

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 4102-01
Bill No.: HB 1356
Subject: Kansas City; Retirement Systems and Benefits - General
Type: Original
Date: February 14, 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 <u>Other</u> State Funds	\$0	\$0	\$0

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

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	(\$73,795)	(\$73,795)	(\$73,795)

***The provisions affecting the Kansas City Police Retirement system included in this proposal increase the Unfunded Actuarial Accrued Liability (UAAL) by \$1,119,776. The increase in employer contributions to the Kansas City Police Retirement System would be \$73,795 (0.10%) annually.**

FISCAL ANALYSIS

ASSUMPTION

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 from the **Kansas City Police Retirement System** assume the provisions included in this proposal increase the Unfunded Actuarial Accrued Liability and and increase the employer contributions to the system.

<u>FISCAL IMPACT - State Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2007 (10 Mo.)	FY 2008	FY 2009
KANSAS CITY POLICE AND CIVILIAN RETIREMENT SYSTEM			
<u>Loss - Increase in Employer Contributions</u>	<u>(\$73,795)</u>	<u>(\$73,795)</u>	<u>(\$73,795)</u>
TOTAL ESTIMATED NET EFFECT ON KANSAS CITY POLICE AND CIVILIAN RETIREMENT SYSTEM	<u>(\$73,795)</u>	<u>(\$73,795)</u>	<u>(\$73,795)</u>

***The provisions affecting the Kansas City Police Retirement system included in this proposal increase the Unfunded Actuarial Accrued Liability (UAAL) by \$1,119,776. The increase in employer contributions to the Kansas City Police Retirement System would be \$73,795 (0.10%) annually.**

FISCAL IMPACT - Small Business

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

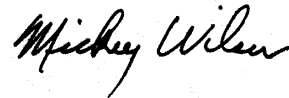
DESCRIPTION

This bill authorizes an additional benefit of \$10 per month for members of the Police Retirement System of Kansas City who retired prior to August 28, 2000, or who retired due to a disability prior to August 28, 2001. The term "member" includes the surviving spouse of a member who qualifies under this provision. The additional benefit and any cost-of-living increases cannot exceed 25% of the member's base pension.

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

Joint Committee on Public Employee Retirement
Kansas City Police Retirement System

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive style with a large, stylized "M" and "W".

Mickey Wilson, CPA
Director
February 14, 2006