

## Virginia Retirement System 2012 Fiscal Impact Statement

**1. Bill Number:** SB649

**House of Origin**    X    Introduced    ☐ Substitute    ☐ Engrossed  
**Second House**    ☐ In Committee    ☐ Substitute    ☐ Enrolled

**2. Patron:** McEachin

**3. Committee:** Finance

**4. Title:** Retirement service credit; Thomas Edward Haynesworth.

**5. Summary:** Retirement service credit; Thomas Edward Haynesworth. Awards Thomas Edward Haynesworth 27 years of creditable service in the Virginia Retirement System for time spent wrongfully incarcerated in the Commonwealth.

**6. Budget Amendment Necessary:** No

**7. Fiscal Impact Estimates:**

Based upon Mr. Haynesworth's service record with VRS, awarding 27 years of creditable service would increase the liability to the state employee retirement plan by approximately \$109,000. He would become immediately vested to a retirement benefit.

**8. Fiscal Implications:** This bill would add approximately \$109,000 to the current actuarial unfunded liability of the VRS defined benefit plan.

**9. Specific Agency or Political Subdivisions Affected:** VRS and participating state agencies

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** This bill could create a precedent for using the Virginia Retirement System to provide for the relief of an individual to compensate for acts that had no nexus to the retirement system. As the plan fiduciary, VRS has to be concerned about a precedent for using the trust fund for purposes other than the sole interest of members and beneficiaries.

**Date:** 1.24.2012

**Document:** SB649.DOC