



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:	
HB0226 - Generally revise pension laws (Moore, Terry)	
Status:	As Amended in Senate

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
Expenditures:				
General Fund	\$31,500	\$13,500	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>(\$31,500)</u>	<u>(\$13,500)</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 226 creates a special select committee on public employee pensions. The fiscal impact to the Legislative Branch for the 2025 biennium is \$45,000.

FISCAL ANALYSIS

Assumptions:

- HB 226 creates a special select committee on public employee pensions.
- The committee has eight legislative members as follows:
 - Four from the House of Representatives
 - Four from the Senate
- Legislator members must be compensated as provided in 5-2-302, MCA.
- The committee meets quarterly. The fiscal impact was calculated using six one-day meetings in Helena.
- Due to the cyclical nature of the Legislature, for the purposes of this fiscal note, it is assumed 70% of the meetings will occur in FY 24 and 30% will occur in FY 25.
- There is a \$45,000 appropriation. The biennial fiscal impact is broken down as follows:
 - Committee expenses (legislator salary, travel, and committee operating expenses): \$28,633
 - Legislative Services Division personal services: \$16,367
- HB 226 has a termination date of June 30, 2025.

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
FTE	0.00	0.00	0.00	0.00
<u>Expenditures:</u>				
Personal Services	\$17,765	\$7,614	\$0	\$0
Operating Expenses	\$13,735	\$5,886	\$0	\$0
TOTAL Expenditures	\$31,500	\$13,500	\$0	\$0
<u>Funding of Expenditures:</u>				
General Fund (01)	\$31,500	\$13,500	\$0	\$0
TOTAL Funding of Exp.	\$31,500	\$13,500	\$0	\$0
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
TOTAL Revenues	\$0	\$0	\$0	\$0
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$31,500)	(\$13,500)	\$0	\$0

Technical Notes:

1. Section 1(8) has conflicting statute references related to compensation of members.
 - a. 2-15-124, MCA refers to “Quasi-Judicial Boards,” which are appointed by the Governor. This statute does not apply to this bill as the members are appointed by legislative leadership.
 - b. 5-2-302, MCA should be the only statute referenced, as this covers legislative members’ salaries and travel reimbursements.

NOT SIGNED BY SPONSOR

Sponsor’s Initials

Date

Budget Director’s Initials

Date