

COMMISSION ON GOVERNMENT FORECASTING AND ACCOUNTABILITY

PENSION IMPACT NOTE

101ST GENERAL ASSEMBLY

BILL NO: **HB 4594**

February 7, 2020

SPONSOR (S): Mazzochi

SYSTEM(S): SERS, SURS, TRS

FISCAL IMPACT: The fiscal impact of HB 4594 is unknown as the number of newly hired employees who would choose to opt out of SERS, TRS, and SURS is not known.

SUBJECT MATTER: HB 4594 amends the SERS, SURS, and TRS articles of the Pension Code. The bill makes participation in the aforementioned systems optional after the effective date.

COMMENT: Currently, membership in SERS, SURS, and TRS is mandatory for positions covered by each respective pension fund. HB 4594 amends these respective articles of the Pension Code to make participation in each respective fund optional for employees who are hired subsequent to the effective date of the bill. In order to opt out, a member must notify the pertinent system in writing no later than 30 days after first becoming an employee.

DH:bs

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