

SENATE APPROPRIATIONS COMMITTEE FISCAL NOTE

BILL NO. House Bill 2658

PRINTER NO. 3215

AMOUNT

\$34,048,000
\$4,431,000

FUND

State Employees' Retirement Fund
SERS Defined Contribution Fund

DATE INTRODUCED

June 8, 2022

PRIME SPONSOR

Representative Saylor

DESCRIPTION

House Bill 2658 appropriates \$34,048,000 from the State Employees' Retirement Fund to the State Employees' Retirement Board (board) for expenses incurred by the board for the administration of the legacy defined benefit retirement system in Fiscal Year 2022-23 and any remaining bills unpaid at the close of Fiscal Year 2021-22.

The legislation also appropriates \$4,431,000 from the SERS Defined Contribution Fund to the State Employees' Retirement Board for expenses incurred by the board for the administration of the State Employees' Defined Contribution Plan in Fiscal Year 2022-23 and any remaining bills unpaid at the close of Fiscal Year 2021-22.

This act shall take effect July 1, 2022, or immediately, whichever is later.

FISCAL IMPACT

House Bill 2658 will cost the Commonwealth a total of \$38,479,000 in Fiscal Year 2022-23. Specifically, \$34,048,000 in costs will be borne from the State Employees' Retirement Fund, and \$4,431,000 in costs will be borne from the SERS Defined Contribution Fund. The funding amount represents an increase of \$1,012,000, or 2.7%, over the current year (2021-22) amount.