

Fiscal Note – 2011-12 Session

Bill #: H0110-0 **Complete Date:** 02/02/11

Chief Author: KAHN, PHYLLIS

Title: LEG COMM ON PENSIONS MEMB INCREASE

Fiscal Impact	Yes	No
State	X	
Local		X
Fee/Departmental Earnings		X
Tax Revenue		X

Agency Name: Legislature

This table reflects fiscal impact to state government. Local government impact is reflected in the narrative only.

Dollars (in thousands)	FY11	FY12	FY13	FY14	FY15
Expenditures					
General Fund		3	3	3	3
Less Agency Can Absorb					
-- No Impact --					
Net Expenditures					
General Fund		3	3	3	3
Revenues					
-- No Impact --					
Net Cost <Savings>					
General Fund		3	3	3	3
Total Cost <Savings> to the State		3	3	3	3

	FY11	FY12	FY13	FY14	FY15
Full Time Equivalents					
-- No Impact --					
Total FTE					

Bill Description

HF 110 increases the membership of the Legislative Commission on Pensions and Retirements (LCPR) by four members to a total of 14 of which seven are Senators and seven are Representatives. Members will be appointed by legislative leadership with no more than five of the selected members from each chamber being from the majority caucus of that chamber.

Assumptions

- 1) The effective date would be July 1, 2011.
- 2) Members of the House and Senate appointed to the LCPR are eligible to receive per diem and reimbursement of certain expenses. Additional cost for legislative members will only be incurred during interims.
- 3) Twelve meetings will be held each fiscal year. During FY12 and FY14, four of the meetings will occur during the interim each fiscal year. During FY 13 and FY15, three of the meeting will occur during the interim each fiscal year. All meetings will be held at the Capitol complex. No cost will be incurred for meeting space.
- 4) Legislative members will receive a per diem for each day of travel during interims. Representatives receive a per diem of \$77/day; Senators receive a per diem of \$86/day.
- 5) Members receive mileage based on the round-trip distance from their residence to attend the LCPR meetings. Legislative members receive the mileage reimbursement during the interims. Mileage rate used is .51 cents/mile. An average mileage of 76 miles (one-way basis) was used to determine the mileage for the LCPR members.
- 6) Members who travel more than 150 miles (basis one-way of round-trip) will be reimbursed for one night of lodging costs (lodging fee plus associated tax) per meeting at level of \$115/night for House members and \$100/night for Senate members. Legislative members receive lodging reimbursement for only the meetings held during the interims. For this note, it is assumed that one newly appointed Representative and one newly appointed Senator will incur lodging costs.
- 7) The LCC will incur nominal staff support and fiscal services support costs which will be absorbed.

Expenditure and/or Revenue Formula

The following table shows the additional meeting participation cost for the four additional members (two senators, two representatives):

	FY12	FY13	FY14	FY15
Member Per Diem	\$1,304	\$978	\$1,304	\$978
Member Mileage	\$1,240	\$930	\$1,240	\$930
Member Lodging	\$860	\$645	\$860	\$645
Total Cost for Additional Members	\$3,404	\$2,553	\$3,404	\$2,553

Long-Term Fiscal Considerations

Similar expenses would be ongoing in the future.

Local Government Costs

N/A

References/Sources

Larry Martin, Legislative Commission on Pensions and Retirements
Greg Hubinger, Legislative Coordinating Commission

FN Coord Signature: DIANE HENRY-WANGENSTEEN
Date: 02/01/11 Phone: 651-296-1121

EBO Comments

The effective date of the bill could be earlier than July 1st depending on the passage of the bill. However, because the legislature will continue to be in session through the end of May the costs represented in this fiscal note would remain unchanged unless the commission met after the end of session and before the end of the current fiscal year.

EBO Signature: LISA BARNIDGE

Date: 02/02/11 Phone: 651-201-8032