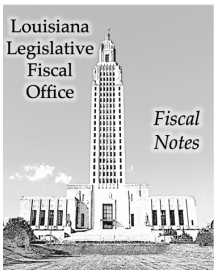


LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 6** SLS 243ES 1

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: November 13, 2024 1:31 PM	Author: TALBOT
Dept./Agy.: Insurance and LA Property Insurance Corp (Citizens)	Analyst: Patrice Thomas
Subject: LDI and Citizens Cooperative Endeavor Agreement (CEA)	

PROPERTY INSURANCE OR NO IMPACT See Note Page 1 of 1

Authorizes the Louisiana Property Insurance Corporation to enter into a cooperative endeavor agreement with the commissioner of insurance for certain projects. (Item #15) (gov sig)

Proposed law authorizes LA Citizens Property Insurance Corporation (Citizens) to enter into a cooperative endeavor agreement (CEA) with the Commissioner of Insurance/LA Department of Insurance (LDI) by a majority vote of the governing board to benefit the Citizens' policyholders. Proposed law requires the CEA agreement between the parties must be submitted and approved by both the Senate and House Committees on Insurance.

EXPENDITURES	2024-25	2025-26	2026-27	2027-28	2028-29	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

REVENUES	2024-25	2025-26	2026-27	2027-28	2028-29	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

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The proposed law authorizes but does not require the LA Citizens Insurance Corporation (Citizens) and LDI to enter into a CEA to benefit Citizens' policyholders. Entering into a CEA is not anticipated to increase expenditures in either entity. The proposed law is silent on the nature of the CEA; therefore, the impact of any future CEA is unknown.

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}

Alan M. Boxberger

Alan M. Boxberger
Legislative Fiscal Officer