Louisiana Legislative	LEGISLATIVE FI Fiscal I							
Legislative Fiscal		Fiscal Note On:	HB	31	HLS	22RS	276	
Fiscal Office Fiscal Notes		Bill Text Version: ORIGINAL						
	Opp. Chamb. Action:							
		Proposed Amd.:						
		Sub. Bill For.:			REVISED			
Date: April 22, 2022	11:29 AM	Author: TARVER, PHILLIP						

**Dept./Agy.:** State retirement systems

Analyst: Tanesha Morgan

**Subject:** Supplemental benefit payments

OR GF EX See Note

**RETIREMENT/STATE SYSTEMS** Page 1 of 1 (Constitutional Amendment) Dedicates a certain amount of state nonrecurring revenue to state retirement systems for supplemental benefit payments

Proposed constitutional amendment requires that some nonrecurring revenue be paid to retirees, beneficiaries, and survivors receiving a benefit, from the four state retirement systems: La. State Employees' Retirement System, Teachers' Retirement System of La., La. School Employees' Retirement System, and the La. State Police Retirement System.

Proposed constitutional amendment provides that the amount to be used for such supplemental retirement benefits is the lesser of \$50 million or the balance of nonrecurring revenue after allocations are made for payments against retirement system liabilities and for the Budget Stabilization Fund.

Proposed constitutional amendment provides the retiree, beneficiary, or survivor must have been receiving a benefit by June 30 of the previous fiscal year in order to be eligible for the lump sum payment.

Provides for submission of the proposed amendment to the voters at the statewide election to be held November 8, 2022.

EXPENDITURES	2022-23	<u>2023-24</u>	<u>2024-25</u>	2025-26	2026-27	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	\$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	\$0					\$0
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	\$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	\$0	\$0	\$0	\$0	\$0	\$0

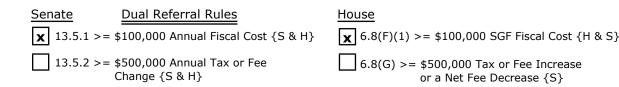
## **EXPENDITURE EXPLANATION**

Application of a portion of nonrecurring revenue to make supplemental payments to beneficiaries of the four state retirement systems will result in fewer dollars available for remaining authorized purposes as provided in La. Const. Art. VII, § 10(2) such as the defeasance of bonds and funding capital outlay, coastal protection, and certain highway construction projects.

The Secretary of State budgets constitutional amendments for statewide elections as regular practice and any costs associated with this proposed constitutional amendment will be absorbed within the agency's budget.

## **REVENUE EXPLANATION**

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



Ein Brasseaus

Evan Brasseaux **Interim Deputy Fiscal Officer**