



**LEGISLATIVE FISCAL OFFICE  
Fiscal Note**

Fiscal Note On: **SB 408** SLS 22RS 1076  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

**Date:** April 22, 2022 2:46 PM **Author:** FOIL  
**Dept./Agy.:** Office of Risk Management  
**Subject:** Determination of Insurance Coverage Upon Request **Analyst:** Patrice Thomas

RISK MANAGEMENT OR SG EX See Note Page 1 of 1

Requires the office of risk management to provide for determination of insurance coverage upon request in claims against the state. (8/1/22)

Proposed law requires the office of risk management to confirm or deny coverage of any insurance or related coverage document issued upon request of an agency, department, or claimant. Proposed law authorizes an agency, department, or claimant to request written reasons for a denial of coverage by the office of risk management. Proposed law requires the office of risk management to provide the written reasons for a denial of coverage within 30 days of the request. Proposed law effective August 1, 2022.

<b>EXPENDITURES</b>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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>\$0</b>
<b>Annual Total</b>						
<b>REVENUES</b>	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>5 -YEAR TOTAL</u>
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

Proposed law may potentially create additional administrative workload expenditures within the Division of Administration, Office of Risk Management (ORM) as a result of responding to request regarding coverage. The proposed law requires ORM to confirm or deny coverage of any insurance claim upon the request of an agency, department, or claimant. In the event of a claim denial, the proposed law allows the agency, department, or claimant to request a written reason for the denial and requires ORM to respond within 30 days of the request. To the extent this propose law results in numerous request for written reasons, ORM may experience an increase in administrative workload to review and coordinate written responses.

The Attorney General/Department of Justice (DOJ) reports there is no impact on department under this measure.

**REVENUE EXPLANATION**

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate Dual Referral Rules

13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

*Evan Brasseaux*  
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**Evan Brasseaux**  
 Interim Deputy Fiscal Officer