



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **HB 128** HLS 21RS 374
 Bill Text Version: **RE-REENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 12, 2021 11:57 AM	Author: ZERINGUE
Dept./Agy.: Treasury	Analyst: Alan M. Boxberger
Subject: Provides relative to duties and powers of Cash Management	

FISCAL CONTROLS RR SEE FISC NOTE GF EX See Note Page 1 of 1

Provides relative to the powers and duties of the Cash Management Review Board with respect to financial security and cybersecurity plans and procedures adopted by state agencies, including the assessment and deployment of such plans
Present law establishes the Cash Management Review Board (Board) for oversight over all state agency banking and checking accounts, balances therein, as well as agencies' policies and procedures for handling receipts into and disbursements from such accounts; provides for open meetings of the Board; provides for exceptions; and provides for public records and exceptions.

Proposed law requires each state agency to adopt a cybersecurity plan and financial security procedures relative to cash management; provides for submitting the plan for review by the Board; provides for plan update procedures; provides for Board review and oversight; provides for confidentiality; adds discussions concerning cybersecurity, financial security and other procedures to open meeting law exceptions; adds exceptions to public records law; and directs the LA State Law Institute to correct present law references in the Revised Statutes to conform with the provisions of proposed law.

EXPENDITURES	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						
REVENUES	2021-22	2022-23	2023-24	2024-25	2025-26	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION


Proposed law may result in an indeterminable workload increase for state agencies associated with preparing and adopting cybersecurity plans and financial security procedures relative to cash management to the extent any agency does not already possess such instruments in adequate form. Proposed law gives additional structure and authority to the Cash Management Review Board (Board) to coordinate the banking needs of the state in a manner that protects the state's financial security. Each state agency will be required to adopt plans and procedures, and to submit those to the Board within 90 days of the effective date. The Board shall be required to review implementation of such plans and procedures, and to make ongoing assessments of the sufficiency thereof. The workload and expenditure impact of updates to agency plans and procedures are assumed to be absorbed within existing budgetary and personnel resources. To the extent agencies require professional or expert support services to develop adequate plans and procedures, state costs may increase.

The Cash Management Review Board will realize a workload increase associated with receipt, review, and ongoing monitoring of the cybersecurity and financial security plans of state agencies. The workload is indeterminable and presumed to be absorbed within existing budgetary and personnel resources. To the extent multiple state agencies, or state agencies as a whole, are able to adopt unified or similar plans and procedures the workload impact may be partially mitigated. To the extent multiple disparate, dissimilar plans are adopted by numerous state agencies, the workload impact to the Cash Management Review Board may become significant and create proportional expenditure increases associated with travel and per diem costs of legislative members of the Board as the number of scheduled meetings may increase accordingly.

REVENUE EXPLANATION

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

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| <p><u>Senate</u></p> <p><input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}</p> <p><input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}</p> | <p><u>House</u></p> <p><input type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}</p> <p><input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}</p> |
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Christopher A. Keaton
 Legislative Fiscal Officer