

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



Fiscal Note On: **HB 925** HLS 24RS 2046

Bill Text Version: **ENROLLED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

|                                       |         |                                |
|---------------------------------------|---------|--------------------------------|
| <b>Date:</b> May 31, 2024             | 8:35 PM | <b>Author:</b> MACK            |
| <b>Dept./Agy.:</b> Statewide          |         | <b>Analyst:</b> Tanesha Morgan |
| <b>Subject:</b> Outstanding judgments |         |                                |

JUDGMENTS EN +\$84,000 GF EX See Note Page 1 of 1  
Provides relative to reporting requirements for political subdivisions associated with outstanding judgments

Proposed law requires a political subdivision that is established by statute and that at any point in the current or immediately prior year had total outstanding judgments in excess of \$7.5 M to report to the legislative auditor, using uniform, standardized, and consistent forms and terminology developed by the auditor, a complete list of all outstanding judgments. Proposed law requires the legislative auditor to compile the reports into a single biennial report and to submit this report to the Joint Legislative Committee on the Budget and the governor by December 1st. The reporting requirements shall terminate on January 1, 2031. Proposed law shall not apply to any political subdivision created by home rule charter or governed by a police jury.

| EXPENDITURES        | 2024-25         | 2025-26         | 2026-27         | 2027-28         | 2028-29         | 5 -YEAR TOTAL    |
|---------------------|-----------------|-----------------|-----------------|-----------------|-----------------|------------------|
| State Gen. Fd.      | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$420,000</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         | \$0             | \$0             | \$0             | \$0             | \$0             | <b>\$0</b>       |
| <b>Annual Total</b> | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$84,000</b> | <b>\$420,000</b> |

  

| REVENUES            | 2024-25    | 2025-26    | 2026-27    | 2027-28    | 2028-29    | 5 -YEAR TOTAL |
|---------------------|------------|------------|------------|------------|------------|---------------|
| 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         | \$0        | \$0        | \$0        | \$0        | \$0        | <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**

The proposed legislation is anticipated to increase expenditures in the Auditor's Office by approximately \$84,000 (salaries and benefits) per year associated with hiring an auditor in its Local Government Services section. This measure requires that political subdivisions with total outstanding judgments exceeding \$7.5 M in the current or previous year must report certain information annually to the legislative auditor by September 30th. The auditor will compile the reports into a single biennial report and submit it to the Joint Legislative Committee on the Budget and the governor by December 1st.

**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}

**Patrice Thomas**  
**Deputy Fiscal Officer**