

STATE OF NEW YORK

6302

2021-2022 Regular Sessions

IN SENATE

April 21, 2021

Introduced by Sen. WEIK -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions

AN ACT authorizing Michael J. Cappiello to purchase service credit for service with the Long Island Railroad Company police department

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Notwithstanding any other provision of law, Michael J.
2 Cappiello, a former member of the Long Island Railroad Company police
3 department, shall be eligible to apply to purchase up to three years of
4 service credit for such employment with the New York state and local
5 police and fire retirement system if, within one year of the effective
6 date of this act, he shall (1) file a written request to that effect
7 with such retirement system; and (2) shall pay to the New York state and
8 local police and fire retirement system a sum equal to the product of
9 the number of years of service being claimed and three percent of such
10 member's compensation earned during the twelve months of credited
11 service immediately preceding the date that the member made application
12 for credit pursuant to this section.

13 § 2. All past service costs attributable to the implementation of this
14 act shall be borne by the state of New York.

15 § 3. This act shall take effect immediately.

FISCAL NOTE.--Pursuant to Legislative Law, Section 50:

This bill would allow Michael J. Cappiello, a current member of the New York State and Local Police and Fire Retirement System (PFRS) employed by the County of Suffolk, the ability to transfer up to three years of his previous service credit earned as a police officer for the Long Island Railroad Company. Current law allows for Long Island Railroad Company service to be transferred in to PFRS only if the member was a member of the Metropolitan Transportation Authority police retirement program, which Michael was never a member of.

EXPLANATION--Matter in italics (underscored) is new; matter in brackets [-] is old law to be omitted.

LBD10607-04-1

If this bill is enacted during the 2021 legislative session, there will be an immediate past service cost of approximately \$151,200. Of this amount, approximately \$12,600 will be borne by the member to purchase the additional service. The remaining \$138,600 will be borne by the State of New York as a one-time payment, based on the assumption that payment will be made on March 1, 2022.

The annual contributions of the County of Suffolk would not change upon enactment of this legislation as the member's plan coverage is not affected.

Summary of relevant resources:

Membership data as of March 31, 2020 was used in measuring the impact of the proposed change, the same data used in the April 1, 2020 actuarial valuation. Distributions and other statistics can be found in the 2020 Report of the Actuary and the 2020 Comprehensive Annual Financial Report.

The actuarial assumptions and methods used are described in the 2020 Annual Report to the Comptroller on Actuarial Assumptions, and the Codes, Rules and Regulations of the State of New York: Audit and Control.

The Market Assets and GASB Disclosures are found in the March 31, 2020 New York State and Local Retirement System Financial Statements and Supplementary Information.

I am a member of the American Academy of Actuaries and meet the Qualification Standards to render the actuarial opinion contained herein.

This fiscal note does not constitute a legal opinion on the viability of the proposed change nor is it intended to serve as a substitute for the professional judgment of an attorney.

This estimate, dated April 20, 2021, and intended for use only during the 2021 Legislative Session, is Fiscal Note No. 2021-120, prepared by the Actuary for the New York State and Local Retirement System.