



LEGISLATIVE FISCAL OFFICE

Fiscal Note

Fiscal Note On: **SB 347** SLS 22RS 450
 Bill Text Version: **REENGROSSED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 11, 2022 8:49 AM **Author:** MILLIGAN
Dept./Agy.: Division of Administration and Louisiana Legislative Auditor **Analyst:** Monique Appeaning
Subject: Audit of Certain Vendors

PROCUREMENT CODE RE SEE FISC NOTE OF EX Page 1 of 1
 Authorizes the audit of certain vendor documentation in procurement of surveillance equipment by the office of legislature auditor. (8/1/22)

Proposed law provides that any vendor or other entity who provides the documents required prior to the procurement of telecommunications or video surveillance equipment or services to be procured are not prohibited telecommunications or video surveillance equipment or services as defined in R.S. 39:1753.1 shall be subject to audit by the Louisiana Legislative Auditor. Proposed law adds to the causes for debarment part of the law, "violation of the procurement of telecommunication or video surveillance equipment or services by agencies and certain educational entities set forth in R.S. 39:1753.1." Proposed law provides for a definition.

EXPENDITURES	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						
REVENUES	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>5 -YEAR TOTAL</u>
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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

Proposed law will not increase expenditures in the Division of Administration - Office of State Procurement to implement the provisions of this bill.

Proposed law may result in a workload increase to the extent the Louisiana Legislative Auditor (LLA) increases the audits. To the degree, the LLA experiences a workload increase, it will absorb any expenditures associated with the workload increase. NOTE: LLA interprets proposed law as an option to perform these procedures and not a separate audit (with report). In this case, the work can be absorbed by LLA.

The LLA reports that proposed law may result in an indeterminable increase to local governing authorities in the impact on the location for independent certified public accountants (CPAs) auditing local governments as the cost will be passed on to the entity. It is difficult to estimate the costs will be based on the risk identified by the auditors and related audit/testing procedures performed as a result of identified risk.

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

Evan Brasseaux
Interim Deputy Fiscal Officer