

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 0533-01
Bill No.: SB 124
Subject: Employees-Employers, Political Subdivisions, Retirement-Local Government
Type: Original
Date: January 17, 2019

Bill Summary: This proposal creates new provisions relating to public safety personnel.

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY2020	FY 2021	FY 2022
Total Estimated Net Effect on General Revenue	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
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 2020	FY 2021	FY 2022
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Total Estimated Net Effect on FTE	0	0	0

Estimated Net Effect (expenditures or reduced revenues) expected to exceed \$100,000 in any of the three fiscal years after implementation of the act.

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2020	FY 2021	FY 2022
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Joint Committee on Public Employees' Retirement** assume the proposal has no direct fiscal impact to the Joint Committee on Public Employee Retirement. Our review of this legislation indicates it would not create a "substantial proposed change" in future plan benefits as defined in Section 105.660(10).

Officials from **Local Government Employees Retirement System (LAGERS)** assume this proposal would require modest programming changes to LAGERS' pension administration system that would result in a one-time cost to the LAGERS system of less than \$5,000. There would be no other fiscal impact to LAGERS.

Oversight notes that LAGERS is not a political subdivision therefore will not reflect an impact to their organization in the fiscal note. Oversight also notes that the proposal contains an incorrect sectional reference in subsection 70.631.1. The bill adds new language "if a political subdivision makes no election under this section, no emergency police telecommunicator, emergency fire telecommunicator, jailor, or emergency medical service personnel of the political subdivision shall be considered public safety personnel for purposes determining a minimum service retirement age as defined in section 70.760." Currently, section 70.760 does not exist in the Revised Statutes of Missouri and this proposal does not create said section. Therefore, Oversight will assume the incorrect sectional reference will result in an ineffectual bill and reflects a zero fiscal impact.

<u>FISCAL IMPACT - State Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2020 (10 Mo.)	FY 2021	FY 2022
	<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 Employees' Retirement
Local Government Employees Retirement System



Kyle Rieman
Director
January 17, 2019

Ross Strobe
Assistant Director
January 17, 2019