COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 3692-01 <u>Bill No.</u>: HB 1266

Subject: Fire Protection; Retirement - Local Government; Retirement Systems and

Benefits - General

<u>Type</u>: Original

Date: February 3, 2004

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0	

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

L.R. No. 3692-01 Bill No. HB 1266 Page 2 of 5 February 3, 2004

ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2005	FY 2006	FY 2007	
Local Government	(Unknown)	(Unknown)	(Unknown)	

FISCAL ANALYSIS

ASSUMPTION

In response to a similar proposal officials with the **City of Kansas City** assume this proposal would have a substantial negative impact on the City Firefighters' Pension Fund. The amount of that impact cannot be determined at this time as the incidence of cancer among City firefighters is unknown.

In response so a similar proposal officials with the **Kansas City Firefighters' Pension System** assume this proposal will result in some increase in costs over time, as it would likely lead to higher numbers of duty disability pensions being granted, but the incremental amount in any given fiscal year cannot be determined at this time.

Officials with the **Local Government Employees Retirement System** assume the benefits paid out of the retirement system would result in additional costs to local subdivisions to the extent of additional benefits due to the new provision.

The **Joint Committee on Public Employee Retirement (JCPER)** has reviewed this proposal and has determined an actuarial study is not needed under the provisions of section 105.660, subdivision (5).

L.R. No. 3692-01 Bill No. HB 1266 Page 3 of 5 February 3, 2004

ASSUMPTION (continued)

In a similar proposal officials with the **Department of Insurance** assume no fiscal impact to their agency.

Officials with the **County Employees Retirement System** assume no fiscal impact to their agency.

Officials with the **Firemen's Retirement System of St. Louis,** in a similar proposal, indicated \$275,000 to be contributed by the City of St. Louis.

Officials with the **City of St. Louis** assume this proposal would have a substantial negative impact in cost. The impact cannot be determined at this time.

In a similar proposal officials with the **City of Columbia** indicated their City Fire Pension does not differentiate between duty and non duty injuries and so the proposal would have not fiscal impact on their agency.

FISCAL IMPACT - State Government	FY 2005 (10 Mo.)	FY 2006	FY 2007
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2005 (10 Mo.)	FY 2006	FY 2007
<u>Cost</u> - Various City and Firefighter Retirement Systems	(Unknown)	(Unknown)	(Unknown)

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

L.R. No. 3692-01 Bill No. HB 1266 Page 4 of 5 February 3, 2004

DESCRIPTION

This bill revises a provision pertaining to the computing of a municipal firefighter's retirement benefits. Any condition of cancer resulting from exposure to a suspected or known carcinogen or cancer which affects various bodily systems are added to the list of diseases which are used to compute a firefighter's retirement benefits.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

County Employees Retirement Fund Joint Committee on Public Employee Retirement City of St. Louis Local Government Retirement system

NOT RESPONDING

Department of Insurance Firemen's Retirement System of St. Louis Kansas City Firefighters' Pension City of Kansas City City of Columbia

Mickey Wilson, CPA

Mickey Wilen

Director

February 3, 2004

L.R. No. 3692-01 Bill No. HB 1266 Page 5 of 5 February 3, 2004