



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Pension Fund Fiscal Note 2015 Biennium

Bill # HB0122

Title: Ensure federal IRS qualification of MPERA retirement systems

Primary Sponsor: Bennett, Bryce

Status: As Amended

Retirement Systems Affected: Teachers Public Employees Highway Patrol Police
 Sheriffs Firefighters Volunteer Firefighters Game Wardens Judges

Check the box if "Yes".

- Has this legislation been reviewed by the legislative interim committee?
- Has the cost of this legislation been calculated by the system's actuary?
- Does this legislation include full funding for any benefit revisions?

PERS	July 1, 2012 Current System	July 1, 2012 With Changes	Increase/ (Decrease)
Present Value of Actuarial Accrued Liability	\$5,661,281,000	\$5,661,281,000	\$0
Present Value of Actuarial Assets	\$3,816,920,000	\$3,816,920,000	\$0
Unfunded Actuarial Accrued Liability (UAAL)	\$1,844,361,000	\$1,844,361,000	\$0
Amortization Period (years) of UAAL	dna	dna	0.00
Change in normal costs	11.80%	11.80%	0.00%

PERS	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
	July 1, 2012	July 1, 2013	July 1, 2014	July 1, 2015	July 1, 2016
Employee Contr Rate prior 7/1/2011	6.90%	6.90%	6.90%	6.90%	6.90%
Employee Contr Rate 7/1/2011	7.90%	7.90%	7.90%	7.90%	7.90%
State and MUS Contribution Rat	7.17%	7.17%	7.17%	7.17%	7.17%
State Contribution Rate	0.00%	0.00%	0.00%	0.00%	0.00%
Local Govt Contribution Rate	7.07%	7.07%	7.07%	7.07%	7.07%
State Contribution Rate	0.10%	0.10%	0.10%	0.10%	0.10%
School District Contribution Rat	6.80%	6.80%	6.80%	6.80%	6.80%
State Contribution Rate	0.37%	0.37%	0.37%	0.37%	0.37%
TOTAL Contribution Rate	15.07%	15.07%	15.07%	15.07%	15.07%

SRS	July 1, 2012 Current System	July 1, 2012 With Changes	Increase/ (Decrease)
Present Value of Actuarial Accrued Liability	\$284,559,000	\$284,559,000	\$0
Present Value of Actuarial Assets	\$211,535,000	\$211,535,000	\$0
Unfunded Actuarial Accrued Liability (UAAL)	\$73,024,000	\$73,024,000	\$0
Amortization Period (years) of UAAL	dna	dna	0.00
Change in normal costs	18.73%	18.73%	0.00%

SRS	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
	July 1, 2012	July 1, 2013	July 1, 2014	July 1, 2015	July 1, 2016
Employee Contribution Rate	9.245%	9.245%	9.245%	9.245%	9.245%
Employer Contribution Rate	10.115%	10.115%	10.115%	10.115%	10.115%
State Contribution Rate	0.00%	0.00%	0.00%	0.00%	0.00%
TOTAL Contribution Rate	19.36%	19.36%	19.36%	19.36%	19.36%

GWPORS	July 1, 2012 Current System	July 1, 2012 With Changes	Increase/ (Decrease)
Present Value of Actuarial Accrued Liability	\$128,927,000	\$128,927,000	\$0
Present Value of Actuarial Assets	\$97,691,000	\$97,691,000	\$0
Unfunded Actuarial Accrued Liability (UAAL)	\$31,236,000	\$31,236,000	\$0
Amortization Period (years) of UAAL	dna	dna	0.00
Change in normal costs	18.98%	18.98%	0.00%

GWPORS	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
	July 1, 2012	July 1, 2013	July 1, 2014	July 1, 2015	July 1, 2016
Employee Contribution Rate	10.560%	10.560%	10.560%	10.560%	10.560%
Employer Contribution Rate	9.000%	9.000%	9.000%	9.000%	9.000%
State Contribution Rate	0.00%	0.00%	0.00%	0.00%	0.00%
TOTAL Contribution Rate	19.56%	19.56%	19.56%	19.56%	19.56%

MPORS	July 1, 2012	July 1, 2012	Increase/
	Current System	With Changes	(Decrease)
Present Value of Actuarial Accrued Liability	\$427,257,000	\$427,257,000	\$0
Present Value of Actuarial Assets	\$234,025,000	\$234,025,000	\$0
Unfunded Actuarial Accrued Liability (UAAL)	\$193,232,000	\$193,232,000	\$0
Amortization Period (years) of UAAL	25.70	25.70	0.00
Change in normal costs	26.26%	26.26%	0.00%

MPORS	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
	July 1, 2012	July 1, 2013	July 1, 2014	July 1, 2015	July 1, 2016
Employee Contribution Rate	9.000%	9.000%	9.000%	9.000%	9.000%
Employer Contribution Rate	14.410%	14.410%	14.410%	14.410%	14.410%
State Contribution Rate	29.37%	29.37%	29.37%	29.37%	29.37%
TOTAL Contribution Rate	52.78%	52.78%	52.78%	52.78%	52.78%

FURS	July 1, 2012	July 1, 2012	Increase/
	Current System	With Changes	(Decrease)
Present Value of Actuarial Accrued Liability	\$377,211,000	\$377,211,000	\$0
Present Value of Actuarial Assets	\$233,121,000	\$233,121,000	\$0
Unfunded Actuarial Accrued Liability (UAAL)	\$144,090,000	\$144,090,000	\$0
Amortization Period (years) of UAAL	16.40	16.40	0.00
Change in normal costs	26.50%	26.50%	0.00%

FURS	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
	July 1, 2012	July 1, 2013	July 1, 2014	July 1, 2015	July 1, 2016
Employee Contribution Rate	10.70%	10.70%	10.70%	10.70%	10.70%
Employer Contribution Rate	14.36%	14.36%	14.36%	14.36%	14.36%
State Contribution Rate	32.61%	32.61%	32.61%	32.61%	32.61%
TOTAL Contribution Rate	57.67%	57.67%	57.67%	57.67%	57.67%

FISCAL SUMMARY

	FY 2014 Difference	FY 2015 Difference	FY 2016 Difference	FY 2017 Difference
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
Other - MUS	\$0	\$0	\$0	\$0
Other - Local Government	\$0	\$0	\$0	\$0
Other - School Districts	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	\$0	\$0	\$0	\$0

Description of fiscal impact:

HB 122 is the Public Employee Retirement Board’s (PERB) qualification bill. As amended, HB 122 has no fiscal impact to the state or local governments.

Sponsor’s Initials

Date

Budget Director’s Initials

Date