
DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 597 Original

2023 Regular Session

Ivey

Abstract: Provides for the State Transparency Portal within the duties of the legislative auditor and a special fund for the support of those functions and duties and removes provisions of the Louisiana Fiscal Transparency Website and the related duties of the commissioner of administration.

Present law provides for the Louisiana Fiscal Transparency Website and provides for the duties of the commissioner of administration relative to the website. Requires the commissioner to establish and maintain the Louisiana Fiscal Transparency Website as a centralized, searchable website, to be known as the "Louisiana Checkbook". Requires that it provide information to the public about data and reports of state expenditures, contracts, incentive expenditures, revenues, and other financial matters. Provides that the website serve as an interactive portal for the public to access state fiscal information.

Proposed law repeals present law provisions and instead provides for the State Transparency Portal and for the powers and duties of the legislative auditor relative to the portal. Proposed law transfers the information and functionality requirements of the present law Louisiana Fiscal Transparency Website in a similar manner into the State Transparency Portal including:

- (1) Requires all agencies, boards, commissions, departments, institutions of higher education, legislature, and judiciary to furnish information, reports, aid, services, and assistance necessary for the portal (website) as may be requested.
- (2) Requires all state agencies, higher education agencies, the judicial branch, and the legislative branch which are not maintained on the LaGov statewide enterprise resource planning system to either:
 - (a) Elect to join the LaGov statewide enterprise resource planning system.
 - (b) Report the required information to the auditor in the format and manner as required by the auditor.

Further requires the portal to present information on its website in a manner that is intuitive to members of the general public and provide certain functions and information. Requires the following databases which shall each include specific content and be electronically searchable by the public within specific parameters outlined for each:

- (1) An expenditure database containing reporting of expenditures by each budget unit in the executive budget.
- (2) A contract database for all state contracts
- (3) An employment and payroll database
- (4) A report database containing certain reports required by law
- (5) A boards and commissions database
- (6) An incentives database with information regarding incentive expenditure programs administered by state agencies
- (7) A dedicated funds database with information regarding appropriations from dedicated funds and the state treasurer's report on special funds
- (8) A performance database including information provided by the executive branch through the Louisiana Performance Accountability System

Imposes reporting and information sharing requirements upon state agencies and state contractors in order to fulfill the requirements of proposed law.

Provides protection for information not subject to disclosure pursuant to present law.

Requires the state treasurer to work with auditor to establish and maintain a state debt database that is electronically searchable by the public.

Requires state agencies to submit comprehensive data sufficient to comply with the provisions of proposed law in a type, extent, format, frequency, and timing specified by the auditor.

Requires internal auditors of state agencies to report any findings of state agencies, contractors, grantees, vendors, or recipients of state funding that are not in compliance with the requirements of proposed law. Requires the auditor to report agency noncompliance with proposed law to the Joint Legislative Committee on the Budget and the Legislative Audit Advisory Council on at least a quarterly basis. Requires the legislative auditor to perform periodic and unscheduled reviews of state agencies, contractors, grantees, vendors, or recipients of state funds to ensure compliance with proposed law.

Provides that any state agency whose internal audit or legislative audit contains findings indicating a violation of the constitution or laws of this state or findings of fraud, waste, and abuse, shall be subject to periodic and unscheduled investigative audits by the internal auditor or the legislative auditor for a probationary period of not less than three years.

Requires that the auditor to make available on the website, all audits performed as authorized by a

state agency contract, expenditure, or incentive expenditure.

Further requires the auditor to establish a schedule to include fiscal information regarding local auditees in the portal.

Authorizes the auditor to utilize data analytics to create reports for the public, the legislature, and auditees.

Proposed law establishes the La. Transparency Fund to provide to provide monies to fund the development and maintenance of the La. Transparency Portal and the auditor's duties and responsibilities related thereto. Requires the treasurer to annually deposit into the fund \$2 million on June 30, 2023, and on July 1st of each fiscal year beginning July 1, 2024. Unencumbered monies remain in the fund and the monies are subject to appropriation and use by the Legislative Budgetary Control Council for the purposes specified in proposed law.

Proposed law provides for the commissioner of administration and the legislative auditor to develop a transition plan from La. Fiscal Transparency Website to the La. Transparency Portal and to report progress monthly to the legislature.

Provides that provisions for the fund and the transition are effective upon signature of governor or lapse of time for gubernatorial action; provides that the proposed law provisions for the auditor's duties and the La. Transparency Portal, as well as the repeal of the present law provisions for the La. Fiscal Transparency Website become effective on January 1, 2024.

(Adds R.S. 24:513(D)(7) and R.S. 24:571- 586; repeals R.S. 39:16.1-16.14)