COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. No.</u>: 3490-01 <u>Bill No.</u>: HB 1128

<u>Subject</u>: Fire Protection; Retirement Systems and Benefits - General

<u>Type</u>: Original

<u>Date</u>: March 1, 2006

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2007	FY 2008	FY 2009	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2007	FY 2008	FY 2009	
Total Estimated Net Effect on Other 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 2007	FY 2008	FY 2009	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2007	FY 2008	FY 2009	
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.

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).

Officials with the **Department of Labor and Industrial Relations** and **County Employees Retirement System** assume no fiscal impact to their agency.

VL:LR:OD (12/02)

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<u>ASSUMPTION</u> (continued)

In a similar proposal in 2004, HB 193, officials with the **Firemen's Retirement System of St. Louis** 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 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
FISCAL IMPACT - Local Government	FY 2007 (10 Mo.)	FY 2008	FY 2009
<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.

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 Labor Kansas City Firefighters' Pension

NOT RESPONDING

City of St. Louis Firemen's Retirement System of St. Louis Local Government Employees' Retirement System City of Kansas City City of Columbia

Mickey Wilson, CPA

Director

March 1, 2006