

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 135** HLS 14RS 716
 Bill Text Version: **ORIGINAL**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: March 4, 2014 11:39 AM	Author: BROSSETT
Dept./Agy.: Public Safety	Analyst: Matthew LaBruyere
Subject: Supplemental Pay	

SUPPLEMENTAL PAY OR +\$25,228,800 GF EX See Note Page 1 of 1
 Increases state supplemental pay for firefighters and certain law enforcement officers

Proposed legislation increases state supplemental pay for firefighters, fireboat operators, police, harbor police, and deputy sheriffs from \$500 per month to \$600 per month.

Effective July 1, 2014.

EXPENDITURES	2014-15	2015-16	2016-17	2017-18	2018-19	5 -YEAR TOTAL
State Gen. Fd.	\$25,228,800	\$25,228,800	\$25,228,800	\$25,228,800	\$25,228,800	\$126,144,000
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	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Annual Total						

REVENUES	2014-15	2015-16	2016-17	2017-18	2018-19	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

Providing an increase in supplemental pay of \$100 per month up to \$600 per month to Deputy Sheriffs, Municipal Police and Firefighters is estimated to result in an additional State General Fund expenditure of approximately \$25.2 million annually.

Municipal Police	6,413 x \$100 x 12 =	\$7,695,600
Deputy Sheriffs	8,974 x \$100 x 12 =	\$10,768,800
Firefighters	5,637 x \$100 x 12 =	\$6,764,400
TOTAL		\$25,228,800

The FY 15 projected number of participants for Municipal Police other than local governmental entities includes: Greater New Orleans Expressway Commission, the New Orleans Harbor, the Chitmachia Tribe of Louisiana, the Coushatta Indian Tribe of Louisiana and the Tunica-Biloxi Tribe of Louisiana. Included within the FY 15 projected number of participants for Firefighters other than local governmental entities: the Port of New Orleans fireboat personnel. The current version of HB 1 includes FY 15 appropriation for Supplemental Pay, 20-966, of \$126.0 million.

Local governments will be responsible for providing the additional retirement and Medicare payments for the firemen, municipal police and deputy sheriffs receiving supplemental pay. This percentage ranges from 30%-35% depending upon the retirement system to which the individual is contributing.

The fiscal impact of this measure in subsequent fiscal years is dependent upon the number of individuals receiving supplemental pay. The projected number of participants utilized for this fiscal note are the numbers presented within the Governor's FY 15 Executive Budget. These participant projections fluctuate each month/year.

NOTE: Increasing state supplemental pay by \$100 per month up to \$600 per month will be protected within the constitution due to a constitutional amendment ratified by the voters in the October 2007 election.

REVENUE EXPLANATION

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

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| Senate | <u>Dual Referral Rules</u> | House | <input checked="" type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S} |
| <input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | | | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 State Rev. Red. {H & S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | | | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

Evan Brasseaux

Evan Brasseaux
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