

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **SB 188** SLS 13RS 183  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> April 3, 2013 12:31 PM	<b>Author:</b> MARTINY
<b>Dept./Agy.:</b> Judiciary	<b>Analyst:</b> Travis McIlwain
<b>Subject:</b> Judicial Compensation	

JUDGES OR +\$2,469,573 GF EX See Note Page 1 of 1  
 Provides for salaries of judges as recommended by the Judicial Compensation Commission. (gov sig)

Proposed bill provides that the actual salary of the judges of the supreme court, courts of appeal, and district courts shall be increased as follows: supreme court - 5.5% increase, courts of appeal - 3.7% increase, district courts - 4% increase, subject to annual appropriation. Proposed bill provides for the actual salary of the judges of the supreme court, courts of appeal, and districts courts shall be increased by 2.1% on July 1, 2014, 2015, 2016 and 2017. Proposed bill provides that the actual salary of judges of city courts and parish courts shall be increased by 2.1% on July 1, 2014, 2015, 2016 and 2017. Effective upon governor's signature.

<b>EXPENDITURES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$2,469,573	\$1,353,453	\$1,381,876	\$1,410,895	\$1,440,523	<b>\$8,056,320</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$2,469,573</b>	<b>\$1,353,453</b>	<b>\$1,381,876</b>	<b>\$1,410,895</b>	<b>\$1,440,523</b>	<b>\$8,056,320</b>

  

<b>REVENUES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**

The proposed bill will result in an increase in state general fund expenditures as a result of increasing judicial compensation at the district, appellate, supreme court and city/parish levels in the amount of approximately \$2.5 million in FY 14 and approximately \$1.4 million in subsequent fiscal years. The increase includes salary, medicare (1.45%) and retirement costs (36.3%) as a result of the increased salaries.

There are a total of 372 judges (7 Supreme Court, 53 Appellate judges, 218 District judges, 94 City/Parish judges) in the state that would be impacted by this bill. The total salary cost for the 372 judges in FY 13 is \$44,994,972. The chart below shows the FY 14 increase as a result of the salary increases of 5.5% for Supreme Court, 3.7% for Appellate Courts, and 4% for District & City/Parish Courts.

<b>Court</b>	<b>Current Salary</b>	<b>Salary Increase</b>	<b>Medicare</b>	<b>Retirement</b>	<b>Total</b>	<b>Increase</b>
Supreme Court	\$1,062,882 x 5.5%	\$58,459	\$848	\$21,220	\$1,143,409	\$80,527
Appeals Court	\$7,648,906 x 3.7%	\$283,010	\$4,104	\$102,732	\$8,038,749	\$389,843
District Court	\$30,028,192 x 4%	\$1,201,128	\$17,416	\$436,009	\$31,682,745	\$1,654,553
City/Parish	\$6,254,992 x 4%	\$250,200	\$3,628	\$90,822	\$6,599,642	\$344,650
<b>TOTAL</b>	<b>\$44,994,972</b>	<b>\$1,792,797</b>	<b>\$25,996</b>	<b>\$650,783</b>	<b>\$47,464,545</b>	
<b>\$2,469,573</b>						

Below is a chart that illustrates subsequent fiscal year impact of increasing salaries by 2.1% for FY 15 to FY 18.

	<b>Total Salary</b>	<b>Salary Increase</b>	<b>Medicare</b>	<b>Retirement</b>	<b>Total</b>	<b>Increase</b>
FY 15	\$46,787,769 x 2.1%	\$982,543	\$14,247	\$356,663	\$48,141,222	\$1,353,453
FY 16	\$47,770,312 x 2.1%	\$1,003,177	\$14,546	\$364,153	\$49,152,188	\$1,381,876
FY 17	\$48,773,489 x 2.1%	\$1,024,243	\$14,852	\$371,800	\$50,184,384	\$1,410,895
FY 18	\$49,797,732 x 2.1%	\$1,045,752	\$15,163	\$379,608	\$51,238,255	\$1,440,523

**REVENUE EXPLANATION**

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

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>
<input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}	<input checked="" type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {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  
 Staff Director