

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3947-03
Bill No.: SB 967
Subject: Retirement Systems and Benefits; Law Enforcement Officers
Type: Original
Date: February 4, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

The **Joint Committee on Public Employee Retirement** indicates that this legislation does not represent a “substantial proposed change” in future plan benefits as defined in Section 105.660(5), and, as such, an actuarial cost statement is not required.

Officials with the **Kansas City Police Retirement System (KCPRS)** note that spouses of deceased retired members of the Police Retirement System of Kansas City or the Civilian Employees’ Retirement System of the Police Department of Kansas City currently have the option to purchase health insurance at the same rate as all other retirement system members. Currently, spouses of deceased retired members can purchase a \$5,000 life insurance policy up to age 70 and a \$2,500 policy after age 70. However, KCPRS assumes the cost to allow for the purchase of the same amount of life insurance as that available to active members cannot be determined.

Officials with the **St. Louis Police Retirement System (STLPRS), Department of Insurance (INS)** assume the proposal presents no fiscal impact.

Officials with the **Department of Insurance (INS), Missouri Consolidated Health Care Plan (HCP)** assume the proposal has no fiscal impact on their agency.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
	<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

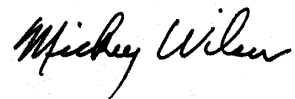
This proposal allows spouses or dependents of deceased retired police officers and employees of the police department who receive a pension to purchase health, medical and life insurance at the rate the deceased would pay if he or she was living.

DESCRIPTION (Continued)

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 Employee Retirement
Department of Insurance
Missouri Consolidated Health Care Plan
Kansas City Police Retirement System
St. Louis Police Retirement System



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Acting Director
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