

OFFICE OF LEGISLATIVE AUDITOR Fiscal Note

Fiscal Note On: **HB** 772 HLS 14RS 1261

Bill Text Version: ENGROSSED

Opp. Chamb. Action: w/ SEN COMM AMD

Proposed Amd.: Sub. Bill For.:

Date: May 8, 2014 10

10:16 AM

Author: ROBIDEAUX

Dept./Agy.: Lafayette Parish Sheriff's Office

Analyst: Ryne Young

Subject: Retiree Insurance Changes

EG1 SEE FISC NOTE LF EX

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Provides relative to the payment of group insurance premiums for retired sheriffs and employees hired on or after July 1,

2014, for Lafayette Parish

Purpose of Bill: This bill changes insurance eligibility requirements for retirees (Sheriff or employee) of the Lafayette Parish Sheriff's Office that are hired by the Sheriff on or after July 1, 2014. Currently, all retirees must have retired with either (1) 15 years of service at age 55 or older or (2) 30 years of service regardless of age. This bill changes these requirements for retirees hired by the Sheriff on or after July 1, 2014 to require either (1) 20 years of credible service with the Sheriff's Office at age 65 or older or (2) 30 years of credible service with the Sheriff's Office regardless of age.

In addition, this bill eliminates dental insurance from the list of required benefits to be provided to retirees hired by the Sheriff on or after July 1, 2014.

EXPENDITURES	<u> 2014-15</u>	<u> 2015-16</u>	2016-17	2017-18	<u> 2018-19</u>	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
REVENUES	<u> 2014-15</u>	2015-16	2016-17	2017-18	2018-19	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

There is no anticipated direct material effect on governmental revenues within the next five years as a result of this bill. However, this bill may reduce governmental expenditures in future years.

An official with the Lafayette Parish Sheriff's Office indicated that this bill would not impact the expenditures of the Sheriff's office within the next five years as this bill only applies to employees hired on or after July 1, 2014. However, this official indicated that Sheriff's Office expenditures may decrease in future years, in part, due to the more restrictive insurance eligibility requirements provided by this bill.

REVENUE EXPLANATION

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

<u>Senate</u>	<u>Dual Referral Rules</u>	<u>House</u>		Desire war
13.5.1 >= \$	100,000 Annual Fiscal Cost {S	&H}	$6.8(F)(2) >= $500,000 \text{ State Rev. Reduc. } \{H \& S\}$	- ALLES
	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