



OFFICE OF LEGISLATIVE AUDITOR
Fiscal Note

Fiscal Note On: HB 281 HLS 15RS 498
Bill Text Version: ENROLLED
Opp. Chamb. Action:
Proposed Amd.:
Sub. Bill For.:

Date: June 8, 2015 4:33 PM
Author: HILL
Dept./Agy.: Allen Parish Sheriff's Office
Subject: Retiree Insurance Changes
Analyst: Steve Stevens

INSURANCE/GROUP-SHERIFFS EN SEE FISC NOTE LF EX See Note Page 1 of 1
Provides relative to the payment of group insurance premiums for retired sheriffs and deputy sheriffs hired on or after July 1, 2015, for Allen Parish

Purpose of Bill: This bill changes insurance eligibility requirements for those retirees of the Allen Parish Sheriff's Office hired by the Sheriff on or after July 1, 2015. This bill requires the Allen Parish Sheriff's Office to pay certain premium costs of group insurance as follows: (1) fifty percent of premium costs for retirees with 15 years of full time continuous service with the Allen Parish Sheriff's Office and at least 55 years of age; (2) seventy percent of premium costs for retirees with 20 years of continuous service with the Allen Parish Sheriff's Office and at least 55 years of age; (3) one hundred percent of premium costs for retirees with 25 years of creditable service with the Louisiana Sheriff's Pension and Relief Fund and at least 55 years of age; and (4) one hundred percent of premium costs for retirees with 30 years of creditable service with the Louisiana Sheriff's Pension and Relief Fund, regardless of age.

Table with 7 columns: EXPENDITURES, 2015-16, 2016-17, 2017-18, 2018-19, 2019-20, 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, 2015-16, 2016-17, 2017-18, 2018-19, 2019-20, 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 governmental expenditures in the next five fiscal years as a result of this bill. However, this bill may reduce governmental expenditures in future years.

An official with the Allen Parish Sheriff's Office indicated that this bill would not impact the expenditures of the Sheriff's office within the next five years. This bill primarily applies to employees hired on or after July 1, 2015 and the Sheriff's Office does not anticipate the retirement of such hires in the next five years.

However, we estimate this bill may decrease expenditures in future years due to the more restrictive insurance eligibility requirements provided by the bill.

REVENUE EXPLANATION

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

Senate Dual Referral Rules House
13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}
13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}
6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
6.8(F)(2) >= \$500,000 Rev. Red. to State {H & S}
6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}
Michael G. Battle
Manager, Advisory Services