

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 61** SLS 18RS 86
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: May 4, 2018	12:52 PM	Author: MARTINY
Dept./Agy.: Judiciary		Analyst: Colleen Gil
Subject: Judicial Compensation		

JUDGES OR +\$1,749,162 GF EX See Note Page 1 of 1
 Provides for salaries for judges as recommended by the Judicial Compensation Commission. (gov sig)

Present law provides relative to judicial compensation and salaries for the years 2013 through 2017. Proposed law provides that the actual salary of the judges of the supreme court, courts of appeal, and district courts shall be increased 2.5% on July 1st of 2018, 2019, 2020, 2021, and 2022. Proposed law further provides that the state-paid salary of city court and parish court judges shall be increased by 2.5% on July 1st of 2018, 2019, 2020, 2021, and 2022. Effective upon governor's signature.

EXPENDITURES	2018-19	2019-20	2020-21	2021-22	2022-23	5 -YEAR TOTAL
State Gen. Fd.	\$1,749,162	\$1,792,891	\$1,837,713	\$1,883,657	\$1,930,748	\$9,194,171
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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						
REVENUES	2018-19	2019-20	2020-21	2021-22	2022-23	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	<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

There will be an increase in state general fund expenditures as a result of the proposed legislation.

There are a total of 370 judges (7 Supreme Court Justices, 53 Appellate, 218 District, 17 Juvenile, 7 Commissioners, 68 City/Parish judges) throughout the state that will be impacted by the proposed legislation. Below is a chart that represents the approximate annual increase to the extent the 2.5% increase for FY 19 – FY 23 is enacted.

Fiscal Year	Salary Base	Salary Increase	*Retirement Increase	Medicare Increase	Total Increase
FY 19	\$49,435,200	\$1,235,880	\$495,362	\$17,920	\$1,749,162
FY 20	\$50,671,080	\$1,266,777	\$507,746	\$18,368	\$1,792,891
FY 21	\$51,937,857	\$1,298,446	\$520,440	\$18,827	\$1,837,713
FY 22	\$53,236,303	\$1,330,908	\$533,451	\$19,298	\$1,883,657
FY 23	\$54,567,211	\$1,364,180	\$546,787	\$19,781	\$1,930,748

*Note: Retirement increases are based on current employer contribution rates as approved by PRSAC. Future adjustments may vary depending upon the rate adjustment by PRSAC. The current employer contribution rates are 40.1% for retirement and 1.45% for medicare, and are based off of the salary increase.

Local Funds Impact

The proposed legislation may result in an indeterminable increase of local fund expenditures due to local sheriff pay raises. Act 350 of 2012 linked district court judge pay raises to sheriff pay raises. If district court judges' pay is increased, then sheriffs pay is increased if the sheriff meets the other requirements of Act 350.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate
 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}

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