

Virginia Retirement System

2003 Fiscal Impact Statement

1. Bill Number HB2487

House of Origin ☒ Introduced ☒ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. Patron Tata

3. Committee Appropriations

4. Title Virginia Retirement System.

5. Summary/Purpose:

Virginia Retirement System. Restore the leveling option that was removed in the 2001 Session by allowing a retiree to receive a temporarily increased retirement allowance for a defined period of time and then to receive an allowance reduced on an actuarially equivalent basis.

6. Because retirement options are required to be provided on an actuarially equivalent basis to the basic benefit. There is no fiscal impact associated with restoring this retirement option.

7. Budget amendment necessary: No

8. Fiscal implications: None

9. Specific agency or political subdivisions affected: VRS and all participating employers.

10. Technical amendment necessary: No

11. Other comments: One of the reasons that this option was removed from the statute in 2001 was tax ramifications associated with the flexibility provided by the statute in customizing the leveling characteristics. The bill, as introduced, restored the 2001 language. The substitute contains provisions that do not have the tax ramifications of the abolished provisions.

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