Louisiana Legislative Fiscal Office Fiscal Notes

LEGISLATIVE FISCAL OFFICE Fiscal Note

Fiscal Note On: HB 648 HLS 22RS 644

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Bill Text Version: ORIGINAL

Opp. Chamb. Action:

Proposed Amd.: Sub. Bill For.:

Date: April 5, 2022 9:40 AM Author: HILFERTY

Dept./Agy.: LCLE

Subject: Crime Victims Reparation Act

Analyst: Rebecca Robinson

CRIMINAL/VICTIMS OR INCREASE GF EX See Note Provides relative to the Crime Victims Reparations Act

<u>Proposed legislation</u> provides for changes to the Crime Victims Reparations Act. Provides for relocation expenses as a pecuniary loss for personal injury or as a consequence of death. Extends the deadline to file an application for reparations from 1 year to 3 years and only requires reasonable documentation of the crime. Provides for partial awards. Increases the maximum award payable from \$10,000 to \$25,000. Increases the maximum amount of an emergency award from \$500 to \$1,000.

EXPENDITURES	2022-23	2023-24	<u>2024-25</u>	<u>2025-26</u>	2026-27	5 -YEAR TOTAL
State Gen. Fd.	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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>	<u>\$0</u>
Annual Total						
REVENUES	2022-23	2023-24	2024-25	2025-26	2026-27	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	INCREASE	INCREASE	INCREASE	INCREASE	INCREASE	
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

EXPENDITURE EXPLANATION

There will be an indeterminable increase in SGF expenditures for the Louisiana Commission on Law Enforcement (LCLE) to the extent the proposed measure increases the number of claims and/or awards for crime victim reparations. The Crime Victims Reparations Board (Board) reports for FY 21 a total of 2,885 victims were paid \$3,246,050, with an average claim amount of \$1,137.

The proposed legislation expands the eligibility criteria, adds awards for losses due to relocation, and removes the criteria related to the denial of awards. It is unknown the additional amount of claims that may be filed due to the proposed changes in law or the amount of awards that may be granted that had previously been denied for cause. Therefore, these changes to present law may result in an indeterminable increase in awards paid by the Crime Victims Reparations Board.

Under <u>current law</u>, the total maximum award shall not exceed \$10,000, except for those persons permanently and totally disabled as a result of the crime, which shall not exceed \$25,000. The <u>proposed law</u> changes the maximum total awards for all type of claims and disability to \$25,000. LCLE reports a total of 13 awards paid totaling \$10,000 or more in FY 21. If the same number of awards were paid with the proposed maximum total award of \$25,000, the award total would be \$325,000, or an increase of \$195,000. The proposed legislation also raises the maximum amount of an emergency award from \$500 to \$1,000. LCLE reports 420 emergency awards were paid in FY 21 for a total of \$204,275. If the same number of emergency awards were paid with the proposed maximum emergency award, the award total would be \$420,000, or an increase of \$215,725. The total increase in awards paid could be up to **\$410,725** as a result of the increase in these awards.

LCLE reports claims are paid from the statutorily dedicated Crime Victims Reparations Fund. Revenues for the fund are fines and fees collected at the local court level, income from the Sexual Assault Fund, restitution, unclaimed restitution, Justice Reinvestment Funds (JRI), and interest. LCLE reports that their collection of fines and fees has dropped by more than a third in the last two years. As a result of these declining revenue sources, the LCLE reports a need for an increase in SGF appropriation to be deposited into the Crime Victims Reparations Fund to pay any increase in claims that arise from the proposed legislation.

REVENUE EXPLANATION

There will be an increase in Federal funds to the statutorily dedicated Crime Victims Reparation Fund to the extent that total claims dollars increase as a result of the proposed legislation. Each fiscal year, LCLE receives a supplemental grant award for the Crime Victims Reparations Program. The total amount of each grant is based on an award of 75% of the total awards in the prior year. For illustrative purposes, in FY 21, total awards paid were \$3,246,050, which will result in a federal grant awards of \$2,434,537. Any increase in total awards paid will result in an increase in federal grants awards in future fiscal years.

<u>Senate</u>	Dual Referral Rules	<u>House</u>		
x 13.5.1 >=	\$100,000 Annual Fiscal Cost {S & H}	x 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}	Evan	Brasseaux
13.5.2 >=	\$500,000 Annual Tax or Fee	6.8(G) >= \$500,000 Tax or Fee Increase	Evan Brasseau	K
Change {S & H}		or a Net Fee Decrease {S}	Interim Deputy Fiscal Officer	