

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4011-01
Bill No.: SB 1049
Subject: Transportation Retirement System; Transportation Dept.
Type: Original
Date: February 18, 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 (JCP)** has reviewed this proposal and has determined an actuarial study is not needed under the provisions of section 105.660, subdivision (5).

Officials with the **Department of Transportation (DHT)** assume this proposal provides each Department of Transportation employee three options for use of excess accrued annual leave hours on October 1 of each calendar year. These options are: (1) employees may apply the excess accrued annual leave to their shared leave program, (2) purchase retirement credits, or (3) invest the cash equivalent into their deferred compensation plan, subject to certain restrictions.

MoDOT also assumes that option (1) and (3) of this legislation will not have a fiscal impact on this department. It is further assumed that option (2) will not have a measurable fiscal impact on the Missouri Highway Employees' and Highway Patrol's Retirement System's contribution rate.

Officials with the **Missouri Highway and Transportation Employees and Highway Patrol Retirement System (HRS)** assume that this proposal would have no fiscal impact on their retirement system.

<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 specifies the rate at which annual leave accrues for Department of Transportation employees. The act also provides the employees three options for use of accrued annual leave

DESCRIPTION (continued)

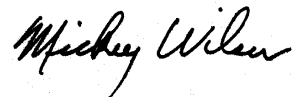
which is in excess their maximum leave balance.

Employees may apply the excess accrued annual leave to their shared leave program, purchase retirement credits or invest the cash equivalent into their deferred compensation plan, subject to certain restrictions.

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
Missouri State Highway Employees and Patrol Retirement System
Department of Transportation



Mickey Wilson, CPA
Acting Director
February 18, 2002