STATE OF NEW YORK

7627

2021-2022 Regular Sessions

IN ASSEMBLY

May 19, 2021

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

AN ACT in relation to granting Blake Russell additional service credit with the New York state and local police and fire retirement system

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, the village of Perry, in the county of Wyoming, a participating employer in the New York state and local police and fire retirement system, which previously elected to offer the optional twenty year retirement plan, established pursuant to section 384-d of the retirement and social security law, to police officers employed by such village, is hereby authorized to make participation in such plan available to Blake Russell, who is currently employed by the village of Perry police department, and who, for reasons not ascribable to his own negligence, failed to make a timely application to participate in such optional twenty year retirement plan. Thereafter, Blake Russell may elect to be covered by the provisions of section 384-d of the retirement and social security law, and shall be entitled to the full rights and benefits associated with coverage under such section as well as section 384-e of such law, provided a request to that effect is filed with the state comptroller within one year from the effective date of this act.

§ 2. All past service costs associated with implementing the provisions of this act shall be borne by the village of Perry 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 would allow the Village of Perry to elect to reopen the provisions of Section 384-d of the Retirement and Social Security Law for police officer Blake Russell.

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

LBD10546-02-1

If this bill is enacted during the 2021 legislative session and Blake Russell becomes covered under the provisions of Section 384-d, we anticipate that there will be an increase of approximately $3,400 in the annual contributions of the Village of Perry for the fiscal year ending March 31, 2022. In future years, this cost will vary as the billing rates and salary of Blake Russell change.

In addition to the annual contributions discussed above, there will be an immediate past service cost of $11,700, which will be borne by the Village of Perry as a one-time payment. This estimate is based on the assumption that payment will be made on February 1, 2022. If the Village of Perry elects to amortize this cost over a 10 year period, the cost for the first year would be $1,541.

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 March 25, 2021, and intended for use only during the 2021 Legislative Session, is Fiscal Note No. 2021-114, prepared by the Actuary for the New York State and Local Retirement System.