



# GOVERNOR JEFF LANDRY

## **EXECUTIVE BUDGET**

FISCAL YEAR 2026-2027

JOINT LEGISLATIVE COMMITTEE ON  
THE BUDGET

January 23, 2026

# Standstill Budget



# PREPARING EXECUTIVE BUDGET

## **Began budget preparation using a standstill philosophy**

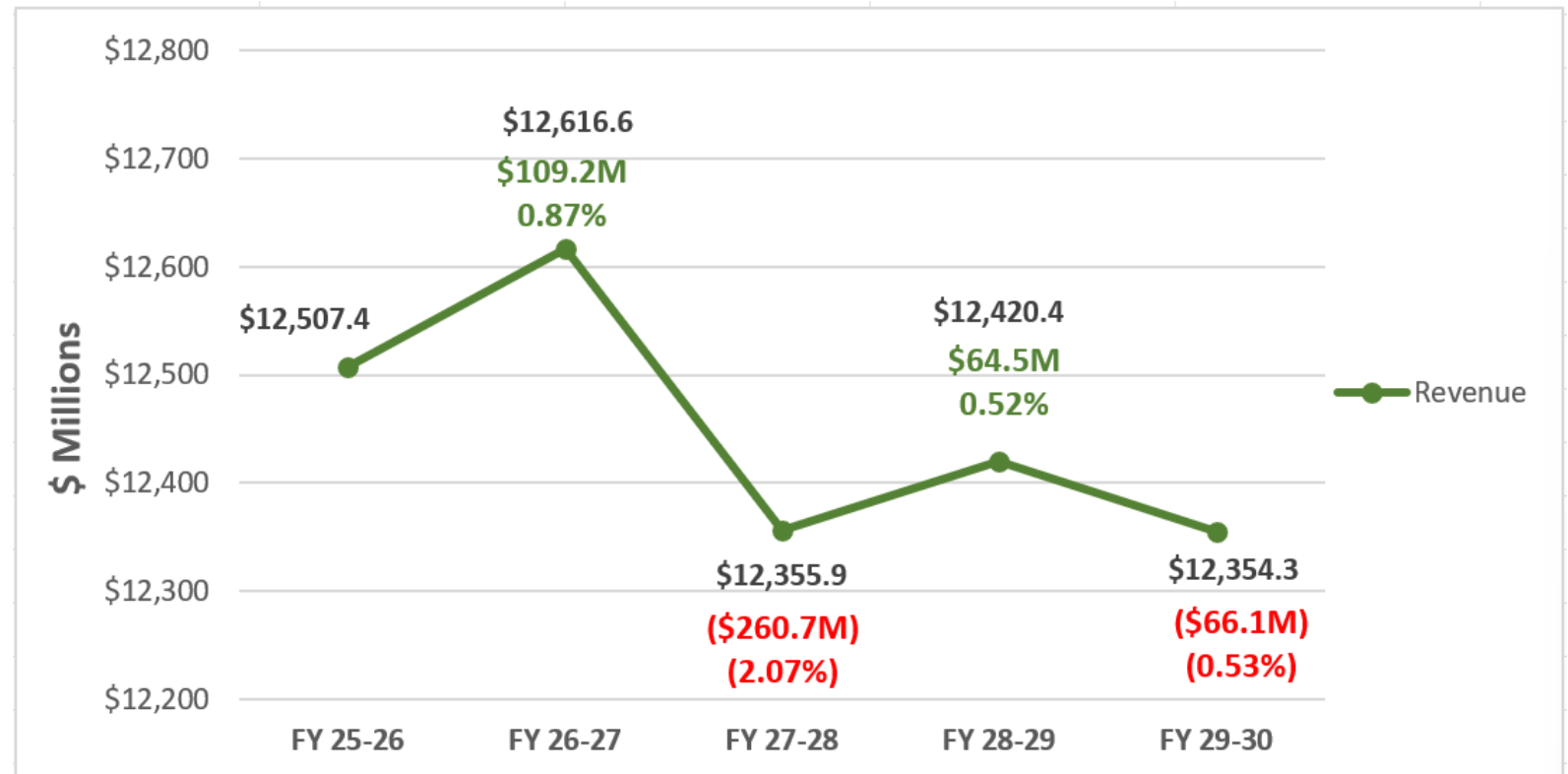
- Removed one-time items from current year in attempt to get back to baseline funding
- Made adjustments for:
  - Increased utilization/workloads
  - Items required by law (State and/or Federal Mandates)
- Attempted to fund non-recurring expenses when possible



# REVENUE ESTIMATES

## REC Forecast

- FY26 to FY27 has increase
- FY27 to FY28 has decrease
- FY28 to FY29 increases but not back to FY27 level
- FY29 to FY30 has decrease



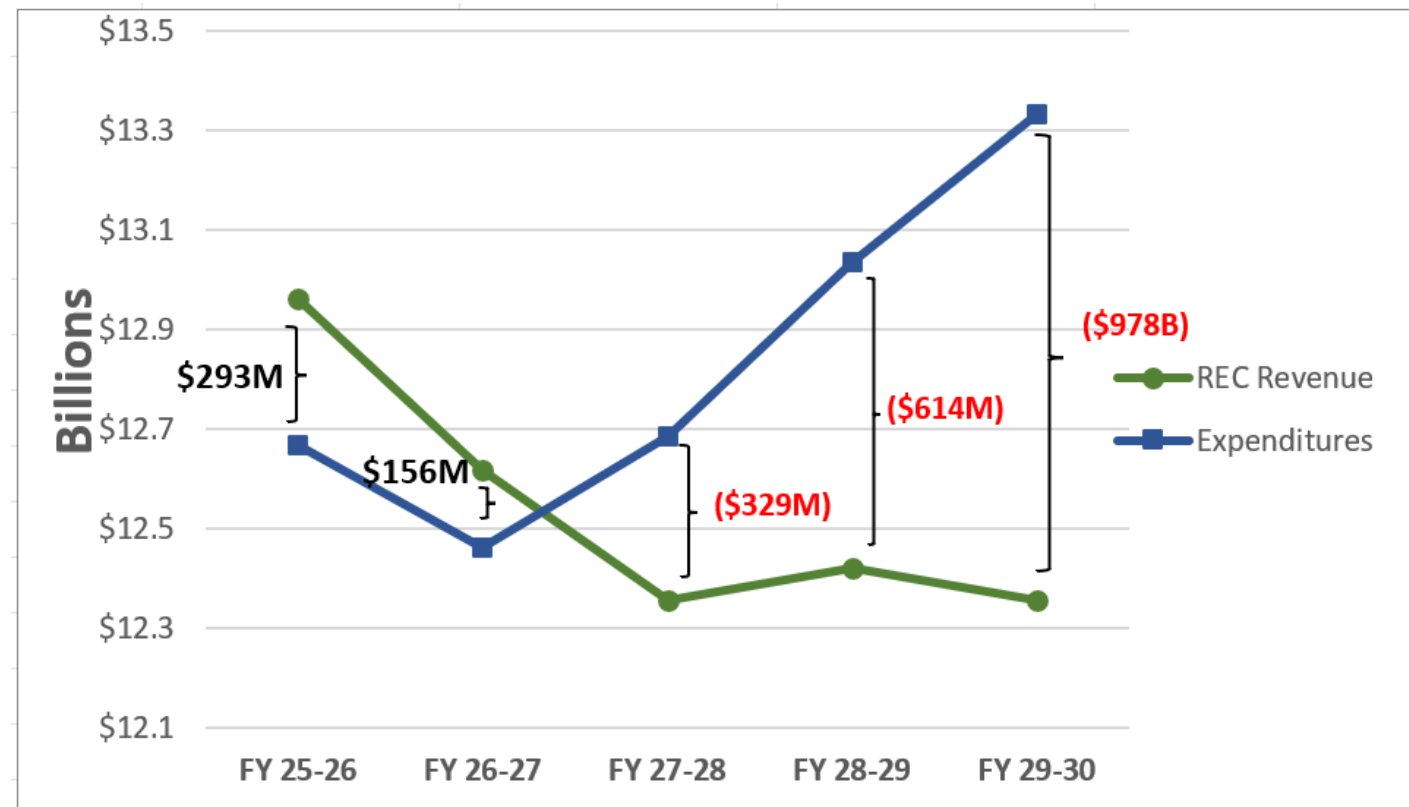
Source: Revenue Estimating Conference Official Forecast Adopted 12/11/25



# REVENUE AND EXPENDITURES

## 5 Year Forecast

- Potential shortfalls in FY28, FY29, and FY30
- Does not include potential impact of Constitutional Amendment



**Source:** Five Year Base Line Projection presented to JLCB on 1/23/26

# Fiscal Year 2026-2027 Executive Budget



# CHANGE FROM FY26 to FY27

Without Double Counts and **With** Carry Forwards

Means of Finance (MOF)	FY 25-26 Existing Operating Budget As of 12/1/25	FY 26-27 Executive Budget	Over/(Under) EOB	
State General Fund	\$12,666,828,272	\$12,604,753,973	(\$62,074,299)	(0.49%)
Fees/Self Generated	\$4,059,111,056	\$3,899,746,897	(\$159,364,159)	(3.93%)
Statutory Dedications	\$8,384,769,076	\$6,657,300,529	(\$1,727,468,547)	(20.60%)
<b>Total State Funds</b>	<b>\$25,110,708,404</b>	<b>\$23,161,801,399</b>	<b>(\$1,948,907,005)</b>	<b>(7.76%)</b>
Federal Funds	\$24,922,079,892	\$23,774,933,452	(\$1,147,146,440)	(4.60%)
<b>Total Budget</b>	<b>\$50,032,788,296</b>	<b>\$46,936,734,851</b>	<b>(\$3,096,053,445)</b>	<b>(6.19%)</b>



# CHANGE FROM FY26 to FY27

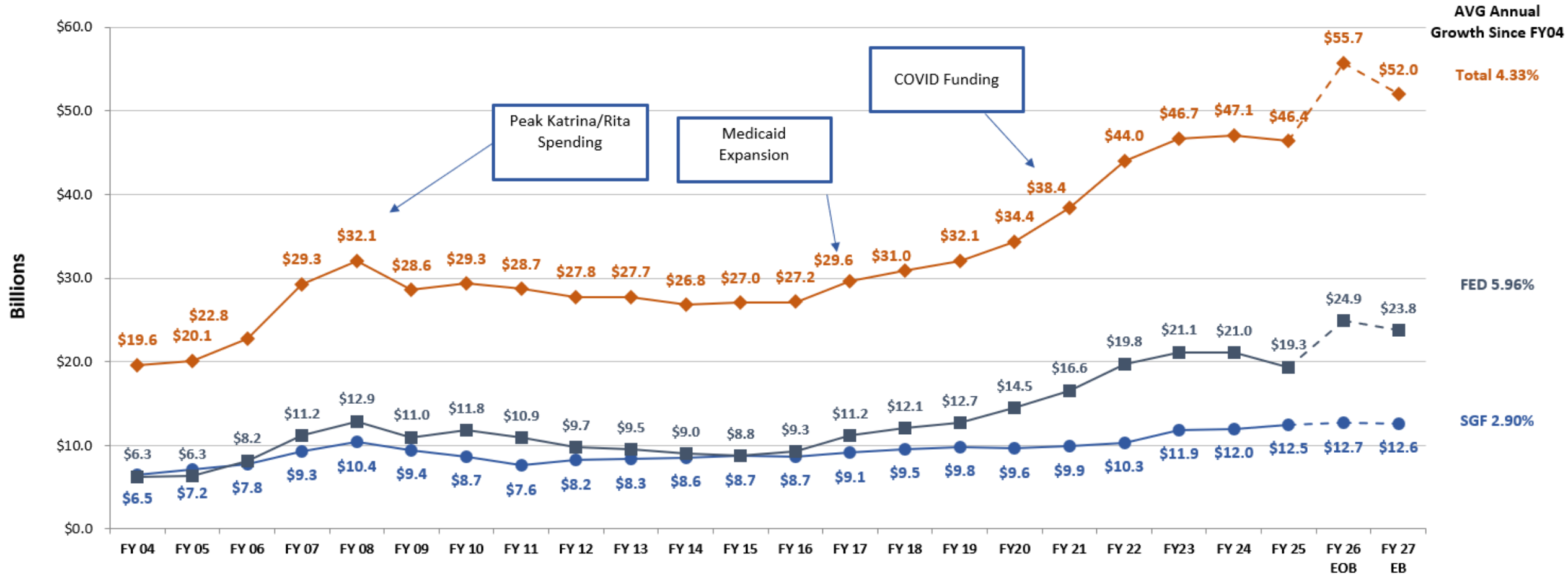
Without Double Counts and **Without** Carry Forwards

Means of Finance (MOF)	FY 25-26 Existing Operating Budget As of 12/1/25	FY 26-27 Executive Budget	Over/(Under) EOB	
State General Fund	\$12,214,480,185	\$12,604,753,973	\$390,273,788	3.20%
Fees/Self Generated	\$3,832,062,850	\$3,899,746,897	\$67,684,047	1.77%
Statutory Dedications	\$8,202,546,280	\$6,657,300,529	(\$1,545,245,751)	(18.84%)
<b>Total State Funds</b>	<b>\$24,249,089,315</b>	<b>\$23,161,801,399</b>	<b>(\$1,087,287,916)</b>	<b>(4.48%)</b>
Federal Funds	\$23,726,277,566	\$23,774,933,452	\$48,655,886	0.21%
<b>Total</b>	<b>\$47,975,366,881</b>	<b>\$46,936,734,851</b>	<b>(\$1,038,632,030)</b>	<b>(2.16%)</b>



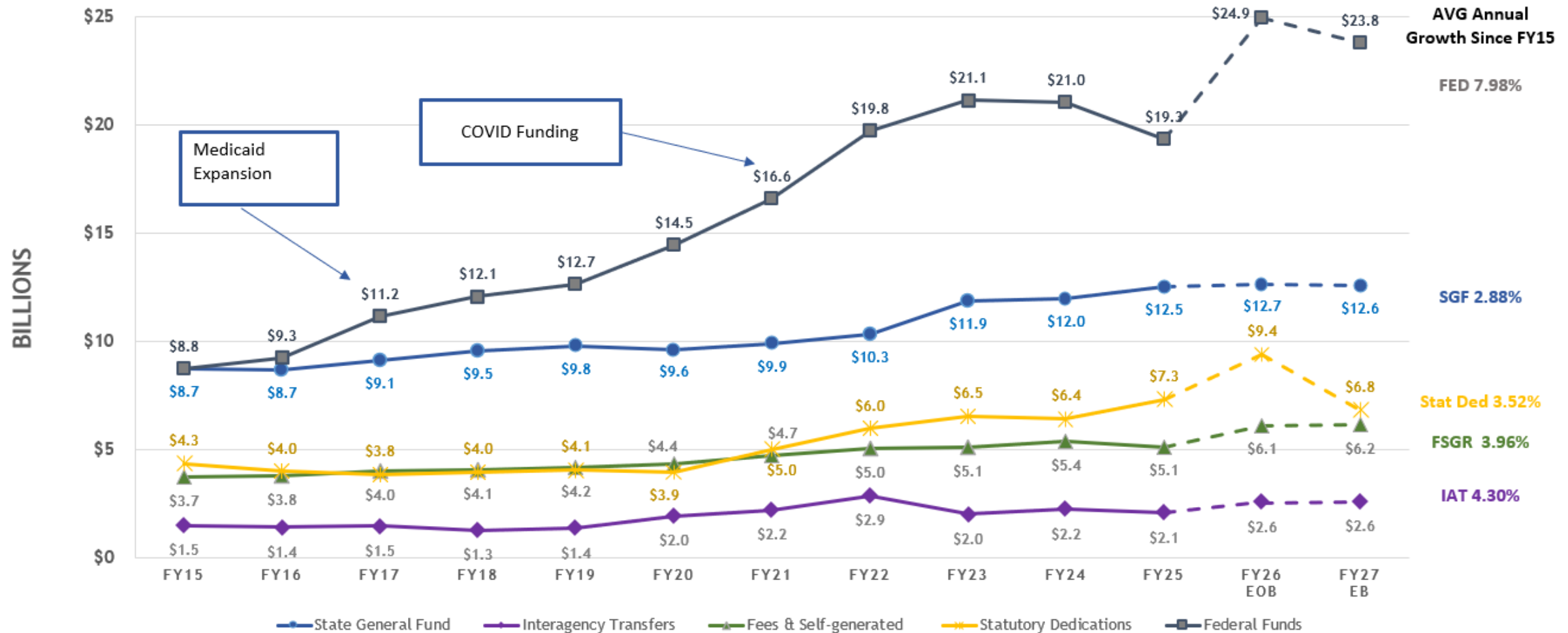


# HISTORICAL STATE GENERAL FUND



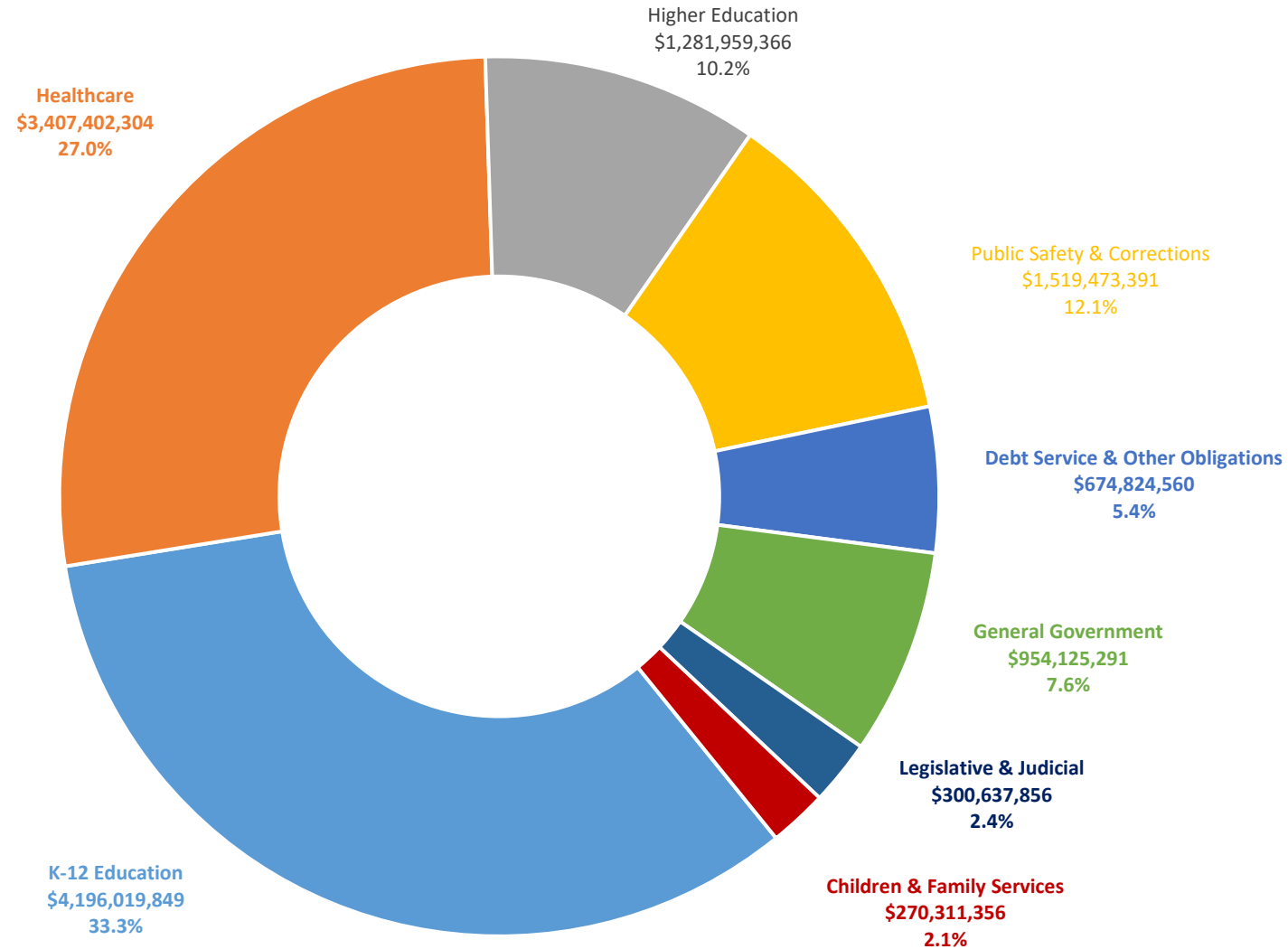


# HISTORICAL SPENDING (ALL MOF)



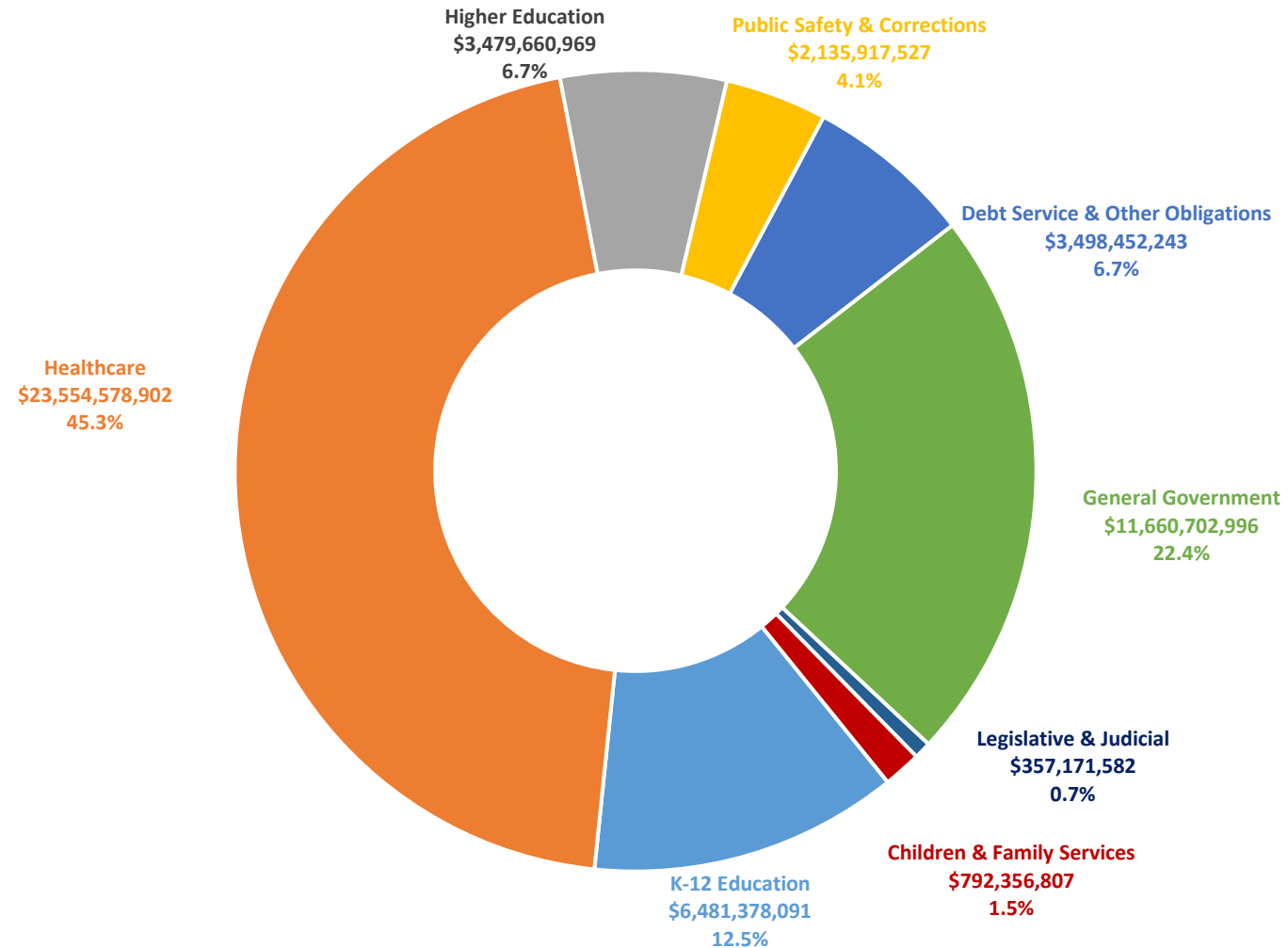


# BREAKDOWN OF STATE GENERAL FUND





# BREAKDOWN OF TOTAL BUDGET





# MAJOR ITEMS FUNDED IN BUDGET

Means of Finance Substitutions - \$86.5 Million	Amount
<b>State Police</b> – Riverboat Gaming Enforcement Fund and OMV Self-generated Revenue Shortfall	<b>\$ 42.5M</b>
<b>LDH</b> – SNAP Administrative Costs State Match Increase	<b>\$ 42.3M</b>
<b>Wildlife and Fisheries</b> - Conservation Fund Shortfall	<b>\$ 8.5M</b>
<b>Higher Education</b> – TOPS Fund	<b>\$ 4.4M</b>



# MAJOR ITEMS FUNDED IN BUDGET

Other Major Items	Amount
<b>LDOE</b> – Louisiana Giving All True Opportunities to Rise (LA GATOR) amount to continue funding phase one of Act 1 of the 2024 Regular Session	<b>\$ 44.2M</b>
<b>Louisiana Economic Development</b> – High Impact Jobs Program	<b>\$ 75.0M</b>
<b>DCFS</b> – Child Welfare Modernization System	<b>\$ 12.1M</b>



# MAJOR ITEMS FUNDED IN BUDGET

Other Major Items	Amount
<b>Louisiana State Penitentiary</b> – Increase capacity of state offenders	\$ 17.5M
<b>Local Housing of State Adult Offenders</b> – Increase the per diem paid to the Sheriff’s by \$3 (\$26.39 to \$29.39)	\$ 17.3M
<b>Board of Regents</b> - Additional funding for M.J. Foster Scholarship Program based on utilization	\$ 14.5M



# MAJOR ITEMS FUNDED IN BUDGET

Other Major Items	Amount
<b>LDH</b> – Medicaid Managed Care Organization (MCO) Adjustment	<b>\$ 30.5M</b>
<b>LDH</b> – Nursing Home Inflation (Non-rebase years)	<b>\$ 8.3M</b>
<b>Board of Regents</b> – Student Tuition Assistance and Revenue Trust (START) system upgrade	<b>\$ 4M</b>





# COMPARISON OF STATE GENERAL FUND

Department	Existing FY 25-26	Executive Budget FY 26-27	Difference
LDH	\$3,285,087,565	\$3,382,210,028	\$97,122,463
Corrections	\$716,460,060	\$798,231,291	\$81,771,231
Youth Services	\$176,701,933	\$204,622,492	\$27,920,559
Public Safety	\$128,895,011	\$155,549,147	\$26,654,136
Judicial	\$187,855,555	\$206,123,567	\$18,268,012
DCFS	\$252,551,560	\$270,311,356	\$17,759,796
Special Schools	\$62,693,631	\$70,182,081	\$7,488,450
Wildlife	\$41,304,956	\$48,648,486	\$7,343,530
DOTD	\$60,571,292	\$67,103,808	\$6,532,516
Ag and Forestry	\$26,524,102	\$30,413,862	\$3,889,760
CRT	\$59,425,775	\$61,673,829	\$2,248,054
Veterans	\$16,901,392	\$18,091,600	\$1,190,208
Attorney Gen	\$23,022,015	\$24,058,115	\$1,036,100
Civil Service	\$5,925,607	\$6,178,824	\$253,217

Department	Existing FY 25-26	Executive Budget FY 26-27	Difference
LA Works	\$20,680,735	\$20,848,560	\$167,825
LSU HCSD	\$25,066,857	\$25,192,276	\$125,419
Treasurer	\$205,260	\$205,260	\$0
Legislative	\$94,514,289	\$94,514,289	\$0
Insurance	\$180,000	\$0	(\$180,000)
Lt Governor	\$3,696,182	\$1,355,616	(\$2,340,566)
DEQ	\$14,874,406	\$11,884,913	(\$2,989,493)
Nat Resources	\$29,021,034	\$23,753,661	(\$5,267,373)
Non-Approp	\$540,895,863	\$533,084,750	(\$7,811,113)
Sec State	\$97,741,543	\$89,184,361	(\$8,557,182)
LED	\$61,807,681	\$45,882,801	(\$15,924,880)
Executive	\$308,820,273	\$287,459,161	(\$21,361,112)
Higher Ed	\$1,321,988,254	\$1,281,959,366	(\$40,028,888)
Education	\$4,250,545,658	\$4,125,837,768	(\$124,707,890)
Other Req	\$852,869,783	\$720,192,705	(\$132,677,078)
<b>TOTAL</b>	<b>\$12,666,828,272</b>	<b>\$12,604,753,973</b>	<b>(\$62,074,299)</b>

# SURPLUS AND EXCESS



# SURPLUS AND EXCESS

## Surplus

- Fiscal Year 2024 – 2025: **\$577,073,871**

## Excess

- Fiscal Year 2025 – 2026: **\$292,589,608**



# SURPLUS AND EXCESS

## Surplus

- Funds from Prior Year
- State General Fund remaining after closing the books on the prior year
- Can only be spent on 6 non-recurring items outlined in the constitution

## Excess

- Current Year funds
- State General Fund available when REC raises the forecast during the year
- Can only be spent during a legislative session, usually in Supplemental Bill



# USES OF SURPLUS

**Article VII, Section 10: appropriations of money in the official forecast designated as non-recurring shall be made only for:**

- Deposit into the Budget Stabilization Fund (25% required)
- Payments against the state retirement systems' unfunded accrued liability (25% required)
- Retiring or the defeasance of bonds
- Funding for capital outlay projects
- Highway construction for which federal matching funds are available
- Deposit into the Coastal Protection and Restoration Fund



# RECOMMENDATION FOR FY 25 SURPLUS

Constitutional Item	Recommended Amounts
Rainy Day Fund (required)	\$144,268,468
Unfunded Accrued Liability (required)	\$144,268,468
DOTD	\$288,536,936
CPRA	
Capital Outlay (Deferred Maintenance)	
<b>Total</b>	<b>\$577,073,871</b>



# RECOMMENDATIONS FOR EXCESS

## Excess State General Fund Expenditures (Supplemental Bill)

If excess become available we would first recommend covering agency shortfalls and then putting money into funds for critical infrastructure like last year

- **Shortfalls** - Corrections, State Police, GOHSEP, Department of Children and Family Services
- **Funds** – Voting Technology Fund, LED Project Commitments, IT Modernization Projects



# THE DIVISION OF ADMINISTRATION TEAM

## **Commissioner of Administration**

Taylor Barras

## **Deputy Commissioner of Administration**

Bryan McClinton

## **State Director of the Office of Planning and Budget (OPB)**

Colleen Gil

## **Assistant Commissioners**

Randy Davis – Statewide Services

Nancy Keaton – Finance

Sonia Mallett – Risk and Property

Roger Husser – Facility Planning & Control

## **Executive Counsel**

Craig Cassagne