

RÉSUMÉ DIGEST

ACT 591 (HB 1045)

2026 Regular Session

LaCombe

Existing law (R.S. 24:513(J)) provides that the financial statements of the state of La. are audited annually and further provides that the financial statements of individual state agencies, departments, boards, and commissions are audited at least once every two years. Provides that any local auditee that receives \$75,000 or less in revenues and other sources in any one fiscal year shall not be required to have an audit but must file a certification with the legislative auditor indicating that it received \$75,000 or less in funds for the fiscal year. Provides that any local auditee that receives more than \$75,000 in revenues and other sources in any one fiscal year, but less than \$200,000, shall cause to be conducted an annual compilation of its financial statements, in accordance with the La. Governmental Audit Guide. Provides that any local auditee that receives \$200,000 or more in revenues and other sources in any one fiscal year, but less than \$500,000, shall cause to be conducted an annual review of its financial statements to be accompanied by an attestation report in accordance with the La. Governmental Audit Guide. Authorizes the legislative auditor, at his discretion, to require a local auditee to have an audit of its books and accounts.

Existing law provides that any local auditee that receives \$500,000 or more in revenues and other sources in any one fiscal year shall be audited annually.

New law provides that any local auditee in a parish having a population in excess of 20,200 and less than 21,000 persons as of the latest federal decennial census that receives \$200,000 or more in revenues and other sources in any one fiscal year, but less than \$600,000, shall cause to be conducted an annual review of its financial statements to be accompanied by an attestation report in accordance with the La. Governmental Audit Guide. Provides that any local auditee in such a parish that receives \$600,000 or more in revenues and other sources in any one fiscal year shall be audited annually.

New law provides that if there is an increase in the unadjusted Consumer Price Index (CPI) the audit threshold provided in new law is increased by the same percentage as the percentage by which the CPI is increased, rounded to the nearest dollar. Requires the legislative auditor to adjust the audit threshold amount in accordance with new law.

Effective August 1, 2026.

(Amends R.S. 24:513(J)(1)(c)(iii); Adds R.S. 24:513(J)(1)(c)(v))