



**OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note**

Fiscal Note On: **HB 195** HLS 13RS 751
 Bill Text Version: **ENROLLED**
 Opp. Chamb. Action:
 Proposed Amd.:
 Sub. Bill For.:

Date: June 6, 2013 8:33 AM	Author: CHANEY
Dept./Agy.: Richland Parish Sheriff's Offices	Analyst: Glenda Leblanc
Subject: Insurance premiums for retired sheriffs	

INSURANCE/GROUP-SHERIFFS EN -\$69,505 LF EX See Note Page 1 of 1
 Provides for payment of insurance premiums for retired sheriffs and deputy sheriffs from the Richland Parish Sheriff's Office.

Purpose of the Bill: This measure changes group service requirements and premium percentages for retiree insurance benefits paid by the Richland Parish Sheriff's Office for all retired sheriffs and deputy sheriffs who retired after August 31, 2013. Current law provided the following premium coverage for these individuals: 100% premium cost for those who retire with (a) 30 years of service at any age; or (b) 15 years of service and age 55.

This bill changes premium coverage for these individuals retiring on or after August 31, 2013 to: (a) 50% premium cost for individuals with at least 25 years of total service with the Richland Parish Sheriff's Office and be at least 55 years of age; (b) 100% with at least 30 years of service, regardless of age.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	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>(\$1,570)</u>	<u>(\$31,355)</u>	<u>(\$42,330)</u>	<u>(\$60,620)</u>	<u>(\$69,505)</u>	<u>(\$205,380)</u>
Annual Total	<u>(\$1,570)</u>	<u>(\$31,355)</u>	<u>(\$42,330)</u>	<u>(\$60,620)</u>	<u>(\$69,505)</u>	<u>(\$205,380)</u>

REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	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>	<u>\$0</u>
Annual Total	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

EXPENDITURE EXPLANATION

This measure may reduce local governmental expenditures by \$69,505 by 2017-18.

An official with the Richland Parish Sheriff's Office indicated that expenditures for retiree group health insurance may be reduced by approximately \$1,570 beginning in 2013-14, increasing to approximately \$69,505 by 2017-18. Based on the information provided, this measure may reduce retirement insurance benefits for three potential retirees beginning in 2013-14 and increasing to twelve in 2017-18.

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 type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | <input 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} | |

Joy Irwin
 Director of Advisory Services