

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 499** SLS 12RS 667

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> March 21, 2012 7:41 AM	<b>Author:</b> RISER
<b>Dept./Agy.:</b> State Bond Commission	<b>Analyst:</b> Travis McIlwain
<b>Subject:</b> Judgments	

BONDS OR INCREASE SG EX See Note Page 1 of 1  
Prohibits the State Bond Commission from approving bonds, notes, or other indebtedness of political subdivisions against whom there is an unpaid judgment issued by a court of competent jurisdiction for amounts owed for services performed

Proposed legislation provides that bonds, notes or other evidences of indebtedness of any political subdivision required by the constitution or laws of Louisiana to be sold or approved by the State Bond Commission shall not be sold or approved by the State Bond Commission if the political subdivision has a notice of eligible judgment on file with the State Bond Commission unless the political subdivision has obtained prior written approval from the judgment creditor.

<b>EXPENDITURES</b>	<b>2012-13</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	SEE BELOW					
Agy. Self-Gen.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
<b>Annual Total</b>						
<b>REVENUES</b>	<b>2012-13</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	SEE BELOW					
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

The proposed legislation may result in an indeterminable increase in state governmental expenditures by the State Bond Commission. The increased costs to the State Bond Commission are a result of the increased administrative costs incurred in handling and tracking the various judgments and any necessary legal services expenditures related to those judgments. The State Bond Commission currently does not have a staff attorney.

The fiscal impact of this measure is directly related to the number of judgment notices the State Bond Commission will actually receive.

To the extent the State Bond Commission's potential costs associated with this measure exceed their current annual self-generated revenue collections, state general fund may be required for any anticipated expenditures.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure. To the extent a political subdivision has an eligible judgment on file with the State Bond Commission, proposed legislation would prevent them (without prior written approval from the judgment creditor) from gaining approval from the commission for various funding mechanisms related to bond indebtedness.

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>	<i>Evan Brasseaux</i>
<input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}	<input type="checkbox"/> 6.8(F)1 >= \$500,000 Annual Fiscal Cost {S}		<b>Evan Brasseaux</b>
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}	<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}		<b>Staff Director</b>