

Virginia Retirement System 2008 Fiscal Impact Statement

1. Bill Number: HB369

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

2. Patron: Carrico

3. Committee: Appropriations

4. Title: Retirement System; state & local law-enforcement officers may take full retirement if have 25 yrs.

5. Summary: Virginia Retirement System; state and local law-enforcement officers. Permits members of the State Police Officers' System, the Virginia Law Officers' Retirement System, and local law-enforcement officials covered under the Virginia Retirement System whose localities have elected to provide benefits comparable to that of State Police Officers, to take full retirement (unreduced) if they have at least 25 years of creditable service, regardless of their age.

6. Fiscal Impact Estimates:

6a. Expenditure Impact:

	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>
State-GF						
SPORS-GF	\$923,000	\$960,000	\$998,000	\$1,038,000	\$1,080,000	\$1,123,000
VaLORS-GF	\$2,108,000	\$2,192,000	\$2,280,000	\$2,371,000	\$2,466,000	\$2,565,000
JRS-GF						
Teacher-GF						
Total GF	<u>\$3,031,000</u>	<u>\$3,152,000</u>	<u>\$3,278,000</u>	<u>\$3,409,000</u>	<u>\$3,546,000</u>	<u>\$3,688,000</u>
State-NGF						
SPORS-NGF	\$210,000	\$218,000	\$227,000	\$236,000	\$245,000	\$255,000
VaLORS-NGF	\$164,000	\$171,000	\$178,000	\$185,000	\$192,000	\$200,000
Total NGF	<u>\$374,000</u>	<u>\$389,000</u>	<u>\$405,000</u>	<u>\$421,000</u>	<u>\$437,000</u>	<u>\$455,000</u>
Teacher-Local						
Local Aggregate	\$11,184,000	\$11,631,000	\$12,096,000	\$12,580,000	\$13,083,000	\$13,606,000
Total Local	<u>\$11,184,000</u>	<u>\$11,631,000</u>	<u>\$12,096,000</u>	<u>\$12,580,000</u>	<u>\$13,083,000</u>	<u>\$13,606,000</u>
Grand Total	<u>\$14,589,000</u>	<u>\$15,172,000</u>	<u>\$15,779,000</u>	<u>\$16,410,000</u>	<u>\$17,066,000</u>	<u>\$17,749,000</u>

7. Budget Amendment Necessary: Yes. The cost of this legislation will be reflected in increased employer contribution rate for FY09.

8. Fiscal Implications: See Expenditure Impact above.

9. Specific Agency or Political Subdivisions Affected: State Police, agencies with employees who participate in the Virginia Law Officers' Retirement System and localities who provide enhanced benefits for certain hazardous duty employees.

10. Technical Amendment Necessary: No

11. Other Comments: The fiscal impact provided in Item 6 is based on an assumption that 15 of every 100 members eligible for retirement for unreduced retirement benefits will retire at each age before age 50. In addition, the fiscal impact in Item 6 includes the additional cost of the retiree health care credit for members of the State Police Retirement System (SPORS) and Virginia Law Officers' Retirement System (VaLORS).

Date: 1/17/2008 pas

Document: HB369.DOC

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