

Virginia Retirement System 2003 Fiscal Impact Statement

1. **Bill Number** SB812

House of Origin Introduced Substitute Engrossed

Second House In Committee Substitute Enrolled

2. **Patron** Stolle

3. **Committee** Finance

4. **Title** State Police Officers' Retirement System.

5. **Summary/Purpose:**

State Police Officers' Retirement System. The original bill increased the multiplier from 1.70 percent of average final compensation to 2.50 percent of average final compensation and eliminated the monthly supplement for state police officers and certain local law enforcement officers retiring on or after July 1, 2003. Those provisions were not approved. The substitute allows state police officers who have attained the normal retirement age of 60 to retire and return to a covered position without losing their retirement benefit for a period of one year, extendable for one additional year by the Secretary of Public Safety. The provisions of the bill may also be extended to troopers between the ages of 55 and 59 upon VRS obtaining a favorable determination from the IRS.

6. The substitute is for a short period of time and affects a small number of employees; therefore, there is no significant actuarial impact.

7. **Budget amendment necessary:** No

8. **Fiscal implications:** As written, this bill has no fiscal impact. If these provisions are subsequently extended to younger employees over a longer period of time, retirement patterns for the group will change and an actuarial cost will result.

9. **Specific agency or political subdivisions affected:** VRS, Department of State Police, and local governments with LEOS/FIRE coverage.

10. **Technical amendment necessary:** No

11. **Other comments:** None

Date: 01/30/03/wgh

Document: SB812S1