

## Virginia Retirement System 2006 Fiscal Impact Statement

1. **Bill Number** HB1556

**House of Origin**    ☒ Introduced    ☐ Substitute    ☐ Engrossed

**Second House**    ☐ In Committee    ☐ Substitute    ☐ Enrolled

2. **Patron**    Bell

3. **Committee**    Appropriations

4. **Title**    Virginia Retirement System; creditable service.

5. **Summary/Purpose:**

Virginia Retirement System; creditable service. Permits an active member to purchase creditable service for part-time service with a covered employer that occurs in addition to and simultaneously with the employee's full-time covered service. To be credited with the service the employee must pay an actuarial equivalent cost.

6. **No Fiscal Impact (or)**

**Fiscal Impact Estimates are:** Purchasing this service at actuarial cost should mitigate any costs to the retirement plan.

7. **Budget amendment necessary:** No

8. **Fiscal implications:**

9. **Specific agency or political subdivisions affected:** VRS, state agencies, State Police and political subdivisions

10. **Technical amendment necessary:** No

11. **Other comments:** This bill changes existing policy in the *Code of Virginia* that prohibits a member from being credited with more than 12 months of retirement service in a given year. The bill also alters a second longstanding policy which places an upper limit of four (4) years upon the maximum number of years a member can purchase for any type of prior service.

**Date:** 01/26/06/pas

**Document:** HB1556