

Colorado Legislative Council Staff Fiscal Note

STATE
FISCAL IMPACT

Drafting Number: LLS 11-0795
Prime Sponsor(s): Rep. Kerr J.
 Sen. Roberts

Date: February 9, 2011
Bill Status: House Finance
Fiscal Analyst: Kerry White (303-866-3469)

TITLE: CONCERNING MODIFICATIONS TO THE COMPOSITION OF THE BOARD OF TRUSTEES OF THE PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION TO ENSURE THAT THE BOARD HAS MORE DIVERSE REPRESENTATION, AND REQUIRING A POST-ENACTMENT REVIEW OF THE IMPLEMENTATION OF THIS ACT.

Fiscal Impact Summary	FY 2011-2012	FY 2012-2013
State Revenue		
State Expenditures	See State Expenditures section	
FTE Position Change		
Effective Date: August 10, 2011, if the General Assembly adjourns on May 11, 2011, as scheduled, and no referendum petition is filed.		
Appropriation Summary for FY 2011-2012: None required.		
Local Government Impact: None.		

Summary of Legislation

This bill changes the makeup of the 15-member board of trustees of the Public Employees' Retirement Association (PERA). It allows current trustees to finish their terms and reduces the number of trustees who represent each of the divisions and retirees as their terms expire, until the board is composed of:

- 6 trustees appointed by the Governor and confirmed by the Senate who are not PERA members or retirees and who are experts in certain fields, 3 of whom are appointed on a staggered basis after January 1, 2012;
- the State Treasurer;
- 3 elected members of the school division, including 1 member who is at least 15 years from retirement eligibility;
- 2 elected members of the state division, including 1 member who is at least 15 years from retirement eligibility;
- 1 elected member of each of the local government and judicial divisions; and
- 1 elected retiree.

The bill requires the legislative service agencies of the General Assembly conduct a post-enactment review of the bill's implementation 5 years after becoming law.

State Expenditures

Legislative service agencies of the General Assembly are required to conduct a post-enactment review of the bill. This analysis assumes that while any duties associated with this review represent an increase in workload, no new appropriations will be required under the bill.

Departments Contacted

Governor's Office
Legislative Council
Public Employees Retirement Association