



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

Fiscal Note On: **SB 208** SLS 23RS 248  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> April 8, 2023	9:20 AM	<b>Author:</b> TALBOT
<b>Dept./Agy.:</b> Insurance		<b>Analyst:</b> Patrice Thomas
<b>Subject:</b> Appointment of Insurance Commissioner by the Governor		

INSURANCE COMMISSIONER OR SEE FISC NOTE SG EX Page 1 of 1  
 Provides for appointment of the commissioner of insurance. (2/3-CA4s(20)) (gov sig)

Proposed law removes election of the commissioner of insurance from the election code and provides that the governor shall the appointment the commissioner of insurance, subject to Senate confirmation, to serve a term of six years and no more than two consecutive six-year terms. Proposed law deletes the first assistant position and authorizes the commissioner to appoint a chief deputy, who shall perform the duties of the commissioner in the absence of the commissioner. Proposed law requires that the governor appoint a commissioner of insurance from a list of three nominees submitted by a nine-member nominating committee comprised of appointments by the following: state treasurer, House Insurance Committee, Senate Insurance Committee, attorney general, LA Bankers Association, LA Home Builders Association, LA Chapter of the National Association of Insurance and Financial Advisers, and two at-large members by the governor. Proposed law provides for specific qualifications of the commissioner. Proposed law provides for the removal of the commissioner from office under certain circumstances.

<b>EXPENDITURES</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>	<b>2027-28</b>	<b>5 -YEAR TOTAL</b>
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><u>\$0</u></b>
<b>Annual Total</b>						
<b>REVENUES</b>	<b>2023-24</b>	<b>2024-25</b>	<b>2025-26</b>	<b>2026-27</b>	<b>2027-28</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	<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>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

The proposed legislation may result in an increase in expenditures associated with the Commissioner of Insurance becoming an appointed position instead of an elected official. Under the proposed law, the Commissioner of Insurance shall be appointed by the governor, subject to Senate confirmation, to serve a six-year term. The governor shall appoint a commissioner from a list of three nominees submitted by a nominee committee. The current Commissioner of Insurance receives an annual salary of \$115,000 under existing law. The Legislative Fiscal Office presumes that the appointed Commissioner of Insurance will receive a higher annual salary than the current elected Commissioner of Insurance. To the extent that an appointed Commissioner of Insurance would receive a higher salary, additional resources, presumably SGR, may be required.

**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