

FISCAL NOTE
HOUSE BILL NO. 1285
LC# 25.0143.01000
01/28/2025
Revised - 01/28/2025

1 - 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.

	2023-2025 Biennium		2025-2027 Biennium		2027-2029 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures			\$94,373,001	\$66,158,328		
Appropriations						

2 - County, City, School District, and Township Fiscal Effect

Identify the fiscal effect on the appropriate political subdivision.

	2023-2025 Biennium	2025-2027 Biennium	2027-2029 Biennium
Counties			
Cities			
School Districts			
Townships			

3 - Bill and Fiscal Impact Summary

Provide a brief summary of the measure, including description of the provisions having fiscal impact (limited to 300 characters).

HB 1285 provides for state employee compensation increases of three percent for the first year of the biennium and two percent the second year of the biennium. In addition, there is a proposed transfer to the Teachers Fund for Retirement (TFFR) of \$49,200,000 from the General Fund .

4 - Fiscal Impact Sections Detail

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 the state employee compensation increases of three percent and two percent for the 2025-27 biennium.

Section 2 provides the transfer of \$49.2 million from the General Fund to the TFFR.

5 - Revenues Detail

For information shown under state fiscal effect in 1 or 2, please explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.

N/A

6 - Expenditures Detail

For information shown under state fiscal effect in 1 or 2, please explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.

The bill provides state employee compensation increases of three percent for the first year of the biennium and two percent the second year of the biennium in the 2025-27 biennium. In addition, there is a proposed transfer to the Teachers Fund for Retirement of \$49,200,000 from the General Fund to the retirement fund.

The total cost of the increase is:

General Fund: 45,173,001

Federal Funds: 8,899,326

Special Funds: 57,259,002

Total : 111,331,329

7 - Appropriations Detail

For information shown under state fiscal effect in 1 or 2, please 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 or a part of the appropriation is included in the executive budget or relates to a continuing appropriation.

N/A

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