

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6235

BILL NUMBER: SB 77

NOTE PREPARED: Nov 22, 2021

BILL AMENDED:

SUBJECT: State Police Pension Trustee.

FIRST AUTHOR: Sen. Boots

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: The bill provides that, after June 30, 2023, the trustee of the State Police Pension Trust and the State Police Benefit Fund is the board of trustees of the Indiana Public Retirement System (INPRS). The bill also makes conforming changes.

Effective Date: July 1, 2022.

Explanation of State Expenditures: *Summary* - The bill will decrease workload for the Treasurer of State's office and increase workload for INPRS who will become trustee for the State Police Pension Trust beginning July 1, 2023. The State Police may also have a workload impact under the bill. Shifting the trustee will have an indeterminate affect on the cost of administering the pension trust.

Additional Information - Changing the fund's trustee may require the State Police and INPRS to enter into a new trust agreement and supplemental trust agreement. The final language of a new trust agreement may impact workload at INPRS and the State Police if it includes a shift in administrative duties related to the State Police pension. The costs of administering the State Police Pension Trust are paid from trust assets.

During FY 2021, the State Police Pension Trust disbursed \$2.4 M for fees and expenses.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Indiana State Police, Indiana Public Retirement System, Indiana Treasurer of State.

Local Agencies Affected:

Information Sources: McCready and Keene, Inc. (2021, July 1). Department of State Police of Indiana Pension Trust Agreement. *Actuarial Valuation*.

Indiana State Police Department Pension Trust Agreement. (2014, January 1).
https://www.in.gov/isp/files/ISP_Pension_Trust_Agreement_2014-01-01_Restatement.pdf

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