

ADVISORY GROUP ON Efficiency and Benchmarking **PROPOSAL#:** AGEB # 4
SUBJECT: Outstanding Receivables **DATE ADOPTED BY ADVISORY GROUP:** 8-24-09
COMMISSION ACTION: _____ **DATE:** _____

RECOMMENDATION: To place jurisdiction over all receivables by all departments in Louisiana state government with the Cash Management Review Board and to require that the State of Louisiana Receivables Report be compiled and published no later than 60 days after the end of every quarter.

Summary Description/Nature of Change	Key Implementation Responsibilities	Need	Action Needed	Benefit/Saving	Done/Study
To place jurisdiction over all receivables by all departments in Louisiana state government with the Cash Management Review Board and to require that the State of Louisiana Receivables Report be compiled and published no later than 60 days after the end of every quarter.	Legislature, Cash Management Review Board, Governor	To increase revenues and reduce budget shortfalls by actively pursuing money owed to the state. Better enforcement can be achieved with collections being lead by a single entity.	Statutory and regulatory amendment		

The State of Louisiana Receivables Report is published quarterly by the Division of Administration. The most recent report is for the quarter ended June 30, 2008, over a year ago. It shows gross receivables of \$1,729,557,954. Of this amount, \$1,118,088,484, or 65%, is over 180 days past due.

The Louisiana Streamlining Government Commission recommends to the governor and the Louisiana Legislature that jurisdiction over all receivables by all departments in Louisiana state government be given to the Cash Management Review Board, comprised of the Commissioner of Administration, the Legislative Auditor and the State Treasurer, and that the Cash Management Review Board be directed to take all steps necessary to manage and collect these receivables on an ongoing basis. The Louisiana Streamlining Government Commission also recommends to the governor and the Louisiana Legislature that the Division of Administration be directed to compile and publish the State of Louisiana Receivables Report for each calendar quarter no later than 60 days after the end of the quarter.