

FISCAL NOTE

Requested by Legislative Council
04/13/2009

Amendment to: SB 2277

1A. State fiscal effect: *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2007-2009 Biennium		2009-2011 Biennium		2011-2013 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues	\$0	\$0	\$0	\$0	\$0	\$0
Expenditures	\$0	\$0	\$3,425,000	\$0	\$0	\$0
Appropriations	\$0	\$0	\$3,425,000	\$0	\$0	\$0

1B. County, city, and school district fiscal effect: *Identify the fiscal effect on the appropriate political subdivision.*

2007-2009 Biennium			2009-2011 Biennium			2011-2013 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

2A. Bill and fiscal impact summary: *Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).*

As amended, SB 2277 provides a one-time supplemental retiree benefit payment to retired teachers and administrators who retired before July 1, 2001 under TFFR. The supplemental payment is based on a formula using years of service and years retired as described in the bill.

B. Fiscal impact sections: *Identify and provide a brief description of the sections of the measure which have fiscal impact. Include any assumptions and comments relevant to the analysis.*

Section 1 provides for the one-time supplemental payment. Based on estimates from TFFR's actuarial consultant, approximately 3,718 retirees would receive an average supplemental payment of about \$918. Total payment is estimated to be about \$3.4 million.

3. State fiscal effect detail: *For information shown under state fiscal effect in 1A, please:*

A. Revenues: *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

None

B. Expenditures: *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

Estimate \$3,400,000 for one-time supplemental retiree benefit payment in December 2009.

Estimate \$25,000 for administrative expenses (computer programming and member notification) to implement bill.

C. Appropriations: *Explain the appropriation amounts. Provide detail, when appropriate, for each agency and fund affected. Explain the relationship between the amounts shown for expenditures and appropriations. Indicate whether the appropriation is also included in the executive budget or relates to a continuing appropriation.*

Estimate \$3,400,000 for one-time supplemental retiree benefit payment in December 2009.

Estimate \$25,000 for administrative expenses (computer programming and member notification) to implement bill.

NOTE: HB 1022 is companion bill to SB 2277. Engrossed HB 1022 includes \$5.425 million general fund transfer to fund supplemental payment in SB 2277 which, if amendments are approved, is estimated to cost \$3.425 million. These two bills will need to be reconciled.

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