STATE OF NEW YORK

6341

2019-2020 Regular Sessions

IN ASSEMBLY

March 6, 2019

Introduced by M. of A. MANKTELOW -- read once and referred to the Committee on Governmental Employees

AN ACT to authorize Jason Allen to receive certain service credit under section 384-d of the retirement and social security law

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

Section 1. Notwithstanding any other provision of law to the contrary, Jason Allen, a member of the New York State and local police and fire retirement system, who was employed as a police officer with the village of Wolcott, from September 10, 1999 through November 24, 2000, and who, through no fault of his own, failed to file a timely application to participate in the special twenty year retirement plan contained in section 384-d of the retirement and social security law resulting in the crediting of his service with the village of Wolcott in the general retirement plan contained in section 375-i of such law, shall be given full credit in the special twenty year retirement plan for such additional cost of such service upon the election of the village of Wolcott to assume the additional cost of such service. The village of Wolcott may so elect by filing a resolution of its local legislative body together with certification that such police officer did not bar himself from participation in such retirement plan as a result of his own negligence.

§ 2. All employer past service costs associated with implementing the provisions of this act shall be borne by the village of Wolcott and may be amortized over a ten year period.

§ 3. This act shall take effect immediately.

Fiscal Note.--Pursuant to Legislative Law, Section 50:

This bill will grant Jason Allen, a Tier 2 member of the New York State and Local Police and Fire Retirement System, additional service creditable under the provisions of section 384-d of the Retirement and Social Security Law, for time worked as a police officer of the Village

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

LBD09493-02-9

of Wolcott between September 1999 and November 2000. Such service is currently creditable in the age 55 retirement plan on section 375-c, but not in the 20 year plan of section 384-d. Jason Allen is currently employed by the Town of Irondequoit.

If this legislation is enacted during the 2019 legislative session, we estimate there will be an immediate past service cost of approximately $53,800, which would be borne by the Village of Wolcott as a one-time payment. This estimate is based on the assumption that payment will be made on February 1, 2020. If this cost is amortized over 10 years, the cost for the first year, including interest, would be $7,160.

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, 2018 actuarial valuation. Distributions and other statistics can be found in the 2018 Report of the Actuary and the 2018 Comprehensive Annual Financial Report.

The actuarial assumptions and methods used are described in the 2015, 2016, 2017 and 2018 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, 2018 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 judgement of an attorney.

This estimate, dated February 13, 2019, and intended for use only during the 2019 Legislative Session, is Fiscal Note No. 2019-50, prepared by the Actuary for the New York State and Local Retirement System.