\$19,410,048	(100.0%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	26,019,771	38,286,509	38,258,311	-28,198	(0.1%)
	Fees & Self-gen Revenues	176,173,487	179,276,430	200,340,673	21,064,243	11.7%
	Statutory Dedications	184,669,327	188,422,671	182,286,209	-6,136,462	(3.3%)
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	19,997,935	48,544,162	47,941,431	-602,731	(1.2%)
		<u>\$413,462,248</u>	<u>\$473,939,820</u>	<u>\$468,826,624</u>	<u>-\$5,113,196</u>	<u>(1.1%)</u>
	T.O.	2,514	2,572	2,583	11	0.4%
08	DPSC Youth Services					
	STATE GENERAL FUND (Direct):	\$100,675,723	\$109,587,852	\$106,461,584	-\$3,126,268	(2.9%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	8,971,201	11,959,959	11,959,959	0	0.0%
	Fees & Self-gen Revenues	473,076	775,487	775,487	0	0.0%
	Statutory Dedications	145,022	149,022	149,022	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	593,769	908,006	891,796	-16,210	(1.8%)
		<u>\$110,858,791</u>	<u>\$123,380,326</u>	<u>\$120,237,848</u>	<u>-\$3,142,478</u>	<u>(2.5%)</u>
	T.O.	1,001	944	830	-114	(12.1%)
09	Health					
	STATE GENERAL FUND (Direct):	\$2,390,817,265	\$2,415,119,251	\$1,984,352,069	-\$430,767,182	(17.8%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	283,768,736	306,924,794	319,301,329	12,376,535	4.0%
	Fees & Self-gen Revenues	437,362,503	510,154,478	466,003,836	-44,150,642	(8.7%)
	Statutory Dedications	852,900,036	842,350,843	783,644,376	-58,706,467	(7.0%)
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	7,929,824,440	9,519,368,265	8,416,220,286	-1,103,147,979	(11.6%)
		<u>\$11,894,672,980</u>	<u>\$13,593,917,631</u>	<u>\$11,969,521,896</u>	<u>-\$1,624,395,735</u>	<u>(11.9%)</u>
	T.O.	5,732	5,794	6,048	254	4.4%
10	Children & Family Services					
	STATE GENERAL FUND (Direct):	\$160,516,303	\$174,260,354	\$192,377,419	\$18,117,065	10.4%
	STATE GENERAL FUND BY:					
	Interagency Transfers	11,783,308	50,095,291	26,899,733	-23,195,558	(46.3%)
	Fees & Self-gen Revenues	10,647,150	17,937,760	18,392,610	454,850	2.5%
	Statutory Dedications	4,789,525	481,227	477,047	-4,180	(0.9%)
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	396,832,782	534,190,531	540,076,895	5,886,364	1.1%
		<u>\$584,569,068</u>	<u>\$776,965,163</u>	<u>\$778,223,704</u>	<u>\$1,258,541</u>	<u>0.2%</u>
	T.O.	3,447	3,445	3,506	61	1.8%
	Other Charges Positions	0	0	0	0	

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Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
11	Natural Resources				
	STATE GENERAL FUND (Direct):	\$10,068,629	\$9,421,017	\$9,417,721	-\$3,296 (0.0%)
	STATE GENERAL FUND BY:				
	Interagency Transfers	8,390,842	8,992,160	8,816,870	-175,290 (1.9%)
	Fees & Self-gen Revenues	167,307	318,639	318,639	0 0.0%
	Statutory Dedications	19,691,203	29,764,163	29,444,336	-319,827 (1.1%)
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	6,646,883	7,765,301	7,258,917	-506,384 (6.5%)
		<u>\$44,964,864</u>	<u>\$56,261,280</u>	<u>\$55,256,483</u>	<u>-\$1,004,797</u> <u>(1.8%)</u>
	T.O.	331	321	308	-13 (4.0%)
	Other Charges Positions	0	0	0	0
12	Revenue				
	STATE GENERAL FUND (Direct):	\$12,040,331	\$33,892,165	\$30,669,333	-\$3,222,832 (9.5%)
	STATE GENERAL FUND BY:				
	Interagency Transfers	219,816	285,000	285,000	0 0.0%
	Fees & Self-gen Revenues	75,222,816	67,107,815	67,403,092	295,277 0.4%
	Statutory Dedications	571,049	543,583	550,000	6,417 1.2%
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	0	0	0	0
		<u>\$88,054,012</u>	<u>\$101,828,563</u>	<u>\$98,907,425</u>	<u>-\$2,921,138</u> <u>(2.9%)</u>
	T.O.	713	712	690	-22 (3.1%)
	Other Charges Positions	0	15	15	0
13	Environmental Quality				
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0
	STATE GENERAL FUND BY:				
	Interagency Transfers	212,757	670,829	70,829	-600,000 (89.4%)
	Fees & Self-gen Revenues	20,414	24,790	24,790	0 0.0%
	Statutory Dedications	86,418,508	104,184,518	115,602,413	11,417,895 11.0%
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	16,420,089	20,155,915	19,902,433	-253,482 (1.3%)
		<u>\$103,071,768</u>	<u>\$125,036,052</u>	<u>\$135,600,465</u>	<u>\$10,564,413</u> <u>8.4%</u>
	T.O.	684	698	702	4 0.6%
	Other Charges Positions	0	0	0	0
14	Workforce Commission				
	STATE GENERAL FUND (Direct):	\$6,530,496	\$7,399,887	\$8,399,887	\$1,000,000 13.5%
	STATE GENERAL FUND BY:				
	Interagency Transfers	4,122,803	6,595,050	4,559,450	-2,035,600 (30.9%)
	Fees & Self-gen Revenues	102,000	272,219	272,219	0 0.0%
	Statutory Dedications	99,263,838	110,634,234	111,288,610	654,376 0.6%
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	140,182,037	165,586,651	163,900,640	-1,686,011 (1.0%)
		<u>\$250,201,174</u>	<u>\$290,488,041</u>	<u>\$288,420,806</u>	<u>-\$2,067,235</u> <u>(0.7%)</u>
	T.O.	929	925	921	-4 (0.4%)
	Other Charges Positions	0	0	0	0
16	Wildlife & Fisheries				
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0
	STATE GENERAL FUND BY:				
	Interagency Transfers	2,980,111	12,006,202	12,527,226	521,024 4.3%
	Fees & Self-gen Revenues	195,285	2,111,574	2,111,574	0 0.0%
	Statutory Dedications	95,175,338	125,842,453	118,276,988	-7,565,465 (6.0%)
	Interim Emergency Board	0	0	0	0
	FEDERAL FUNDS	25,881,666	46,032,639	42,431,264	-3,601,375 (7.8%)
		<u>\$124,232,400</u>	<u>\$185,992,868</u>	<u>\$175,347,052</u>	<u>-\$10,645,816</u> <u>(5.7%)</u>
	T.O.	779	779	779	0 0.0%
	Other Charges Positions	0	3	3	0

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
17 Civil Service					
STATE GENERAL FUND (Direct):	\$4,909,967	\$5,326,196	\$5,443,800	\$117,604	2.2%
STATE GENERAL FUND BY:					
Interagency Transfers	11,043,082	11,622,197	12,002,661	380,464	3.3%
Fees & Self-gen Revenues	930,192	1,232,825	1,341,590	108,765	8.8%
Statutory Dedications	2,035,763	2,233,801	2,334,588	100,787	4.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$18,919,004</u>	<u>\$20,415,019</u>	<u>\$21,122,639</u>	<u>\$707,620</u>	<u>3.5%</u>
T.O.	171	171	172	1	0.6%
Other Charges Positions	0	0	0	0	
19 Higher Education					
STATE GENERAL FUND (Direct):	\$907,215,046	\$1,004,971,363	\$981,059,655	-\$23,911,708	(2.4%)
STATE GENERAL FUND BY:					
Interagency Transfers	13,673,426	23,645,601	22,759,816	-885,785	(3.7%)
Fees & Self-gen Revenues	1,384,356,305	1,457,186,211	1,463,541,775	6,355,564	0.4%
Statutory Dedications	150,958,134	151,642,910	147,989,426	-3,653,484	(2.4%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	59,115,141	79,903,497	80,105,297	201,800	0.3%
	<u>\$2,515,318,052</u>	<u>\$2,717,349,582</u>	<u>\$2,695,455,969</u>	<u>-\$21,893,613</u>	<u>(0.8%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
19 Special Schools & Comm.					
STATE GENERAL FUND (Direct):	\$38,747,769	\$42,044,885	\$42,769,686	\$724,801	1.7%
STATE GENERAL FUND BY:					
Interagency Transfers	23,547,398	26,067,815	28,731,884	2,664,069	10.2%
Fees & Self-gen Revenues	2,262,026	3,263,033	3,263,033	0	0.0%
Statutory Dedications	21,524,707	25,114,616	23,883,751	-1,230,865	(4.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	318,668	233,582	-85,086	(26.7%)
	<u>\$86,081,900</u>	<u>\$96,809,017</u>	<u>\$98,881,936</u>	<u>\$2,072,919</u>	<u>2.1%</u>
T.O.	746	767	765	-2	(0.3%)
Other Charges Positions	0	35	35	0	
19 Education					
STATE GENERAL FUND (Direct):	\$3,535,662,196	\$3,604,419,133	\$3,585,362,263	-\$19,056,870	(0.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	165,496,269	263,200,035	253,628,768	-9,571,267	(3.6%)
Fees & Self-gen Revenues	29,823,015	57,488,446	51,181,489	-6,306,957	(11.0%)
Statutory Dedications	295,881,619	273,809,800	286,979,044	13,169,244	4.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,115,567,496	1,146,171,841	1,146,401,137	229,296	0.0%
	<u>\$5,142,430,595</u>	<u>\$5,345,089,255</u>	<u>\$5,323,552,701</u>	<u>-\$21,536,554</u>	<u>(0.4%)</u>
T.O.	489	446	445	-1	(0.2%)
Other Charges Positions	0	0	0	0	
19E LSU Health Care Services Division					
STATE GENERAL FUND (Direct):	\$24,664,566	\$24,427,906	\$24,427,906	\$0	0.0%
STATE GENERAL FUND BY:					
Interagency Transfers	17,788,112	18,383,724	3,969,790	-14,413,934	(78.4%)
Fees & Self-gen Revenues	12,149,617	15,472,658	9,355,434	-6,117,224	(39.5%)
Statutory Dedications	379,658	0	0	0	
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,954,212	4,800,336	4,800,336	0	0.0%
	<u>\$59,936,165</u>	<u>\$63,084,624</u>	<u>\$42,553,466</u>	<u>-\$20,531,158</u>	<u>(32.5%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

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Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
20 Other Requirements					
STATE GENERAL FUND (Direct):	\$479,880,559	\$494,419,850	\$488,666,045	-\$5,753,805	(1.2%)
STATE GENERAL FUND BY:					
Interagency Transfers	43,446,218	45,669,009	43,174,928	-2,494,081	(5.5%)
Fees & Self-gen Revenues	8,822,298	10,978,280	14,153,280	3,175,000	28.9%
Statutory Dedications	210,011,167	259,696,604	211,848,875	-47,847,729	(18.4%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,229,523	5,556,260	5,556,260	0	0.0%
	\$746,389,765	\$816,320,003	\$763,399,388	-\$52,920,615	(6.5%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Other Appropriation Bills

STATE GENERAL FUND (Direct):	\$215,724,762	\$215,503,900	\$201,571,847	(\$13,932,053)	(6.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	722,398,006	697,055,051	638,756,213	(58,298,838)	(8.4%)
Fees & Self-gen Revenues	1,545,717,955	1,577,612,759	1,655,315,328	77,702,569	4.9%
Statutory Dedications	1,037,876,250	1,250,904,310	1,341,563,426	90,659,116	7.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,035,800	6,322,800	10.1%
	\$3,655,060,443	\$3,803,789,020	\$3,906,242,614	\$102,453,594	2.7%
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	9	9	0	

21 Ancillary

STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	472,741,656	646,285,095	620,178,520	-26,106,575	(4.0%)
Fees & Self-gen Revenues	1,432,734,451	1,506,664,222	1,572,404,098	65,739,876	4.4%
Statutory Dedications	101,352,668	151,000,000	151,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$2,006,828,775	\$2,303,949,317	\$2,343,582,618	\$39,633,301	1.7%
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	9	9	0	

23 Judiciary

STATE GENERAL FUND (Direct):	\$151,530,944	\$151,530,944	\$140,222,539	-\$11,308,405	(7.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	9,392,850	9,392,850	0	0.0%
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	7,291,250	10,240,925	10,240,925	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$158,822,194	\$171,164,719	\$159,856,314	-\$11,308,405	(6.6%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

24 Legislature

STATE GENERAL FUND (Direct):	\$62,472,956	\$62,472,956	\$61,349,308	-\$1,123,648	(1.8%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	20,803,504	22,373,567	22,989,230	615,663	2.8%
Statutory Dedications	10,000,000	10,000,000	10,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$93,276,460	\$94,846,523	\$94,338,538	-\$507,985	(0.5%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Engrossed FY 2019	2019 - 2018 Change	Percent Change
26 Capital Outlay Cash					
STATE GENERAL FUND (Direct):	\$1,720,862	\$1,500,000	\$0	-\$1,500,000	(100.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	249,656,350	41,377,106	9,184,843	-32,192,263	(77.8%)
Fees & Self-gen Revenues	92,180,000	48,574,970	59,922,000	11,347,030	23.4%
Statutory Dedications	919,232,332	1,079,663,385	1,170,322,501	90,659,116	8.4%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	69,035,800	6,322,800	10.1%
	\$1,396,133,014	\$1,233,828,461	\$1,308,465,144	\$74,636,683	6.0%
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	(9,442,058)	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	(\$2,974,264)	(0.5%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

22 Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	-9,442,058	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$553,295,299	\$572,103,581	\$569,129,317	-\$2,974,264	(0.5%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

EXECUTIVE SUMMARY

FY 19 Revenue

The Revenue Estimating Conference (REC) met on 12/14/2017 and increased overall state tax revenue forecasts for the current fiscal year (FY18) by \$152.9 M and the ensuing fiscal year (FY19) by \$233.5 M relative to the forecast in place from 5/16/2017 forecast. The revenue forecast upgrades are largely the effect of expected stronger collections of general sales tax, corporate taxes, and severance taxes. These increases are partially offset by downgrades to the personal income tax, royalty receipts, vehicle sales tax, motor fuels tax, and premium taxes. Various other receipts make positive and negative contributions to the revisions in different years, as well. Modest net decreases in dedications enhance the extent of the net upgrades from the perspective of the general fund, with the sum of all revisions reflected in the general fund bottom line revisions. However, a significant fall in forecasts from FY 18 to FY 19 of \$993.6 M still exists, and largely reflects the expiration of a temporary 1% of sales tax rate and base broadening at the end of FY 18.

Out-year forecasts have to be taken with considerable caution. Oil and natural gas prices are currently forecast to be slightly higher than currently, but are highly uncertain and dependent on a producing country agreement to restrain production, and may not adequately reflect the responsiveness of U.S. shale producers. In addition, while the U.S. economy has begun to exhibit strengthening in metrics such as employment, growth in wages and inflation have yet to pick up in a sustained way. The world economy has also shown improvement, and the state economy has now exhibited positive employment growth since mid-2017, although the responsiveness of state tax receipts has been modest.

FY 19 Expenditures

The FY 19 Executive Budget decreases \$2,806,072,754 from the FY 18 Existing Operating Budget (EOB) as of 12/1/2017. The total decrease is comprised of \$860,055,579 SGF; \$71,870,223 IAT; \$92,462,352 SGR; \$178,639,114 Statutory Dedications; and \$1,603,045,486 in Federal funds.

Pursuant to the LA Constitution, Article 7, Section 11.A, appropriations from the state general fund and dedicated funds shall not exceed the official forecast of the REC. The reduction in funds available for appropriation is due primarily to the expiration of temporary revenue generating measures expiring on 6/30/2018. Accordingly, the recommended budget contains significant reductions to the state’s general operating budget.

In constructing the executive budget recommendation, as per standard practice, the DOA made adjustments against the EOB as of 12/1/2017 to modify expenditure authority for identified needs. Consideration was given to constitutional obligations, cuts from prior years including workforce reductions, and minimizing service delivery impacts to citizens. Additionally, new major expenditures required reductions to ongoing services (*see Table 1 below*). Unlike budget development from prior years, no pro rata reductions were applied to agencies on a statewide basis. Instead, any such reductions were applied on a limited or selective basis.

TABLE 1

New Major Expenditures (SGF Only)		
Agency	Expenditure	Amount (in millions)
Statewide	Civil Service Pay Plan	\$36.1
Secretary of State	New election system equipment	\$3.0
	Election expenses	\$1.6
	Registrar of Voter personnel costs	\$0.2
Corrections Services	Allen Correctional Facility personnel	\$0.6
	costs to shift from private management	
	contract to state run facility	
Health	MCO adjustment (PMPM payment)	\$156.5
	ELMHS Cooper Jackson settlement	\$10.1
	agreement	
Children & Family Services	Integrated Eligibility IT project	\$13.6
	Child Welfare Reporting System IT	\$6.9
	project	
Education	State Central Registry (Act 348 of 2017)	\$6.0
	Minimum Foundation Program (MFP)	\$9.8
Economic Development	Debt Service	\$16.3
TOTAL		\$260.7

FY 19 Departmental Overviews

Programmatic and activity-level impacts are still under review by state agencies and the LFO does not have a comprehensive picture of the impact of all Executive Budget recommendations, but will discuss significant issues as well as those which have been shared by specific agencies.

Civil Service Pay Raise - In June 2017, the State Civil Service Commission adopted and the Governor approved a “Compensation Redesign” package regarding pay and pay schedules. The major components of the plan consisted of a 2% increase for eligible employees, pay increases for employees below new minimums, market rate adjustments and performance pay. Finally, the plan abolished the existing annual performance/merit adjustment rule. Portions of the plan were implemented in FY 18 (effective January 2018), with full implementation to take effect in FY 19. Executive Budget funding for the plan totals \$85.4 M; \$36.1 M or 42.2% of which is SGF. The SGF adjustments include \$13.5 M (\$30.7 total MOF) to annualize 2% pay raises given in January 2018 and reclassification expenditures from FY 18 and \$22.6 M (\$54.7 M total MOF) for market rate adjustments effective 7/15/2018. See Issues “*Compensation Redesign for State Classified Employees*” on Page 28.

GENERAL GOVERNMENT OVERVIEW

Governor’s Office of Homeland Security & Emergency Preparedness – The FY 19 Executive Budget recommends a total budget of \$983.5 M, reflecting a total decrease of \$23.7 M (including reductions of \$20.1 M SGF and \$5.1 M IAT and offset by increases of \$1 M Statutory Dedications – State Emergency Response Fund and \$526,567 Federal funds). Significant adjustments include non-recurring one-time or expiring expenditures totaling \$8.68 M (\$3.54 M SGF, and \$5.14 M IAT) related to restocking disaster emergency supplies, interoperability build out of the National Public Safety Broadband Network, and FEMA debt payments and state cost share of Public Assistance expenditures related to the 2016 flood events; providing \$4.7 M SGF for replacement of communications hardware, conversion of deployable trailers to repeater packages, purchase of software and mobile device licenses and acquisition of one server; providing \$1.025 M (\$25,000 SGF and \$1 M Statutory Dedications – State Emergency Response Fund) to support potential non-federally declared disasters and emergency response efforts; providing \$3.45 M for the 4th FEMA debt repayment related to multiple disasters and hazard mitigation audits; reducing \$4 M SGF for the 2nd of 5 installment payments to FEMA for the state’s cost share of the August 2016 flood event; and, elimination of \$21.2 M in outstanding FEMA debt payments for FY 19 (see below).

The Commissioner of Administration testified before the Joint Legislative Committee on the Budget at its meeting on 1/22/2018, that the governor will seek to utilize approximately \$46 M of excess funds recognized for FY 18 by the REC in December 2017 to prepay FEMA debt payments for FY 19 and FY 20. If the legislature agrees to this plan, debt payments from the SGF in those fiscal years will decrease accordingly and offset the need to make additional SGF reductions in other areas of state government. To the extent this use of excess funds is not approved, the legislature will have to restore \$21.2 M SGF to GOHSEP’s FY 19 operating budget for FEMA debt payments.

LA Public Defender Board (LPDB) – LPDB realizes a 3.7% net increase of \$1.29 M from the EOB as of 12/1/2017, including an increase of \$1.3 M in Statutory Dedications and offsetting decreases in IAT (\$25 K) and SGR (\$25 K). The most significant adjustment is an increase of \$1.34 M in the LA Public Defender Fund for representation of those inmates sentenced to life without parole as a juvenile that may now be eligible for parole as a result of the U.S. Supreme Court decision in *Miller v Alabama*. See Issues “*FY 19 Funding and Operations Outlook*” on Page 19.

Department of Veterans Affairs – Realizes a 3.8% overall increase of \$2.6 M and 1 position from the EOB as of 12/1/2017, of which \$2.5 M is federal funds associated with increased direct care staffing costs and the decentralization of pharmacy operations. The net increase of 1 position is a result of 11 new direct care positions at the homes in Jennings (5), Bossier City (2), and Reserve (4), as well as the elimination of 10 positions at the LA War Veterans Home in Jackson corresponding with the elimination of 32 beds to align with new utilization projections. Also included in the Executive Budget is an overall net federal increase for the decentralization of pharmacy operations in the veteran’s homes. Pharmacy operations will be decentralized from the home in Reserve and the homes in Monroe, Jennings, and Bossier City will bring pharmacy services in-house.

DOTD – The FY 19 Executive Budget recommends a total budget of \$630.4 M, reflecting a total decrease of \$10.63 M (including reductions of \$490,000 SGR, \$4.37 M Statutory Dedications and \$7.79 M Federal while offset by an increase of \$2.02 M IAT). Significant adjustments include an increase of \$2.04 M (\$2.02 M IAT and \$0.25 M Statutory Dedications) for Topographic Mapping (see below); elimination of a \$300,000 Statutory Dedication appropriation from the Geaux Pass Transition Fund as the balance is depleted, these funds were used to provide for enhanced grass cutting and maintenance around the Crescent City Connection Bridge; and elimination of a \$1.63 M Statutory Dedication appropriation from the New Orleans Ferry Fund, which will reduce the level of funding for the Algiers/Canal Street and Lower Algiers/Chalmette ferries operated by the New Orleans Regional Transit Authority (NORTA) - \$4 M of Transportation Trust Fund – Regular will continue supporting operation of the Chalmette ferry.

Topographic Mapping: The FY 19 Executive Budget completes consolidation of statewide topographic mapping functions and governmental services under DOTD operations. The budget recommends a total increase of \$4.1 M (including \$1.1 SGF, \$2.02 M IAT, \$39,746 SGR, \$795,599 Statutory Dedications and \$111,687 Federal) and 2 positions. Removing the double-counted IAT from the overall increase, participating agencies were provided with approximately \$2 M to transfer to DOTD for statewide topographic mapping expenditures. DOTD's total projected expenditures for topographic mapping services in FY 19 are approximately \$3.3 M. The positions added are a pilot and IT GIS Support Analyst. Agencies utilizing the consolidated mapping services include: Division of Administration, Office of Community Development, Coastal Protection & Restoration Authority, Governor's Office of Homeland Security & Emergency Preparedness, Military Affairs, Agriculture & Forestry, Economic Development, Culture Recreation & Tourism, Office of State Police, Department of Health, Children & Family Services, Natural Resources, Environmental Quality, Wildlife & Fisheries, and Education.

DPS&C - Corrections Services – Corrections Services realizes a 0.34% increase of \$1.6 M SGF in the FY 19 Executive Budget above the 12/1/2017 SGF base of \$490.9 M. The department realizes a net total funds increase of \$4.5 M, or a 0.81%, above the base of \$554.4 M, including the aforementioned SGF increase. Significant adjustments include: \$2.6 M for a pay increase for Probation & Parole Agents (\$885,093 SGF, \$750,000 SGR, and \$960,000 Statutory Dedication – Adult Probation & Parole Officer Retirement Fund); a \$2.7 M SGF decrease as a result of lowering the per diem rate by \$5 from \$24.83 to \$19.83 at Winn Correctional Center; and a \$813,883 M total increase for Allen Correctional Center to operate as a state facility (including an increase of \$1.06 M SGR offset by a decrease of \$247,710 SGF) along with a corresponding increase of 150 positions. The Executive Budget also converts 20 job appointments to classified positions for medical/case management purposes associated with the timely release of offenders and eliminates 30 positions department wide for a total net increase of 140 positions. See Overviews “*Department of Public Safety & Corrections Services*” on Page 3.

DPS&C - Public Safety Services – Public Safety Services realizes a 1.08% net decrease of \$5.1 M from the EOB base as of 12/1/2017, including decreases of \$19.4 M SGF, \$6.1 M Statutory Dedications, and \$602 K Federal along with an offsetting increase of \$21.1 M SGR. The FY 19 Executive Budget recommendation includes elimination of all SGF in DPS. Of the \$19.4 M SGF reduction, \$14.4M is a MOF substitution for SGR mostly derived from certificate of title fees. The remaining \$5 M reduction is the non-recurring of funding for the state police training academy required by R.S. 47:1676E(1) through FY18. Significant adjustments include a reduction of overtime expenditures in the Office of State Police (\$7.1 M SGR) and a 3% pay increase for state troopers (\$3.7 M SGR).

DPS&C - Youth Services, Office of Juvenile Justice (OJJ) – OJJ realizes a 12.62% decrease of \$13.83 M SGF in the FY 19 Executive Budget below the 12/1/2017 SGF base of \$109.6 M. The department realizes a net total funds decrease of \$13.84 M, or 11.22%, below the 12/1 total funding base of \$123.4 M, including the aforementioned SGF decrease. Significant adjustments include: an overall SGF reduction of 10%, totaling \$10.8 M, resulting in the closure of 5 regional offices statewide (\$1.4 M) and a reduction of 114 authorized positions in field offices (\$8.8 M); a reduction in LEAF payments due to early payoff of leases in FY18 (\$0.5 M); and non-recurring \$4.9 M SGF intended to equip and open the Acadiana Center for Youth. **Note:** The FY 19 Executive Budget does not provide funds to open the new Acadiana Center for Youth. OJJ 's FY 19 budget request included \$14.3 M SGF assuming the facility opens April 2018. See Issues “*Impact of Funding Shortfall*” on Page 23.

Department of Revenue – The Department of Revenue will realize a net funds decrease of \$2.9 M, or a 2.9% reduction from EOB, including a reduction of \$3.2 M SGF while being partially offset by increases of \$0.3 M SGR and \$6,400 Statutory Dedications. The SGF appropriation represents a 9.51% reduction to the 12/1/2017 SGF base of \$33.9 M.

Significant adjustments include: a reduction of \$1.8 M SGR and 22 positions, 4 of which are filled; and a \$2.3 M SGF reduction, comprised of a reduction of WAE or temporary personnel (up to 50 during annual peak between March and May), a reduction in State Reciprocal Program participation (\$204,000), a reduction of audit consulting services utilized (\$198,000), and a reduction of legal representation services utilized (\$202,000). The department reports that the proposed reductions are not likely to be absorbed, and to an unknown extent will result in reduced speed of assistance with payments of taxpayer debt, answering technical questions, payment of refunds, processing of payments and returns, and in reduced collections from delinquent taxpayers. The reduction to State Reciprocal Program participation will result in no operational impact, as this debt recovery functionality is being folded into the integrated tax system, the costs of which will be offset by IAT charges from the Office of Technology Services.

Local Housing of Adult Offenders (LHOA) – LHOA realizes a 23.06% decrease of \$40.4 M SGF in the FY 19 Executive Budget below the 12/1/2017 SGF base of \$175.2 M. Significant adjustments are: a decrease of \$29.1 M SGF to lower the per diem rate paid to sheriffs and operators of transitional work programs by \$5; a decrease of \$10 M SGF to eliminate payments to local sheriffs for parole holds; a decrease of \$5 M SGF to decrease the per diem rate paid to sheriffs and operators of work release/transitional housing programs by \$5; and an increase of \$3.7 M SGF to provide funding for additional offenders participating in transitional work programs based on current projections. See Issues “*Local Housing of Adult Offenders Funding Shortfall*” on Page 47.

District Attorneys and Assistant District Attorneys – The Districts Attorneys and Assistant District Attorneys realize an 82.8% decrease of total appropriation authority, including elimination of all \$26.4 M SGF support. The Executive Budget retains \$5.45 M in Statutory Dedication funding from the Video Draw Poker Device Fund (\$5.4 M) and the Pari-mutuel Live Racing Facility Gaming Control Fund (\$50,000). At this funding level each district attorney will receive the full annual base pay (\$50,000) as required by the constitution for elected officials, with the remaining funds used to make payments to the assistant district attorneys. Funding for assistant district attorneys will run out in August 2018 at current staffing levels. There is no funding included for victim assistance coordinators included in the Executive Budget.

ELECTED OFFICIALS

Agriculture & Forestry (LDAF) – LDAF realizes a 7.1% net decrease of \$5.5 M from the EOB base of 12/1/2017, including a decrease of \$6.1 M SGF and \$575 K Federal and partially offset by an increase of \$1.1 Statutory Dedications. In FY18, LDAF will make the final payments on existing debt service bonds, freeing up \$7.8 M of Louisiana Agriculture and Finance Authority (LAFA) funds. These LAFA funds will offset the reduction in SGF by a means of financing substitution.

Justice – The FY 19 Executive Budget recommends a total budget of \$68.8 M, reflecting a total decrease of \$6.7 M (\$3.2 M SGF, \$2.6 M IAT, \$50,000 SGR, \$464,237 Statutory Dedications, and \$440,409 Federal funds). Significant adjustments include a 5% SGF reduction (\$869,649) and the elimination of excess budget authority in IAT revenues (\$2 M). Additionally, there is a reduction of \$2.6 M SGF, which was a one time funding offset to the transfer of fund balances from off-budget escrow accounts to the state general fund approved as part of the FY 18 budget.

State – FY 19 recommended budget totals \$84 M (\$56.2 M SGF, \$157 K IAT, \$27.6 M SGR, and \$113 K Statutory Dedications) reflecting a net increase of \$3.1 M. The majority of the increase is associated with elections expenses. This includes \$3 M for the department’s initiative to replace outdated voting system equipment and \$1.6 M to fund increased election expenses associated with the Open Primary/Congressional, Open General/Congressional, and Municipal Primary and General elections.

Treasury – The FY 19 Executive Budget recommends a total budget of \$11.3 M (\$1.68 M IAT, \$8.8 M SGR, and \$811,455 Statutory Dedications) reflecting a net decrease of \$59,979 M. The decrease in Treasury’s budget recommendation is tied to a 5% reduction to expenditures paid from SGR. Unexpended SGR by the Treasury reverts to the SGF at the close of the fiscal year. The Treasury indicates that it is currently working on a plan to absorb the proposed reduction, while examining potential impacts to constitutional and statutory responsibilities. A plan will be provided when available.

HEALTH

The Governor's Executive Budget reduces overall funding in Medicaid by \$2.3 B (19.5%) in FY 19, from the 12/1/17 existing operating budget baseline (EOB) of \$11.95 B to a recommended appropriation of \$9.61 B. The reduction in funding is largely the result of program reductions and eliminations, including a 90% cut in Disproportionate Share Hospital (DSH) payments for uncompensated care costs (UCC) from FY 18 base funding. DSH payments are largely paid to the partner hospitals.

Significant reductions reflected in the Medicaid budget are a result of the Private Provider Program and eligibility group eliminations/reductions, and reductions in DSH funding (UCC Program). Although the FY 19 budget reflects a significant net reduction in overall Medicaid funding, the budget includes various funding increases, including an adjustment that provides \$249 M in additional premium payments paid to Managed Care Organizations (MCO's). See Issues "FY 19 DSH Allocation" on Page 24.

Public/Private Partnership

The Executive Budget eliminates supplemental funding for the partnership hospitals for FY 19. Approximately \$1.15 B in supplemental payments are budgeted for the partnerships in the current year (FY 18). In addition to Title 19 Medicaid claims payments, the Public Private Partnerships have been historically funded with both DSH and Upper Payment Limit (UPL) supplemental payments. Consequences of leaving the partnership hospitals unfunded for FY 19 are uncertain, although reducing all supplemental payments is anticipated to trigger clauses within cooperative endeavor agreements (CEAs) that may lead to termination of the partnerships. A notable effect of termination of the partnerships is a reduction in SGF revenues to the state, as a result of private partners no longer leasing public hospital facilities or equipment. The Executive Budget contemplates elimination of all supplemental payments to the partnerships. However, SGF lease revenue from this source is still included in the REC forecast for FY 19. Based on these assumptions, the REC would have to decrease forecasted revenues to account for any lost lease payments in FY 19 (current REC estimate totals \$160.5 M).

Medicaid Payment Liabilities

13th Checkwrite: The Executive Budget does not provide funding for a Medicaid managed care checkwrite payment liability. Only 12 MCO checkwrites are provided in the budget for FY 19. The unfunded payment liability in FY 18 is approximately \$683 M total funding (\$146.5 M SGF). The cost of the 13th checkwrite if paid in future fiscal years depends on multiple factors, however the payment could be more than projected in FY 18 due to projected trend growth in Medicaid Managed Care for FY 19

Payment Reform: Information provided by the LDH indicates several payment reform initiatives within Medical Vendor Payments are anticipated to be implemented for FY 19. One initiative implements a pool payment methodology for both DSH payments and Supplemental UPL payments. The LFO has not received any additional information indicating the qualifying criteria for hospitals, nor the level of payments that an individual hospital provider may qualify to receive. **Note:** It is not anticipated that this initiative can fully be implemented in FY 19 based on the level of DSH funding allocated in the Executive Budget.

EDUCATION

Minimum Foundation Program (MFP) / Department of Education (DOE)

The Minimum Foundation Program (MFP) provides for an equitable distribution of state funds to local school districts. The MFP is the major source of state funding to local schools. For FY 18, the MFP is funded at \$3.717 B; \$3.458 B in SGF and \$258.6 M in Statutory Dedications from the Support Education in LA First Fund (\$104.1 M) and Lottery Proceeds Fund (\$154.5 M). The FY 19 Executive Budget includes an adjustment of \$9.8 M for an anticipated increase of 2,786 students. This is offset by a reduction of \$7.4 M in one time expenses associated with the assistance provided to school districts impacted by the floods of August 2016 in the current year. The net increase for the FY 19 MFP is \$2.3 M. Additionally, there is a \$3 M MOF swap replacing SGF with Statutory Dedications due to an increase in SELF funds (\$3 M) based on the most recent REC forecast. The FY 19 recommended funding totals \$3.720 B; \$3,458.3 M SGF, \$154.5 M Lottery Proceeds Fund and \$107.2 M SELF Fund.

Department of Education: FY 19 funding totals \$1.593 B (\$126.7 M SGF, \$254 M IAT, \$51.1 M SGR, \$15.1 M Statutory Dedications and \$1,146.1 B Federal funds). This represents a total reduction of \$34.3 M, approximately 2%, associated primarily with the elimination of funding for non public schools totaling \$16 M (\$8.3 M for reimbursement of administrative expenses through the Required Services Program and \$7.5 M for supplemental payments for school lunch personnel through the School Lunch Salary Program.) Funding for constitutionally mandated Textbook supplements remains funded at \$2.7 M. Additionally, funding for the Recovery School District Instructional Program is being reduced \$10 M (\$6.9 M IAT and \$3.1 M SGR) pursuant to Act 91 which transfers 38 charter schools back to the authority of the Orleans Parish School Board effective 7/1/2018. See Overviews “*Department of Education*” on Page 12.

Higher Education

Higher Education: FY 19 funding is recommended at \$2.45 B, reflecting a net decrease of \$272 M. Reductions include \$272.3 M SGF, \$3.4 M Statutory Dedications, and \$422 K IAT; other means of financing was increased by \$4.1 M (\$3.9 M SGR and \$201,800 Federal funds).

Significant adjustments include the elimination of all SGF (\$233.3 M) for the TOPS Program leaving TOPS funded solely with the statutorily dedicated TOPS Fund (\$58 M). Additional SGF reductions include \$13 M to GO Grants and \$25.7 M to the funding formula as part of the statewide reductions implemented to address the SGF shortfall. This \$25.7 M SGF reduction represents an average 3.5% prorated cut for institutions under the Higher Ed funding formula. Statutory dedication reductions (\$3.5 M) are based on the most recent REC forecasts. See Overviews “*Higher Education*” on Page 11.

TOPS: Funding for FY 19 totals \$58 M (\$0 SGF and \$58 M Statutory Dedications) or 20% of actual need. Based on this funding level, OSFA estimates that a projected 50,814 recipients will receive approximately 19.5% of the maximum award amount (including stipend amounts for Honors and Performance awards). See Issues “*TOPS Award Allocation and Award Amounts*” on Page 37.

GO Grant: Funding for FY 19 totals \$13.4 M, a \$13 M reduction (49%) from FY 18 (\$26.4M), and represents 21% of actual need to fund all eligible Go Grant recipients (\$62.5M). See Issues “*Go Grants Allocation and Award Amounts*” on Page 30.

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
GRAND TOTAL - Statewide Budget					
STATE GENERAL FUND (Direct):	\$9,118,192,417	\$9,461,355,579	\$8,601,300,000	-\$860,055,579	-9.1%
STATE GENERAL FUND BY:					
Interagency Transfers	1,473,219,739	1,669,238,582	1,597,368,359	-71,870,223	-4.3%
Fees & Self-gen Revenues	3,992,697,034	4,258,331,216	4,165,868,864	-92,462,352	-2.2%
Statutory Dedications	3,847,634,989	4,245,215,405	4,066,576,291	-178,639,114	-4.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,158,961,894	13,820,229,271	12,217,183,785	-1,603,045,486	-11.6%
	\$29,590,706,073	\$33,454,370,053	\$30,648,297,299	-\$2,806,072,754	-8.4%
T.O.	32,908	32,984	33,301	317	1.0%
Other Charges Positions	7	0	0	0	
STATE FUNDS (excludes Federal):	\$18,431,744,179	\$19,634,140,782	\$18,431,113,514	-\$1,203,027,268	-6.1%
General Appropriation Bill					
STATE GENERAL FUND (Direct):	\$8,417,605,102	\$8,737,948,098	\$7,883,624,920	(\$854,323,178)	(9.8%)
STATE GENERAL FUND BY:					
Interagency Transfers	750,821,733	972,183,531	926,419,883	(45,763,648)	(4.7%)
Fees & Self-gen Revenues	2,446,979,079	2,680,718,457	2,522,516,229	(158,202,228)	(5.9%)
Statutory Dedications	2,741,325,993	2,930,111,095	2,760,914,039	(169,197,056)	(5.8%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	11,025,618,424	13,757,516,271	12,154,470,785	(1,603,045,486)	(11.7%)
	\$25,382,350,331	\$29,078,477,452	\$26,247,945,856	(\$2,830,531,596)	(9.7%)
T.O.	31,754	31,828	32,113	285	0.9%
Other Charges Positions	7	0	0	0	
01 Executive					
STATE GENERAL FUND (Direct):	\$125,404,330	\$152,107,148	\$127,909,659	-\$24,197,489	(15.9%)
STATE GENERAL FUND BY:					
Interagency Transfers	81,236,562	78,957,393	69,382,413	-9,574,980	(12.1%)
Fees & Self-gen Revenues	134,970,594	135,778,210	136,992,561	1,214,351	0.9%
Statutory Dedications	117,751,347	151,162,207	151,936,623	774,416	0.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,225,129,335	2,060,628,807	2,028,118,619	-32,510,188	(1.6%)
	\$1,684,492,168	\$2,578,633,765	\$2,514,339,875	-\$64,293,890	(2.5%)
T.O.	1,923	1,970	1,988	18	0.9%
Other Charges Positions	0	0	0	0	
03 Veterans Affairs					
STATE GENERAL FUND (Direct):	\$4,995,855	\$5,476,292	\$5,592,418	\$116,126	2.1%
STATE GENERAL FUND BY:					
Interagency Transfers	1,583,991	2,835,433	2,349,822	-485,611	(17.1%)
Fees & Self-gen Revenues	16,432,247	16,824,961	17,256,667	431,706	2.6%
Statutory Dedications	442,633	115,528	115,528	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	38,726,103	43,052,865	45,597,601	2,544,736	5.9%
	\$62,180,829	\$68,305,079	\$70,912,036	\$2,606,957	3.8%
T.O.	840	842	843	1	0.1%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

		Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
04	State					
	STATE GENERAL FUND (Direct):	\$51,906,517	\$53,158,836	\$56,170,048	\$3,011,212	5.7%
	STATE GENERAL FUND BY:					
	Interagency Transfers	210,991	221,500	157,500	-64,000	(28.9%)
	Fees & Self-gen Revenues	25,582,628	27,400,550	27,605,679	205,129	0.7%
	Statutory Dedications	9,894	113,078	113,078	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$77,710,030</u>	<u>\$80,893,964</u>	<u>\$84,046,305</u>	<u>\$3,152,341</u>	<u>3.9%</u>
	T.O.	313	314	311	-3	(1.0%)
	Other Charges Positions	0	0	0	0	
04b	Justice					
	STATE GENERAL FUND (Direct):	\$6,813,770	\$19,387,540	\$16,210,485	-\$3,177,055	(16.4%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	24,287,009	26,167,329	23,500,587	-2,666,742	(10.2%)
	Fees & Self-gen Revenues	4,294,420	6,866,714	6,816,714	-50,000	(0.7%)
	Statutory Dedications	15,114,346	15,618,642	15,154,405	-464,237	(3.0%)
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	5,699,017	7,515,430	7,075,021	-440,409	(5.9%)
		<u>\$56,208,562</u>	<u>\$75,555,655</u>	<u>\$68,757,212</u>	<u>-\$6,798,443</u>	<u>(9.0%)</u>
	T.O.	489	483	482	-1	(0.2%)
	Other Charges Positions	0	0	0	0	
04	Lieutenant Governor					
	STATE GENERAL FUND (Direct):	\$990,941	\$1,047,280	\$1,057,187	\$9,907	0.9%
	STATE GENERAL FUND BY:					
	Interagency Transfers	462,520	672,296	672,296	0	0.0%
	Fees & Self-gen Revenues	0	10,000	10,000	0	0.0%
	Statutory Dedications	0	0	0	0	
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	4,339,115	5,488,059	5,488,059	0	0.0%
		<u>\$5,792,576</u>	<u>\$7,217,635</u>	<u>\$7,227,542</u>	<u>\$9,907</u>	<u>0.1%</u>
	T.O.	7	7	7	0	0.0%
	Other Charges Positions	0	0	0	0	
04	Treasury					
	STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
	STATE GENERAL FUND BY:					
	Interagency Transfers	1,488,676	1,686,944	1,686,944	0	0.0%
	Fees & Self-gen Revenues	8,134,796	8,900,948	8,840,969	-59,979	(0.7%)
	Statutory Dedications	353,768	811,455	811,455	0	0.0%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$9,977,240</u>	<u>\$11,399,347</u>	<u>\$11,339,368</u>	<u>-\$59,979</u>	<u>(0.5%)</u>
	T.O.	54	54	54	0	0.0%
	Other Charges Positions	0	0	0	0	
04E	Public Service Commission					
	STATE GENERAL FUND (Direct):	\$0	\$66,396	\$0	-\$66,396	(100.0%)
	STATE GENERAL FUND BY:					
	Interagency Transfers	0	0	0	0	
	Fees & Self-gen Revenues	0	0	0	0	
	Statutory Dedications	8,485,175	9,704,443	9,722,536	18,093	0.2%
	Interim Emergency Board	0	0	0	0	
	FEDERAL FUNDS	0	0	0	0	
		<u>\$8,485,175</u>	<u>\$9,770,839</u>	<u>\$9,722,536</u>	<u>-\$48,303</u>	<u>(0.5%)</u>
	T.O.	99	99	97	-2	(2.0%)
	Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
04F Agriculture & Forestry					
STATE GENERAL FUND (Direct):	\$23,662,794	\$25,275,042	\$19,165,693	-\$6,109,349	(24.2%)
STATE GENERAL FUND BY:					
Interagency Transfers	1,595,571	686,125	680,206	-5,919	(0.9%)
Fees & Self-gen Revenues	6,506,357	7,029,476	7,029,476	0	0.0%
Statutory Dedications	31,182,626	34,115,006	35,285,896	1,170,890	3.4%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,470,804	10,584,973	10,009,973	-575,000	(5.4%)
	\$69,418,152	\$77,690,622	\$72,171,244	-\$5,519,378	(7.1%)
T.O.	563	563	559	-4	(0.7%)
Other Charges Positions	0	0	0	0	
04 Insurance					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	26,647,792	28,658,984	29,342,980	683,996	2.4%
Statutory Dedications	1,381,529	1,738,353	1,817,750	79,397	4.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	717,560	716,006	717,475	1,469	0.2%
	\$28,746,881	\$31,113,343	\$31,878,205	\$764,862	2.5%
T.O.	225	222	222	0	0.0%
Other Charges Positions	0	0	0	0	
05 Economic Development					
STATE GENERAL FUND (Direct):	\$14,954,842	\$14,373,495	\$18,917,757	\$4,544,262	31.6%
STATE GENERAL FUND BY:					
Interagency Transfers	1,107,965	680,546	0	-680,546	(100.0%)
Fees & Self-gen Revenues	2,895,075	17,868,712	5,064,807	-12,803,905	(71.7%)
Statutory Dedications	18,167,538	20,122,222	16,919,588	-3,202,634	(15.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	2,937,033	8,046,476	2,976,020	-5,070,456	(63.0%)
	\$40,062,453	\$61,091,451	\$43,878,172	-\$17,213,279	(28.2%)
T.O.	113	113	113	0	0.0%
Other Charges Positions	0	0	0	0	
06 Culture, Recreation & Tourism					
STATE GENERAL FUND (Direct):	\$34,108,179	\$31,480,277	\$30,854,454	-\$625,823	(2.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	5,140,718	12,123,852	8,528,705	-3,595,147	(29.7%)
Fees & Self-gen Revenues	24,517,122	32,754,468	29,013,203	-3,741,265	(11.4%)
Statutory Dedications	7,012,304	10,630,673	10,924,422	293,749	2.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,832,308	7,530,092	7,538,297	8,205	0.1%
	\$75,610,631	\$94,519,362	\$86,859,081	-\$7,660,281	(8.1%)
T.O.	616	581	568	-13	(2.2%)
Other Charges Positions	0	0	0	0	
07 Transportation & Development					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	3,922,181	8,910,000	10,931,766	2,021,766	22.7%
Fees & Self-gen Revenues	22,769,329	28,672,415	28,182,415	-490,000	(1.7%)
Statutory Dedications	515,630,877	571,055,043	566,681,094	-4,373,949	(0.8%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	15,733,689	32,420,794	24,632,793	-7,788,001	(24.0%)
	\$558,056,076	\$641,058,252	\$630,428,068	-\$10,630,184	(1.7%)
T.O.	4,253	4,258	4,260	2	0.0%
Other Charges Positions	0	0	0	0	

Statewide Budget					
Department Budget Summary					
	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
08 DPSC Corrections Services					
STATE GENERAL FUND (Direct):	\$476,437,296	\$490,875,885	\$492,539,719	\$1,663,834	0.3%
STATE GENERAL FUND BY:					
Interagency Transfers	8,321,699	14,837,938	14,837,938	0	0.0%
Fees & Self-gen Revenues	35,521,228	46,352,374	48,216,468	1,864,094	4.0%
Statutory Dedications	1,379,062	54,000	1,014,000	960,000	1777.8%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	787,487	2,230,697	2,230,697	0	0.0%
	\$522,446,772	\$554,350,894	\$558,838,822	\$4,487,928	0.8%
T.O.	4,723	4,748	4,888	140	2.9%
Other Charges Positions	0	0	0	0	
08 DPSC Public Safety Services					
STATE GENERAL FUND (Direct):	\$6,601,728	\$19,410,048	\$0	-\$19,410,048	(100.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	26,019,771	38,286,509	38,258,311	-28,198	(0.1%)
Fees & Self-gen Revenues	176,173,487	179,276,430	200,340,673	21,064,243	11.7%
Statutory Dedications	184,669,327	188,422,671	182,286,209	-6,136,462	(3.3%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	19,997,935	48,544,162	47,941,431	-602,731	(1.2%)
	\$413,462,248	\$473,939,820	\$468,826,624	-\$5,113,196	(1.1%)
T.O.	2,514	2,572	2,575	3	0.1%
Other Charges Positions	0	0	0	0	
08 DPSC Youth Services					
STATE GENERAL FUND (Direct):	\$100,675,723	\$109,587,852	\$95,761,584	-\$13,826,268	(12.6%)
STATE GENERAL FUND BY:					
Interagency Transfers	8,971,201	11,959,959	11,959,959	0	0.0%
Fees & Self-gen Revenues	473,076	775,487	775,487	0	0.0%
Statutory Dedications	145,022	149,022	149,022	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	593,769	908,006	891,796	-16,210	(1.8%)
	\$110,858,791	\$123,380,326	\$109,537,848	-\$13,842,478	(11.2%)
T.O.	1,001	944	830	-114	(12.1%)
Other Charges Positions	7	0	0	0	
09 Health					
STATE GENERAL FUND (Direct):	\$2,390,817,265	\$2,415,119,251	\$1,926,355,053	-\$488,764,198	(20.2%)
STATE GENERAL FUND BY:					
Interagency Transfers	283,768,736	306,924,794	302,751,637	-4,173,157	(1.4%)
Fees & Self-gen Revenues	437,362,503	510,154,478	348,095,469	-162,059,009	(31.8%)
Statutory Dedications	852,900,036	842,350,843	739,238,733	-103,112,110	(12.2%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	7,929,824,440	9,519,368,265	7,958,491,347	-1,560,876,918	(16.4%)
	\$11,894,672,980	\$13,593,917,631	\$11,274,932,239	-\$2,318,985,392	(17.1%)
T.O.	5,732	5,794	6,048	254	4.4%
Other Charges Positions	0	0	0	0	
10 Children & Family Services					
STATE GENERAL FUND (Direct):	\$160,516,303	\$174,260,354	\$204,684,294	\$30,423,940	17.5%
STATE GENERAL FUND BY:					
Interagency Transfers	11,783,308	50,095,291	50,195,291	100,000	0.2%
Fees & Self-gen Revenues	10,647,150	17,937,760	18,392,610	454,850	2.5%
Statutory Dedications	4,789,525	481,227	477,047	-4,180	(0.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	396,832,782	534,190,531	545,750,362	11,559,831	2.2%
	\$584,569,068	\$776,965,163	\$819,499,604	\$42,534,441	5.5%
T.O.	3,447	3,445	3,506	61	1.8%
Other Charges Positions	0	0	0	0	

<div>Statewide Budget</div> <div>Department Budget Summary</div>					
	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
11 Natural Resources					
STATE GENERAL FUND (Direct):	\$10,068,629	\$9,421,017	\$9,417,721	-\$3,296	(0.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	8,390,842	8,992,160	8,816,870	-175,290	(1.9%)
Fees & Self-gen Revenues	167,307	318,639	318,639	0	0.0%
Statutory Dedications	19,691,203	29,764,163	29,451,854	-312,309	(1.0%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	6,646,883	7,765,301	7,375,181	-390,120	(5.0%)
	<u>\$44,964,864</u>	<u>\$56,261,280</u>	<u>\$55,380,265</u>	<u>-\$881,015</u>	<u>(1.6%)</u>
T.O.	331	321	308	-13	(4.0%)
Other Charges Positions	0	0	0	0	
12 Revenue					
STATE GENERAL FUND (Direct):	\$12,040,331	\$33,892,165	\$30,669,333	-\$3,222,832	(9.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	219,816	285,000	285,000	0	0.0%
Fees & Self-gen Revenues	75,222,816	67,107,815	67,403,092	295,277	0.4%
Statutory Dedications	571,049	543,583	550,000	6,417	1.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$88,054,012</u>	<u>\$101,828,563</u>	<u>\$98,907,425</u>	<u>-\$2,921,138</u>	<u>(2.9%)</u>
T.O.	713	712	690	-22	(3.1%)
Other Charges Positions	0	0	0	0	
13 Environmental Quality					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	212,757	670,829	70,829	-600,000	(89.4%)
Fees & Self-gen Revenues	20,414	24,790	24,790	0	0.0%
Statutory Dedications	86,418,508	104,184,518	105,480,722	1,296,204	1.2%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	16,420,089	20,155,915	19,902,433	-253,482	(1.3%)
	<u>\$103,071,768</u>	<u>\$125,036,052</u>	<u>\$125,478,774</u>	<u>\$442,722</u>	<u>0.4%</u>
T.O.	684	698	702	4	0.6%
Other Charges Positions	0	0	0	0	
14 Workforce Commission					
STATE GENERAL FUND (Direct):	\$6,530,496	\$7,399,887	\$7,399,887	\$0	0.0%
STATE GENERAL FUND BY:					
Interagency Transfers	4,122,803	6,595,050	6,237,466	-357,584	(5.4%)
Fees & Self-gen Revenues	102,000	272,219	272,219	0	0.0%
Statutory Dedications	99,263,838	110,634,234	111,288,610	654,376	0.6%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	140,182,037	165,586,651	160,205,804	-5,380,847	(3.2%)
	<u>\$250,201,174</u>	<u>\$290,488,041</u>	<u>\$285,403,986</u>	<u>-\$5,084,055</u>	<u>(1.8%)</u>
T.O.	929	925	921	-4	(0.4%)
Other Charges Positions	0	0	0	0	
16 Wildlife & Fisheries					
STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	2,980,111	12,006,202	12,527,226	521,024	4.3%
Fees & Self-gen Revenues	195,285	2,111,574	2,111,574	0	0.0%
Statutory Dedications	95,175,338	125,842,453	118,276,988	-7,565,465	(6.0%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	25,881,666	46,032,639	42,431,264	-3,601,375	(7.8%)
	<u>\$124,232,400</u>	<u>\$185,992,868</u>	<u>\$175,347,052</u>	<u>-\$10,645,816</u>	<u>(5.7%)</u>
T.O.	779	779	779	0	0.0%
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
17 Civil Service					
STATE GENERAL FUND (Direct):	\$4,909,967	\$5,326,196	\$5,443,800	\$117,604	2.2%
STATE GENERAL FUND BY:					
Interagency Transfers	11,043,082	11,622,197	12,002,661	380,464	3.3%
Fees & Self-gen Revenues	930,192	1,232,825	1,341,590	108,765	8.8%
Statutory Dedications	2,035,763	2,233,801	2,334,588	100,787	4.5%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$18,919,004</u>	<u>\$20,415,019</u>	<u>\$21,122,639</u>	<u>\$707,620</u>	<u>3.5%</u>
T.O.	171	171	172	1	0.6%
Other Charges Positions	0	0	0	0	
19 Higher Education					
STATE GENERAL FUND (Direct):	\$907,215,046	\$1,004,971,363	\$732,716,972	-\$272,254,391	(27.1%)
STATE GENERAL FUND BY:					
Interagency Transfers	13,673,426	23,645,601	23,223,489	-422,112	(1.8%)
Fees & Self-gen Revenues	1,384,356,305	1,457,186,211	1,461,114,911	3,928,700	0.3%
Statutory Dedications	150,958,134	151,642,910	148,170,266	-3,472,644	(2.3%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	59,115,141	79,903,497	80,105,297	201,800	0.3%
	<u>\$2,515,318,052</u>	<u>\$2,717,349,582</u>	<u>\$2,445,330,935</u>	<u>-\$272,018,647</u>	<u>(10.0%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	
19 Special Schools & Comm.					
STATE GENERAL FUND (Direct):	\$38,747,769	\$42,044,885	\$42,769,686	\$724,801	1.7%
STATE GENERAL FUND BY:					
Interagency Transfers	23,547,398	26,067,815	26,285,481	217,666	0.8%
Fees & Self-gen Revenues	2,262,026	3,263,033	3,263,033	0	0.0%
Statutory Dedications	21,524,707	25,114,616	23,883,751	-1,230,865	(4.9%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	318,668	233,582	-85,086	(26.7%)
	<u>\$86,081,900</u>	<u>\$96,809,017</u>	<u>\$96,435,533</u>	<u>-\$373,484</u>	<u>(0.4%)</u>
T.O.	746	767	745	-22	(2.9%)
Other Charges Positions	0	0	0	0	
19 Education					
STATE GENERAL FUND (Direct):	\$3,535,662,196	\$3,604,419,133	\$3,584,999,322	-\$19,419,811	(0.5%)
STATE GENERAL FUND BY:					
Interagency Transfers	165,496,269	263,200,035	253,932,768	-9,267,267	(3.5%)
Fees & Self-gen Revenues	29,823,015	57,488,446	51,181,489	-6,306,957	(11.0%)
Statutory Dedications	295,881,619	273,809,800	276,876,044	3,066,244	1.1%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	1,115,567,496	1,146,171,841	1,146,401,137	229,296	0.0%
	<u>\$5,142,430,595</u>	<u>\$5,345,089,255</u>	<u>\$5,313,390,760</u>	<u>-\$31,698,495</u>	<u>(0.6%)</u>
T.O.	489	446	445	-1	(0.2%)
Other Charges Positions	0	0	0	0	
19E LSU Health Care Services Division					
STATE GENERAL FUND (Direct):	\$24,664,566	\$24,427,906	\$24,427,906	\$0	0.0%
STATE GENERAL FUND BY:					
Interagency Transfers	17,788,112	18,383,724	3,969,790	-14,413,934	(78.4%)
Fees & Self-gen Revenues	12,149,617	15,472,658	9,355,434	-6,117,224	(39.5%)
Statutory Dedications	379,658	0	0	0	
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,954,212	4,800,336	4,800,336	0	0.0%
	<u>\$59,936,165</u>	<u>\$63,084,624</u>	<u>\$42,553,466</u>	<u>-\$20,531,158</u>	<u>(32.5%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
20 Other Requirements					
STATE GENERAL FUND (Direct):	\$479,880,559	\$494,419,850	\$450,561,942	-\$43,857,908	(8.9%)
STATE GENERAL FUND BY:					
Interagency Transfers	43,446,218	45,669,009	43,174,928	-2,494,081	(5.5%)
Fees & Self-gen Revenues	8,822,298	10,978,280	14,153,280	3,175,000	28.9%
Statutory Dedications	210,011,167	259,696,604	211,953,830	-47,742,774	(18.4%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	4,229,523	5,556,260	5,556,260	0	0.0%
	\$746,389,765	\$816,320,003	\$725,400,240	-\$90,919,763	(11.1%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Other Appropriation Bills

STATE GENERAL FUND (Direct):	\$215,724,762	\$215,503,900	\$203,303,705	(\$12,200,195)	(5.7%)
STATE GENERAL FUND BY:					
Interagency Transfers	722,398,006	697,055,051	670,948,476	(26,106,575)	(3.7%)
Fees & Self-gen Revenues	1,545,717,955	1,577,612,759	1,643,352,635	65,739,876	4.2%
Statutory Dedications	1,037,876,250	1,250,904,310	1,250,904,310	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	62,713,000	0	0.0%
	\$3,655,060,443	\$3,803,789,020	\$3,831,222,126	\$27,433,106	0.7%
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	0	0	0	

21 Ancillary

STATE GENERAL FUND (Direct):	\$0	\$0	\$0	\$0	
STATE GENERAL FUND BY:					
Interagency Transfers	472,741,656	646,285,095	620,178,520	-26,106,575	(4.0%)
Fees & Self-gen Revenues	1,432,734,451	1,506,664,222	1,572,404,098	65,739,876	4.4%
Statutory Dedications	101,352,668	151,000,000	151,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$2,006,828,775	\$2,303,949,317	\$2,343,582,618	\$39,633,301	1.7%
T.O.	1,154	1,156	1,188	32	2.8%
Other Charges Positions	0	0	0	0	

23 Judiciary

STATE GENERAL FUND (Direct):	\$151,530,944	\$151,530,944	\$143,954,397	-\$7,576,547	(5.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	9,392,850	9,392,850	0	0.0%
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	7,291,250	10,240,925	10,240,925	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$158,822,194	\$171,164,719	\$163,588,172	-\$7,576,547	(4.4%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

24 Legislature

STATE GENERAL FUND (Direct):	\$62,472,956	\$62,472,956	\$59,349,308	-\$3,123,648	(5.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	20,803,504	22,373,567	22,373,567	0	0.0%
Statutory Dedications	10,000,000	10,000,000	10,000,000	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	\$93,276,460	\$94,846,523	\$91,722,875	-\$3,123,648	(3.3%)
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Statewide Budget
Department Budget Summary

	Previous Year Actual FY 2017	Current Year EOB 12/1/2017 FY 2018	Next Year HB 1 Original FY 2019	2019 - 2018 Change	Percent Change
26 Capital Outlay Cash					
STATE GENERAL FUND (Direct):	\$1,720,862	\$1,500,000	\$0	-\$1,500,000	(100.0%)
STATE GENERAL FUND BY:					
Interagency Transfers	249,656,350	41,377,106	41,377,106	0	0.0%
Fees & Self-gen Revenues	92,180,000	48,574,970	48,574,970	0	0.0%
Statutory Dedications	919,232,332	1,079,663,385	1,079,663,385	0	0.0%
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	133,343,470	62,713,000	62,713,000	0	0.0%
	<u>\$1,396,133,014</u>	<u>\$1,233,828,461</u>	<u>\$1,232,328,461</u>	<u>-\$1,500,000</u>	<u>(0.1%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

Non-Appropriated Requirements

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	(9,442,058)	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$553,295,299</u>	<u>\$572,103,581</u>	<u>\$569,129,317</u>	<u>(\$2,974,264)</u>	<u>(0.5%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	

22 **Non-Appropriated Requirements**

STATE GENERAL FUND (Direct):	\$484,862,553	\$507,903,581	\$514,371,375	\$6,467,794	1.3%
STATE GENERAL FUND BY:					
Interagency Transfers	0	0	0	0	
Fees & Self-gen Revenues	0	0	0	0	
Statutory Dedications	68,432,746	64,200,000	54,757,942	-9,442,058	(14.7%)
Interim Emergency Board	0	0	0	0	
FEDERAL FUNDS	0	0	0	0	
	<u>\$553,295,299</u>	<u>\$572,103,581</u>	<u>\$569,129,317</u>	<u>-\$2,974,264</u>	<u>(0.5%)</u>
T.O.	0	0	0	0	
Other Charges Positions	0	0	0	0	