AN ACT

To amend and reenact R.S. 13:5554(R)(2) and (3) and to enact R.S. 13:5554(R)(4) and 5554.8, relative to the payment of group insurance premium costs for persons retired from the Richland Parish Sheriff's Office; to provide for eligibility for payment of such costs for retired sheriffs and retired deputy sheriffs of the Richland Parish Sheriff's Office; to provide for effective dates; to create a permanent fund; to require the depositing of certain monies into the fund; to provide for investment of monies in the fund; to authorize the withdrawal of earnings; to provide for limitations on appropriations from the fund; to provide for audits of the fund; to provide for the membership and election on the investment advisory board; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1.  R.S. 13:5554(R)(2) and (3) are hereby amended and reenacted and R.S. 13:5554(R)(4) and 5554.8 are enacted to read as follows:

§5554.  Group insurance; kinds; amounts; subrogation

R.  Notwithstanding the provisions of Subsection D of this Section, the sheriff of Richland Parish shall pay from the sheriff's general fund the premium costs of group insurance for any sheriff or full-time deputy sheriff who is entitled to
receive monthly benefits from the Sheriff's Pension and Relief Fund and who retires from the Richland Parish Sheriff's Office as follows:

*   *   *

(2) For any sheriff or deputy sheriff who first becomes eligible to retire and subsequently retires after August 31, 2013, and before July 1, 2022, fifty percent of the premium costs of group hospital, surgical, and medical expense insurance and the first ten thousand dollars of life insurance contracted for under the provisions of this Section if the sheriff or deputy sheriff retires with at least twenty-five years of creditable service with the Richland Parish Sheriff's Office and has attained the age of fifty-five.

(3) For any sheriff or deputy sheriff who first becomes eligible to retire and subsequently retires after August 31, 2013, and before July 1, 2022, one hundred percent of the premium costs of group hospital, surgical, and medical expense insurance and the first ten thousand dollars of life insurance contracted for under the provisions of this Section if the sheriff or deputy sheriff retires with thirty years or more of creditable service with the Richland Parish Sheriff's Office, regardless of age.

(4) For any sheriff or deputy sheriff who does not meet the requirements of (R)(1)(a) or (b) of this Subsection and retires on or after July 1, 2022, from the Richland Parish Sheriff's Office and is eligible to receive benefits from the Sheriff's Pension and Relief Fund and meets the requirements of Subparagraph (a), (b), or (c) of this Paragraph, one hundred percent of the premium costs of group hospital, surgical, and medical expense insurance and the first ten thousand dollars of life insurance contracted for under the provisions of this Section, if the sheriff or deputy sheriff retires with any of the following qualifications:

(a) At least fifteen years of creditable service and is at least sixty years of age and has served twelve years of creditable service with the Richland Parish Sheriff's Office.
(b) At least twenty years of creditable service and is at least fifty-five years of age and has served twelve years of creditable service with the Richland Parish Sheriff's Office.

(c) At least thirty years of creditable service and has served twenty years of creditable service with the Richland Parish Sheriff's Office, regardless of age.

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§5554.8. Richland Parish; payment of group insurance premiums; retired sheriffs and deputy sheriffs; creation of fund

A. There is hereby created the Richland Parish Retired Employees Insurance Fund, hereinafter referred to as the "RREIF", to fund the payment by the sheriff's office of Richland Parish of the premium costs for eligible retired sheriffs and retired deputy sheriffs as provided in R.S. 13:5554(R).

B. The sheriff of Richland Parish may contribute to the RREIF at his discretion.

C. Upon recommendation of the board established in Subsection F of this Section, the sheriff of Richland Parish shall invest at least twenty-five percent in fixed income investments into the RREIF, provided that a minimum of twenty-five percent of the fixed income portion is rated as investment grade by a nationally recognized rating agency.

D.(1) The earnings realized on the monies invested pursuant to Subsection C of this Section shall be available for the sheriff to withdraw for the sole purpose of paying the insurance premium costs provided in R.S. 13:5554(R) for retired sheriffs and retired deputy sheriffs of Richland Parish, legal representation costs for the RREIF Board, or both, provided that no such earnings shall be withdrawn until the amount of principal and accumulated earnings in the RREIF are equal to the sum of two million dollars.

(2) In the event that the total amount of monies derived from deposits provided in Subsection B of this Section and investment earnings fall below the sum of two million dollars, no earnings shall be withdrawn, and any balance owed for the
payment of insurance premium costs as required by R.S. 13:5554(R) or legal
representation costs for the RREIF Board shall be paid in full from the sheriff's
general fund.

E. Any financial audit conducted of the sheriff's office of Richland Parish
shall specifically address compliance with the provisions of this Section.

F.(1) To provide recommendations concerning the investment of funds as
provided in Subsection C of this Section, the sheriff shall establish an investment
advisory board consisting of three members as follows:

(a) The sheriff or his designee.

(b) One retired sheriff or retired deputy sheriff of the department, appointed
by the sheriff, who shall serve a term determined by the sheriff.

(c) One active deputy sheriff of the department, appointed by the sheriff,
who shall serve a term determined by the sheriff.

(2) The members of the board shall elect a chairperson at its first board
meeting, which shall be held within thirty days after the appointment of board
members.

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 38 Original 2022 Regular Session Thompson

Abstract: Creates a permanent fund to pay group insurance premiums and defines the
requirements for sheriffs or deputy sheriffs who retire and become eligible for
payment of group insurance premium costs from the Richland Parish Sheriff's
Office.

Present law provides that the sheriff of Richland Parish shall pay the premium costs of group
insurance from the sheriff's general fund for any sheriff or full-time deputy sheriff who is
entitled to receive monthly benefits from the Sheriff's Pension and Relief Fund and who
retires from the Richland Parish Sheriff's Office upon meeting one of three eligibility
requirements.

Proposed law retains present law.

Present law provides that any sheriff or deputy sheriff who has attained the age of 55, is
eligible to retire, and retires after August 31, 2013, with at least 25 years of creditable
service with the Richland Parish Sheriff's Office shall receive 50% of the premium costs of

CODING: Words in struck through type are deletions from existing law; words underscored
are additions.
group hospital, surgical, and medical expense insurance and the first $10,000 of life insurance contracted for under the provisions of present law.

Proposed law expands eligibility to any sheriff or deputy sheriff who first becomes eligible to retire and retires before July 1, 2022.

Present law provides that any sheriff or deputy sheriff who retires with 30 years or more of creditable service with the Richland Parish Sheriff's Office, regardless of age, shall receive 100% of the premium costs of group hospital, surgical, and medical expense insurance and the first $10,000 of life insurance contracted for under the provisions of present law.

Proposed law expands eligibility to any sheriff or deputy sheriff who first becomes eligible to retire and subsequently retires after August 31, 2013, and before July 1, 2022.

Proposed law provides that any sheriff or deputy sheriff who does not meet the requirements of present law and retires on or after July 1, 2022, from the Richland Parish Sheriff's Office and is eligible to receive benefits from the Sheriff's Pension and Relief Fund and meets the requirements of proposed law shall receive 100% of the premium costs of group hospital, surgical, and medical expense insurance and the first $10,000 of life insurance contracted for under present law, if the sheriff or deputy sheriff retires with any of the following qualifications:

(1) At least 15 years of creditable service and is at least 60 years of age and has served 12 years of creditable service with the Richland Parish Sheriff's Office.

(2) At least 20 years of creditable service and is at least 55 years of age and has served 12 years of creditable service with the Richland Parish Sheriff's Office.

(3) At least 30 years of creditable service and has served 20 years of creditable service with the Richland Parish Sheriff's Office, regardless of age.

Proposed law creates the Richland Parish Retired Employees Insurance Fund (RREIF), to fund the payment by the Richland Parish Sheriff's Office for the premium costs of insurance for retired sheriffs and deputy sheriffs as provided in present law.

Proposed law provides that the Sheriff of Richland Parish may contribute to the RREIF at his discretion.

Proposed law provides that the sheriff shall invest at least 25% in fixed income investments into the RREIF, provided that a minimum of 25% of the fixed income portion is rated as investment grade by a nationally recognized rating agency.

Proposed law provides that earnings realized from investments shall be available for the sheriff to withdraw for the purpose of paying the insurance premium costs, provided that no such earnings shall be withdrawn until the amount of principal and accumulated earnings in the RREIF is equal to the sum of $2 million. Provides that if the deposits and earnings on investments falls below $2 million, no earnings shall be withdrawn and any balance owed for the payment of insurance premium costs shall be paid in full from the sheriff's general fund.

Proposed law requires any financial audit by the sheriff's office to comply with all provisions of proposed law.

Proposed law requires the sheriff to establish a three-member investment advisory board consisting of three members as follows:

(1) The sheriff or his designee.
(2) One retired sheriff or retired deputy sheriff of the department, appointed by the sheriff, who shall serve a term determined by the sheriff.

(3) One active deputy sheriff of the department, appointed by the sheriff, who shall serve a term determined by the sheriff.

Proposed law requires the board to meet within 30 days after appointment of members and provides for election of a chairperson at the first meeting of the board.

(Amends R.S. 13:5554(R)(2) and (3); Adds R.S. 13:5554(R)(4) and 5554.8)