## COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

### FISCAL NOTE

L.R. No.:0477-01Bill No.:HB 195Subject:Fire Protection; Retirement - Local Government; Retirement Systems and<br/>Benefits - GeneralType:OriginalDate:February 22, 2003

# FISCAL SUMMARY

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

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

Numbers within parentheses: () indicate costs or losses. This fiscal note contains 4 pages.

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| ESTIMATED NET EFFECT ON FEDERAL FUNDS |         |         |         |  |
|---------------------------------------|---------|---------|---------|--|
| FUND AFFECTED                         | FY 2005 | FY 2006 | FY 2007 |  |
|                                       |         |         |         |  |
|                                       |         |         |         |  |
| Total Estimated<br>Net Effect on All  |         |         |         |  |
| 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 in 2004, HB 1266, 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, in 2004, HB 1266, 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 there is a cost based upon experience however such a cost estimate is undeterminable at this time.

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).

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### ASSUMPTION (continued)

Officials with the **Department of Insurance, City of Columbia** and **County Employees Retirement System** assume no fiscal impact to their agency.

In a similar proposal in 2004, HB 193, 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.

In a similar proposal in 2004, HB 193, 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.

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

FISCAL IMPACT - Small Business

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

#### DESCRIPTION

This bill changes the laws regarding 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 is 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.

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## SOURCES OF INFORMATION

County Employees Retirement Fund Joint Committee on Public Employee Retirement Department of Insurance Local Government Retirement system City of Columbia

#### NOT RESPONDING

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

Mickey Wilen

Mickey Wilson, CPA Director February 22, 2005

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