

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4212-03
Bill No.: SCS for SB 550
Subject: Crimes and Punishment; Retirement Systems and Benefit - General; Retirement - Local Government; Retirement - Schools; Retirement - State
Type: Original
Date: April 1, 2014

Bill Summary: This proposal provides that public employees are ineligible for retirement benefits if found guilty of certain crimes.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
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 2015	FY 2016	FY 2017
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Total Estimated Net Effect on FTE	0	0	0

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2015	FY 2016	FY 2017
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Joint Committee on Public Employee Retirement** state that this legislation would not create a substantial proposed change in future plan benefits as defined in Section 105.660(10).

Officials from the **Missouri Local Government Employees Retirement System**, the **MoDOT and Patrol Employees Retirement System**, the **Sheriffs' Retirement System**, the **Missouri State Employees Retirement System** and the **Office of the State Courts Administrator** each assume the current proposal will not fiscally impact their respective agencies.

Officials from the **County Employees Retirement Fund (CERF)** state that this proposal may generate a moderate amount of savings for the fund if one or more of its members commit one of the enumerated crimes. CERF has no way to predict the magnitude because of the uncertainty as to the frequency of such events. CERF believes there will be a low frequency.

For fiscal note purposes, **Oversight** will show a zero fiscal impact to CERF due the minimal amount of incidences predicted.

<u>FISCAL IMPACT - State Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2015 (10 Mo.)	FY 2016	FY 2017
	<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.

FISCAL DESCRIPTION

The proposed legislation appears to have no direct fiscal impact.

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

SOURCES OF INFORMATION

Joint Committee on Public Retirement
MoDOT and Patrol Employees Retirement System
County Employees Retirement Fund
Missouri Local Government Employees Retirement System
Sheriffs' Retirement System
Missouri State Employees Retirement System
Office of the State Courts Administrator



Mickey Wilson, CPA
Director
April 1, 2014

Ross Strobe
Assistant Director
April 1, 2014