

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 2230-01
Bill No.: SCR 13 with HA 1
Subject: Retirement Systems and Benefits - General; Retirement - State; State Employees
Type: Original
Date: May 9, 2005

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>Other</u> State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

The **Joint Committee on Public Employee Retirement (JCPER)** has reviewed this proposal and has determined an actuarial study is not needed under the provisions of section 105.660, subdivision (5).

The formulation of a commission to study the consolidation of MPERS and MOSERS would not represent a “substantial proposed change” in future plan benefits as defined in Section 105.660(5). Therefore, an actuarial cost statement is not required.

Any future proposal offered as a result of the commission would represent a “substantial proposed change” and would require the filing of an actuarial cost statement with the JCPER.

Officials from the **Missouri State Employees’ Retirement System** assume no fiscal impact to their agency.

Officials from the **Missouri Highway Patrol** will defer to the Department of Transportation for their response.

Officials from the **Missouri Department of Transportation (MoDOT)** assume the ultimate

ASSUMPTION (continued)

recommendations and proposals by this commission to consolidate MPERS and MOSERS would have long range implications but until this commission's recommendations and legislative proposals are completed and assessed, this proposal would have no fiscal impact to MoDOT.

Officials from the **Office of Administration** assume no fiscal impact to their agency.

Officials from the **Highway Employees and Patrol Retirement System** are assuming travel expenses for Commission members will be paid by the respective agencies involved (OA, General Assembly, MoDOT, Patrol, MPERS, MOSERS). There would be negligible fiscal impact to the retirement system. Should retirement staff be utilized to provide technical support for the commission, again, negligible expenses related to staff time could be incurred.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This resolution requires the establishment of the State Retirement Consolidation Commission to furnish clear and concise policy recommendations and legislative proposals for consideration in the Second Regular Session of 93rd General Assembly on the issue of providing future cost containment and elimination of ineffective duplication of benefit plan administration.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Joint Committee on Public Employee Retirement
Missouri State Employees Retirement System
Highway Employees and Patrol Retirement System
Department of Transportation
Missouri Highway Patrol
Office of Administration



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Director
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