

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



Fiscal Note On: **HB 1142** HLS 26RS 2725

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> May 3, 2026	3:50 PM	<b>Author:</b> MARTINEZ
<b>Dept./Agy.:</b> Department of Insurance		<b>Analyst:</b> Anthony Shamis
<b>Subject:</b> Annual market accountability report		

INSURANCE DEPARTMENT

OR +\$119,160 SG EX See Note

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Requires the Department of Insurance to issue an annual market accountability report

Proposed law requires the Louisiana Department of Insurance (LDI) to issue an annual insurance market accountability report covering the preceding calendar year, on or before the first day of March.

Proposed law requires the annual insurance market accountability report to include the following: (1) average homeowners' and auto insurance premium changes; (2) claims filed, claims paid, and claims denied by parish; (3) loss ratios and profitability by line of insurance; (4) market entries and exits participation by insurers; (5) non-renewal and cancellation rates.

Proposed law requires LDI to submit the report annually to the House and Senate Committees on Insurance and make it publicly available on the departments website in a format that is accessible and understandable to policymakers and the public.

Proposed law becomes effective upon signature of the governor, or after the lapse of time for gubernatorial action.

EXPENDITURES	2026-27	2027-28	2028-29	2029-30	2030-31	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	<b>\$119,160</b>	<b>\$6,000</b>	<b>\$6,240</b>	<b>\$6,490</b>	<b>\$6,479</b>	<b>\$144,369</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>\$119,160</b>	<b>\$6,000</b>	<b>\$6,240</b>	<b>\$6,490</b>	<b>\$6,479</b>	<b>\$144,369</b>

  

REVENUES	2026-27	2027-28	2028-29	2029-30	2030-31	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**

Proposed law is anticipated to increase SGR expenditures by \$119,160 within the Louisiana Department of Insurance (LDI) in FY 27 for one-time costs to update the Periodic Online Insurance Data Reporting System (POIDRS) and implement other necessary system modifications. In FY 28 and future fiscal years, LDI anticipates \$6,000 in IT maintenance costs. A 4% inflation factor is applied to FY 29 and subsequent fiscal years. **Note: Increased SGR expenditures within LDI result in less monies reverted to SGF at the end of the fiscal year.**

IT Development and Maintenance costs (\$119,160 SGR):

Information provided by LDI indicates that implementation will require a professional services contract with an applications development contractor for an estimated 993 hours of programming at a rate of \$120 per hour to establish new POIDRS data collection points and to implement necessary system updates. Beginning in FY 28, LDI indicates ongoing system maintenance is expected to require approximately 50 hours annually at an estimated cost of \$6,000, with a 4% inflation factor applied to subsequent fiscal years.

*Note: The LFO is unable to corroborate the estimated IT development costs provided by LDI. To the extent that hours required through an applications development contractor to provide the required services may be higher or lower, corresponding professional services costs would shift accordingly.*

**REVENUE EXPLANATION**

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

Senate

Dual Referral Rules

House

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

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

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

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

*Alan M. Boxberger*

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**Legislative Fiscal Officer**