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FISCAL IMPACT STATEMENT

LS 6298

BILL NUMBER: SB 76

NOTE PREPARED: Jan 18, 2011

BILL AMENDED:

SUBJECT: PERF Administrative Matters.

FIRST AUTHOR: Sen. Walker

FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill requires that the Board of Trustees of the Public Employees' Retirement Fund (PERF) specify by rule the interest rate credited to a participant's contributions for:

- (1) the State Excise Police, Gaming Agent, Gaming Control Officer, and Conservation Enforcement Officers' Retirement Fund;
- (2) the Judges' Retirement System;
- (3) the Prosecuting Attorneys Retirement Fund;
- (4) the 1977 Police Officers' and Firefighters' Pension and Disability Fund; and
- (5) provides that a judge or a magistrate who is a participant in the Judges' Retirement System and who purchases prior service credit in PERF waives credit for the PERF service only for the amount of PERF service purchased.

(The introduced version of this bill was prepared by the Pension Management Oversight Commission.)

Effective Date: July 1, 2011.

Explanation of State Expenditures: The provisions (Parts 1 through 4) involving the interest rate credited for the funds other than the Prosecuting Attorneys' Retirement Fund (PARF), there will be no fiscal impact. However, for PARF, the interest rate is currently specified in statute. The bill allows PERF to specify the rate. This could impact the interest rate credited to a participant's contributions.

The bill also provides that a judge or a magistrate who is a participant in the Judges' Retirement System and who purchases prior service credit in PERF waives credit for the PERF service only for the amount of PERF service purchased (Part 5). This provision is clarifying language and will have no fiscal impact.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: PERF, as administrators of the retirement systems listed in the proposal.

Local Agencies Affected:

Information Sources: Allison Murphy, Legislative Director of PERF, 317-233-4132.

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