

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

November 20, 2020

	<u>OCTOBER 2020</u>	<u>NOVEMBER 2020</u>	<u>NOVEMBER 2020 Over/(Under) OCTOBER 2020</u>
<u>GENERAL FUND REVENUE</u>			
Revenue Estimating Conference, July 30, 2020	\$9,160.400	\$9,160.400	\$0.000
Use of the Budget Stabilization Fund	\$90.063	\$90.063	\$0.000
FY 19-20 Revenue Carried Forward into FY 20-21	\$67.251	\$67.251	\$0.000
Total Available General Fund Revenue	<u>\$9,317.714</u>	<u>\$9,317.714</u>	<u>\$0.000</u>
<u>APPROPRIATIONS AND REQUIREMENTS</u>			
Non-Appropriated Constitutional Requirements			
Debt Service	\$432.253	\$429.802	(\$2.451)
Interim Emergency Board	\$1.323	\$1.323	\$0.000
Revenue Sharing	\$90.000	\$90.000	\$0.000
Total Non-Appropriated Constitutional Requirements	<u>\$523.576</u>	<u>\$521.125</u>	<u>(\$2.451)</u>
Appropriations			
General (Act 1 of 2020 1ES, Act 45 of 2020 2ES)	\$8,563.137	\$8,577.119	\$13.982
Ancillary (Act 11 of 2020 1ES)	\$0.000	\$0.000	\$0.000
Judicial (Act 7 of 2020 1ES, Act 45 of 2020 2ES)	\$152.057	\$154.508	\$2.451
Legislative (Act 8 of 2020 1ES)	\$61.243	\$61.243	\$0.000
Capital Outlay (Act 2 of 2020 1ES)	\$0.000	\$0.000	\$0.000
Total Appropriations	<u>\$8,776.437</u>	<u>\$8,792.870</u>	<u>\$16.434</u>
Total Appropriations & Non-Appropriated Constitutional Requirements	<u>\$9,300.013</u>	<u>\$9,313.995</u>	<u>\$13.982</u>
Other Requirements			
Funds Transfer Bill (Act 10 of 2020 1ES)	\$3.001	\$3.001	\$0.000
Total Other Requirements	<u>\$3.001</u>	<u>\$3.001</u>	<u>\$0.000</u>
Total Appropriations and Requirements	<u>\$9,303.014</u>	<u>\$9,316.996</u>	<u>\$13.982</u>
General Fund Revenue Less Appropriations and Requirements	<u>\$14.700</u>	<u>\$0.718</u>	<u>(\$13.982)</u>

II. FY 2019-2020 Fiscal Status Summary:

In accordance with Act 1092 of the 2001 Regular Session and Act 107 of the 2002 First Extraordinary Session (R.S. 39:75), the first budget status report presented after October 15th shall reflect the fund balance for the previous fiscal year. "At the first meeting of the Joint Legislative Committee on the Budget after publication of the Comprehensive Annual Financial Report for the state of Louisiana, the commissioner of administration shall certify to the committee the actual expenditures paid by warrant or transfer and the actual monies received and any monies or balances carried forward for any fund at the close of the previous fiscal year which shall be reflected in the budget status report."

FY20 GENERAL FUND DIRECT SURPLUS/DEFICIT - ESTIMATED (millions)

FY19 Surplus/(Deficit)		534.510
Other Obligations Against Cash Carried Over from FY19 to FY20		
General Fund - Direct Carryforward	87.892	
Unappropriated Use of FY17 & FY18 Surpluses	1.234	
Other Receipts	1.061	
Total Other Obligations Against Cash Carried Over from FY19 to FY20		90.187
FY20 General Fund - Adjusted Direct Revenues:		9,846.211
Total General Funds Available for Expenditure in FY20		10,470.907

FY20 General Fund - Direct Appropriations & Requirements:

Draws of General Fund - Direct Appropriations	(8,939.381)	
General Obligation Debt Service	(446.004)	
Transfer to the Revenue Sharing Fund (Z06) - Constitution 7:26	(90.000)	
Coastal Protection & Restoration Fund - R.S. 49:214.5.4	(9.815)	
Transfers - Per Statute and Legislative Action	(120.982)	
Other Transfers	(0.344)	
FY19 Surplus - Appropriated or Transferred	(534.510)	
Total FY20 General Fund - Direct Appropriations & Requirements		(10,141.035)

General Fund Direct Cash Balance

329.873

Obligations Against the General Fund Direct Cash Balance

Unappropriated Use of FY17 & FY 18 Surplus	(1.234)	
Pending FY20 adjustments to be completed in FY21	(14.832)	
General Fund - Direct Carryforwards from FY20 to FY21	(67.251)	
Total Obligated General Fund Direct		(83.317)

Net General Fund Direct Surplus/(Deficit)

246.556

III. Current Year Items Requiring Action

IV. Horizon Issues Not Contained in 5-Year Plan

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

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

Hurricane & Storm Damage Risk Reduction System

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

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