

PREPARED BY: Kathy Tenopir
 DATE PREPARED: February 23, 2009
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LB 242

Revision: 00

FISCAL NOTE
 LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES *				
	FY 2009-10		FY 2010-11	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS	See Below		See Below	
CASH FUNDS	See Below		See Below	
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				

*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

LB242 amends the Nebraska State Patrol Retirement Act. LB242 increases the mandatory retirement age from 60 to 65 years. As indicated by the Nebraska Public Employee Retirement System (NPERS) an actuarial study will be necessary to determine the cost of the change. NPERS estimates the cost of an actuarial study to be \$3,000.

NPERS also indicates one-time costs of programming to be \$14,000 and one-time printing and publication costs to be \$2,500. There is no basis to disagree with the one-time cost estimates.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Joe Wilcox	DATE	2/24/09	PHONE	471-2526
COMMENTS					
STATE PATROL – LB 242 changes the mandatory retirement age for officers employed by the state from 60 to 65 years old. This change should logically have some impact on the retirement plan, DROP plan and overall level of wages paid as potential retirees may now work an additional 5 years before retiring. The agency has identified no fiscal impact at this time.					
RETIREMENT SYSTEM – No basis to dispute agency analysis.					