



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 98 HLS 19RS 456
Bill Text Version: REENGROSSED
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: May 16, 2019 1:01 PM Author: DUBUISSON
Dept./Agy.: St. Tammany Parish Sheriff's Office
Subject: St. Tammany Parish Retired Employees' Insurance Fund Analyst: Philip Fach

SHERIFFS RE INCREASE LF RV See Note Page 1 of 1
Creates the St. Tammany Parish Retired Employees' Insurance Fund

Purpose of Bill: This bill creates the St. Tammany Parish Retired Employees' Insurance Fund (STREIF) to pay insurance costs, claims, or premiums for eligible retired sheriffs and deputy sheriffs and to pay STREIF administrative costs.

Table with 7 columns: EXPENDITURES/REVENUES, 2019-20, 2020-21, 2021-22, 2022-23, 2023-24, 5-YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total for both categories.

EXPENDITURE EXPLANATION

This measure may increase local governmental expenditures for the St. Tammany Parish Sheriff's Office by approximately \$7,800 starting in 2020, increasing to approximately \$34,200 by 2024.

Officials with the St. Tammany Parish Sheriff's Office indicated that expenditures will increase by approximately \$7,800 starting in 2020 and will increase to approximately \$34,200 by 2024.

REVENUE EXPLANATION

This measure may increase local governmental revenue for the St. Tammany Parish Sheriff's Office by approximately \$53,300 starting in 2020, increasing to approximately \$267,000 by 2024 due to investment earnings.

An official with the St. Tammany Parish Sheriff's Office indicated that the Sheriff's Office plans to deposit \$1.1 million annually into the STREIF until investment earnings are sufficient to pay retiree insurance.

- FY 2020: \$1.1 million x 4.85% = Approximately \$53,300 increase
FY 2021: \$2.2 million x 4.85% = Approximately \$107,000 increase
FY 2022: \$3.3 million x 4.85% = Approximately \$160,000 increase
FY 2023: \$4.4 million x 4.85% = Approximately \$213,000 increase
FY 2024: \$5.5 million x 4.85% = Approximately \$267,000 increase

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

Signature of Michael G. Battle
Michael G. Battle
Manager, Advisory Services