

7377--A

I N S E N A T E

April 22, 2016

Introduced by Sen. BOYLE -- read twice and ordered printed, and when printed to be committed to the Committee on Civil Service and Pensions -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to authorize Patricia Gill-Davanzo Tier IV status in the New York state and local employees' retirement system

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, Patricia Gill-
2 Davanzo, a member of the New York State and Local Employees' Retirement
3 System (NYSERS) with Tier V status, who was employed by the North Baby-
4 lon Union Free School District on June 16, 1993 and who for reasons not
5 ascribable to her own negligence was not offered membership in the New
6 York State and Local Employees' Retirement System on June 16, 1993 as a
7 Tier IV member, shall, upon application filed with the state comptroller
8 on or before December 31, 2016, be reclassified as a Tier IV member with
9 June 16, 1993 as her date of membership and shall be entitled to every
10 right, benefit and privilege which would have been available to her in
11 accordance with Tier IV status.

12 S 2. No contributions made to the New York state and local employees'
13 retirement system by Patricia Gill-Davanzo shall be returned or refunded
14 to her pursuant to this act.

15 S 3. All past service costs associated with the implementation of this
16 act shall be borne by the North Babylon Union Free School District.

17 S 4. This act shall take effect immediately.

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

This bill will grant Tier 4 status in the New York State and Local Employees' Retirement System to Patricia Gill-Davanzo, a current Tier 5 member employed by the North Babylon Union Free School District, by changing her date of membership to June 16, 1993. There will be no refund of member contributions.

If this legislation is enacted during the 2016 legislative session, we anticipate that there will be an increase of approximately \$1,710 in the annual contributions of the North Babylon Union Free School District for

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

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the fiscal year ending March 31, 2017. In future years, this cost will vary as the billing rates and salary of Patricia Gill-Davanzo change.

In addition to the annual contributions discussed above, there will be an immediate past service cost of approximately \$17,000 which will be borne by the North Babylon Union Free School District as a one-time payment. This estimate is based on the assumption that payment will be made on February 1, 2017.

Summary of relevant resources:

The membership data used in measuring the impact of the proposed change was the same as that used in the March 31, 2015 actuarial valuation. Distributions and other statistics can be found in the 2015 Report of the Actuary and the 2015 Comprehensive Annual Financial Report.

The actuarial assumptions and methods used are described in the 2015 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, 2015 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 estimate, dated March 24, 2016 and intended for use only during the 2016 Legislative Session, is Fiscal Note No. 2016-78, prepared by the Actuary for the New York State and Local Retirement System.