



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 61 HLS 14RS 534
Bill Text Version: ORIGINAL
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: February 21, 2014 3:28 PM Author: POPE
Dept./Agy.: Livingston Parish Sheriff's Office Analyst: Glenda Leblanc
Subject: Livingston Parish Retired Employees' Insurance Fund

INSURANCE/GROUP-SHERIFFS OR LF RV See Note Page 1 of 1
Provides relative to the Livingston Parish Retired Employees' Insurance Fund

Purpose of Bill: This measure for the Livingston Parish Retired Employees' Insurance Fund (LREIF) removes the requirement that the fixed-income portion of the investments must have an average credit quality that is rated investment grade. In addition, this bill changes the comptroller of the sheriff department as a board member to a representative to be appointed by the sheriff.

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.

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.

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

There is an indeterminable effect on local governmental revenues as a result of this measure.

Any increase or decrease in revenue is dependent upon the rate of return on the fixed asset portion of the investments, as LREIF would be able to invest in a larger range of investments if the credit quality restriction were removed. It should be noted that investing in fixed income investments with an average credit quality below investment grade could create more risk and impact the fund's returns.

- Senate Dual Referral Rules House
13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} 6.8(F) >= \$100,000 SGF 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}

Joy Irwin
Director of Advisory Services