

FISCAL NOTE

	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase/(decrease)			
RETIREMENT FUND - FUND 591	\$986,000	\$986,000	\$986,000
GENERAL FUND	(\$878,000)	(\$878,000)	(\$878,000)

Source of revenue increase(decrease):

Increase in the percentage of fire insurance premium taxes transferred from the General Fund to the Volunteer Firefighter, EMT and Search & Rescue Pension Account (Volunteer Pension Account) from 70% to 90%.

Assumptions:

The above estimate is based on fire insurance premium tax revenues in fiscal years 2017 and 2018. The additional 20% diverted from the GENERAL FUND to the RETIREMENT FUND (Volunteer Firefighter and EMT Account, Fund 591) would be approximately \$878,000 per year. The Department of Insurance states that no increases were projected due to taxes collected on property and casualty premiums have not been increasing in recent years.

The bill would also generate additional revenue due to increased contributions from new eligible members under Search and Rescue organizations. The Wyoming Retirement System (WRS) estimates 600 new members may be added to the plan, resulting in approximately \$108,000 in additional revenue per year.

	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure increase			
RETIREMENT FUND - FUND 591	\$8,100	\$13,500	\$21,600

Source of expenditure increase:

A portion of the newly added Search and Rescue members would be expected to leave membership in the plan before vesting and would require refunds of their contributions during the years specified.

Assumptions:

The WRS assumes that approximately 5% of the 600 members expected to enroll in the plan may subsequently leave the plan and require refunds each year. Based on increasing tenure in the plan for these members, the dollar amount of refunds would be expected to increase:

- FY2020: 30 members refunded with an average of 18 months service credit = 30 x \$15/month x 18 months = \$8,100
- FY2021: 30 members refunded with an average of 30 months service credit = 30 x \$15/month x 30 months = \$13,500
- FY2022: 30 members refunded with an average of 42 months service credit = 30 x \$15/month x 48 months = \$21,600

Volunteer pension account-search and rescue.

19LSO-0424, 1.1

The WRS assumes that for each member that leaves the plan, a new member would enroll, so contribution revenue should be similar each year.

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HB0246