

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 1218-01  
Bill No.: HB 327  
Subject: Administration, Office of; Boards, Commissions, Committees, Councils;  
 Retirement - State; Retirement Systems and Benefits - General  
Type: Original  
Date: April 6, 2005

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
General Revenue	Unknown	Unknown	Unknown
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>Unknown</b>	<b>Unknown</b>	<b>Unknown</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2006	FY 2007	FY 2008
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
<b>FUND AFFECTED</b>	<b>FY 2006</b>	<b>FY 2007</b>	<b>FY 2008</b>
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**FISCAL ANALYSIS**

**ASSUMPTION**

Officials from the **Office of Administration, Division of Budget and Planning** and **Division of Personnel**, the **Department of Conservation**, and the **Department of Transportation** assume this proposal would have no impact on their organizations.

Officials from the **Missouri State Employees' Retirement System (MOSERS)** assume the proposal would allow MOSERS to incorporate the deferred compensation plan funds into its bidding process for services and investments, and offer a net cost reduction to the plan and its participants.

Officials from the **Joint Committee on Public Employee Retirement** assume this proposal would not create a "substantial proposed change" in future plan benefits and would not require an actuarial study.

**Oversight** contacted the Office of Administration, Division of Accounting, and was advised there could be some administrative savings as a result of this proposal. Oversight assumes unknown savings to the General Revenue Fund.

<u>FISCAL IMPACT - State Government</u>	FY 2006 (10 Mo.)	FY 2007	FY 2008
<b>GENERAL REVENUE FUND</b>			
<u>Savings - Office of Administration</u> Personnel and benefit costs	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>	<b><u>Unknown</u></b>	<b><u>Unknown</u></b>	<b><u>Unknown</u></b>
 <u>FISCAL IMPACT - Local Government</u>	 FY 2006 (10 Mo.)	 FY 2007	 FY 2008
	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>

FISCAL IMPACT - Small Business

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

DESCRIPTION

This proposal would transfer the administration of the Missouri State Employees Deferred Compensation Fund from the Missouri State Public Employees Deferred Compensation Commission to the Board of Trustees of the Missouri State Employees' Retirement System. All costs of administering the deferred compensation program after the transfer would be paid from participant funds.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

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SOURCES OF INFORMATION

Office of Administration  
    Division of Accounting  
    Division of Budget and Planning  
    Division of Personnel  
Department of Conservation  
Department of Transportation  
Missouri State Employees' Retirement System  
Joint Committee on Public Employee Retirement



Mickey Wilson, CPA  
Director  
April 6, 2005