

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



Fiscal Note On: **HB 360** HLS 14RS 1117

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 23, 2014 10:28 AM	<b>Author:</b> HARRISON
<b>Dept./Agy.:</b> Office of Elderly Affairs	<b>Analyst:</b> Patrice Thomas
<b>Subject:</b> Allocation Formula for Parish Councils on Aging	

ELDERLY OR +\$5,151,118 GF EX See Note Page 1 of 1  
Provides for the allocation of appropriations to the office of elderly affairs for the voluntary parish councils on aging

Proposed law increases the allocation to each Parish Councils on Aging from \$2.50 for each person age 60 and older or \$37,500, whichever is greater, to \$6.00 for each person age 60 and older or \$100,000, whichever is greater. Proposed law increases the maximum amount allocated to any parish from \$100,000 to \$325,000. Present law requires a minimum annual appropriation of \$2,776,800 to the Office of Elderly Affairs for distribution to the parishes. Proposed law increases the minimum annual appropriation from \$2,776,800 to \$7,900,900. Proposed law is effective July 1, 2014.

<b>EXPENDITURES</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	SEE BELOW	\$5,151,118	\$5,151,118	\$5,151,118	\$5,151,118	<b>\$20,604,472</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>\$5,151,118</b>	<b>\$5,151,118</b>	<b>\$5,151,118</b>	<b>\$5,151,118</b>	<b>\$20,604,472</b>

  

<b>REVENUES</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</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**

This proposed legislation will increase SGF expenditures by \$5.15 M annually in future fiscal years. Presently, the Governor's Office of Elderly Affairs (GOEA) has an annual appropriation of \$2,776,800 to distribute to the Parish Councils on Aging (PCOA) in accordance with a funding formula based on population over 60 years of age, poverty, and square miles of each parish. The PCOA funding formula allocates \$2.50 for each person over 60 years of age or a minimum \$37,500 and a maximum of \$100,000. The proposed legislation would increase the funding formula allocation to \$6.00 for each person over 60 years of age or a minimum of \$100,000 and the maximum \$325,000. As a result, the total appropriation to the PCOA would increase from \$2,776,800 to \$7,927,918, or an annual increase of \$5.15 M.

Note: The FY 15 Budget includes a one-time \$5 M increase to the PCOA program from the Overcollections Fund. GOEA has indicated that the \$5 M will be distributed equally among the PCOA unless direct otherwise by the LA Executive Board on Aging, the Governor or legislation.

**REVENUE EXPLANATION**

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

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|--|----------------------------|-------|--|
| Senate   | <u>Dual Referral Rules</u> | House | <input checked="" type="checkbox"/> 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}         |
| <input checked="" type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} |                            |       | <input type="checkbox"/> 6.8(F)(2) >= \$500,000 State Rev. Reduc. {H & 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**  
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