

FISCAL NOTE

Bill #: SB0284

Title: Increase guaranteed annual benefit adjustment

Primary Sponsor: Tom Beck

Status: As Introduced

Sponsor signature Date

Chuck Swysgood, Budget Director Date

Fiscal Summary

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
Expenditures	0	0
Revenues	0	0
Net Impact on General Fund Balance:	\$0	\$0

<u>Yes</u>	<u>No</u>		<u>Yes</u>	<u>No</u>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

Fiscal Analysis

ASSUMPTIONS:

1. This is the only provision being considered, except for reducing the waiting period for GABA from three years to one year (SB 89). If other provisions are enacted, the cost associated with this provision may be different.
2. This bill will increase the actuarial normal cost of total covered payroll of all retirement systems administered by the board as follows:
 - a. Public Employees' Retirement System from 10.69 percent to 12.11 percent.
 - b. Municipal Police Officers' Retirement System from 23.52 percent to 27.41 percent.
 - c. Game Wardens' and Peace Officers' Retirement System from 13.91 percent to 15.77 percent.

- d. Sheriffs' Retirement System from 16.63 percent to 18.86 percent.
 - e. Judges' Retirement System from 24.46 percent to 24.81 percent.
 - f. Highway Patrol Officers' Retirement System from 17.72 percent to 19.97 percent.
 - g. Firefighters' Unified Retirement System 22.44 percent to 26.10 percent.
3. The increased cost for each retirement system will be absorbed the respective system.
4. In the Municipal Police Officers' and Firefighters' Unified Retirement Systems, the amortization period for paying off the unfunded liability will increase from 9.9 years to 18.85 years and 7.71 years to 14.70 years, respectively. The other systems do not have an unfunded liability.