



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 47 HLS 14RS 479
Bill Text Version: ORIGINAL
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: March 12, 2014 1:53 PM
Author: BURNS, HENRY
Dept./Agy.: Bossier Parish Sheriff's Office
Subject: Group Insurance for Retirees
Analyst: Glenda Leblanc

INSURANCE/GROUP-SHERIFFS OR SEE FISC NOTE LF EX Page 1 of 1
Provides relative to the Bossier Parish Retired Employees Insurance Fund

Purpose of Bill: This measure changes group service requirements for retiree insurance benefits paid by the Bossier Parish Sheriff's Office for any retired sheriff or employee hired on or after July 1, 2014. This bill changes premium coverage for these individuals to: (1) 100% of premium cost for 30 years of service or more and age 55; or (2) 50% of the premium cost of 20 years of service and age 60. Employees hired before July 1, 2014 will be accounted for by the provisions of R.S. 13:5554(G)(1). Employees hired between September 1, 2010 and July 1, 2014, which are currently provided for according to R.S. 13:5554(Z), would revert back to the group service provisions in R.S. 13:5554(G)(1).

In addition, the investment advisory board shall now be a board of trustees that is charged with providing oversight, control, and general management of the affairs of the fund and the investments.

Table with 7 columns: EXPENDITURES, 2014-15, 2015-16, 2016-17, 2017-18, 2018-19, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total, all showing \$0.

Table with 7 columns: REVENUES, 2014-15, 2015-16, 2016-17, 2017-18, 2018-19, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total, all showing \$0.

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure within the next five years.

According to an official with the Bossier Parish Sheriff's Office, none of the employees in the groups affected by this measure (hired between September 1, 2010 and July 1, 2014 and hired on or after July 1, 2014) will be eligible to receive retiree insurance benefits within the next five years, and thus will have no impact on these expenditures. Current annual retiree insurance costs are \$10,093, so expenditures could increase or decrease under the new provision depending on the employee's hire date, the years of service and the employee's age when they retire.

The language change relevant to the investment advisory board is merely technical in nature and thus has no impact on expenditures.

REVENUE EXPLANATION

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

The language change relevant to the investment advisory board is merely technical in nature and thus has no impact on revenues.

- Senate Dual Referral Rules House
13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}
6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & S}
6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Joy Irwin
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