

VIRGINIA RETIREMENT SYSTEM

2002 Fiscal Impact Statement

1. **Bill Number** HB927

House of Origin ☒ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☐ Enrolled

2. **Patron** Joannou

3. **Committee** Appropriations

4. **Title** Retirement Benefits

5. **Summary/Purpose:**

This bill provides that the supplemental allowance given to members of the State Police Officers Retirement System (SPORS), certain members of the Virginia Law Officers Retirement System (VaLORS) and VRS members covered under special benefits for law enforcement officers and firefighters (LEOS/FIRE) from the date of retirement until the age of 65 (or the age of retirement for social security purposes) shall continue for the life of such members. The bill also removes the requirement that biennial adjustments to the amount of such supplemental allowance must be based upon increases in Social Security benefits.

6. **Fiscal Impact Estimates are:**

6a. **Expenditure Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2001-02			
2002-03			
2003-04	\$3.9 million		SPORS GF
	\$0.5 million		SPORS NGF
	\$13.7 million		VaLORS GF
	\$1.5 million		VaLORS NGF
	\$6.3 million		Political Subs. (Aggregate)

7. **Budget amendment necessary:** Yes. Item 511.

8. **Fiscal implications:** Chapter 1073 of the 2000 Act of Assembly requires the VRS to conduct actuarial valuations annually. The costs associated with this bill would accrue in FY03 and FY04, but would not be recognized in the employer contribution rates until FY04.

9. **Specific agency or political subdivisions affected:** VRS, State Police, state agencies with employees in VaLORS and political subdivisions electing LEOS/FIRE coverage.

10. **Technical amendment necessary:** No

11. **Other comments:** None

Date: 01/22/02/wgh

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cc:Secretaryof