

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 5824-03
Bill No.: SCS for SB 823
Subject: Crimes and Punishment; Retirement Systems and Benefits - General; Retirement - Local Government; Retirement - Schools; Retirement - State
Type: Original
Date: April 11, 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 5 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**, the **Public School Retirement System of Kansas City**, the **Missouri Local Government Employees Retirement System**, the **Missouri State Employees Retirement System**, the **Office of the State Courts Administrator**, the **Sheriffs' Retirement System** and the **MoDOT and Patrol Employees Retirement System** each assume the current proposal would not fiscally impact their respective agencies.

Officials from the **County Employees Retirement Fund (CERF)** assume the proposal will probably generate moderate savings for the system. Extensive study of past history of the incidence of employees who committed crimes would be needed to estimate the amount. However, the study of past history would likely not be a very good predictor of the amount of future savings. CERF does not believe that such a study would be cost effective to carry out. Therefore, we have entered "to be determined" for fiscal impact.

In response to a similar proposal from this session, SB 550, officials from the **Police Retirement System of St. Louis** stated that the fiscal impact cannot be estimated without knowing how many members might be convicted of listed felonies in the future.

<u>FISCAL IMPACT - State Government</u>	FY 2015	FY 2016	FY 2017
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2015	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

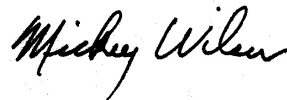
The proposed legislation appears to have no direct fiscal impact.

This proposal has an emergency clause.

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
Missouri Local Government Employees Retirement System
MoDOT and Patrol Employees Retirement System
Police Retirement System of Kansas City
Police Retirement System of St. Louis
Office of the State Courts Administrator
Missouri State Employees Retirement System
Sheriffs' Retirement System
County Employees Retirement Fund



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