

Virginia Retirement System
2003 Fiscal Impact Statement (Revised)

1. Bill Number HB1897

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Stump

3. Committee Appropriations

4. Title Virginia Retirement System; creditable compensation of teachers.

5. Summary/Purpose:

Virginia Retirement System; creditable compensation of teachers. Provides that the creditable compensation of teachers for retirement purposes under the Virginia Retirement System shall include all compensation payable to teachers by their public school boards, including compensation that is not pursuant to a contract for teaching.

6. Fiscal Impact Estimates are

Teacher (State)	\$2.2 Million Annually
Teacher (Local)	\$2.2 Million Annually

7. Budget amendment necessary: No

8. Fiscal implications: Although this bill applies only to additional pay earned by school teachers, it creates a precedent for additional pay earned by all members of the system, including overtime pay. If overtime pay is included in creditable compensation, the following is an example of the additional cost incurred for just three state agencies:

Department of Corrections:	\$774,000
Department of Mental Health, Mental Retardation and Substance Abuse Services:	\$911,000
Department of State Police:	\$2,964,000

9. Specific agency or political subdivisions affected: VRS and public school divisions

10. Technical amendment necessary: No

11. Other comments: S719, S1178, H1522, H1567, and H1897 are similar bills.

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