

FISCAL NOTE

This bill contains an appropriation of \$2,025,000 from the GENERAL FUND to the State Auditor's Office (SAO).

This bill contains an appropriation of \$75,000 from the GENERAL FUND to the University of Wyoming (UW).

DETAIL OF APPROPRIATION

Agency #: 003 Agency Name: State Auditor's Office
 Unit: 2502 (Retirement Contributions)

EXPENDITURE BY SERIES AND YEAR	FY 2024	FY 2025	FY 2026
0100 Personnel/Benefit Costs	\$0	\$1,012,500	\$1,012,500
Total Expenditure Per Year:	\$0	\$1,012,500	\$1,012,500
 Grand Total Expenditure:	 \$2,025,000		
Total Appropriated to Agency:	\$2,025,000		
Total Appropriated by Fund:			
GENERAL FUND	\$2,025,000		

DETAIL OF APPROPRIATION

Agency #: 067 Agency Name: University of Wyoming
 Unit: 6701 (Base Funding)

EXPENDITURE BY SERIES AND YEAR	FY 2024	FY 2025	FY 2026
0100 Personnel/Benefit Costs	\$0	\$30,000	\$30,000
Total Expenditure Per Year:	\$0	\$30,000	\$30,000
 Grand Total Expenditure:	 \$60,000		
Total Appropriated to Agency:	\$75,000		
Total Appropriated by Fund:			
GENERAL FUND	\$75,000		

Description of appropriation

\$2,025,000 is appropriated from the General Fund to the SAO to provide payment of the increase in employer contributions for executive branch law enforcement employees for the 2025-26 biennium. \$75,000 is appropriated from the General Fund to UW to provide payment of the increase in employer contributions for UW law enforcement employees for the 2025-26 biennium; the cost is estimated at \$60,000.

For state agency employers whose retirement contributions are made from non-general fund sources, there is appropriated from those accounts and funds amounts necessary to provide payment of the increase in employer contribution rates.

	FY 2025	FY 2026	FY 2027
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
LAW ENFORCEMENT RETIREMENT	\$9,280,000	\$9,280,000	\$9,280,000

Source of revenue increase:

As of July 1, 2024, this legislation increases both the employer contribution and employee contribution to the Law Enforcement Pension Plan by 2.5 percent each. The total increase in contributions is 5.0 percent of salaries. The entire 5.0 percent increase is estimated at \$9,280,000 annually.

Assumptions:

As provided by the Wyoming Retirement System, salaries for members of the Law Enforcement Pension Plan in FY 2024 total approximately \$185.5 million. The Law Enforcement Pension Plan membership is comprised of 21.8 percent employees of state agencies and 0.6 percent employees of the University of Wyoming. The rest of the membership is employees of city, town and county law enforcement organizations; specifically, 34.7 percent cities and towns and 42.9 percent counties.

Employees pay out-of-pocket for the increase of 2.5 percent of salary for retirement contributions starting July 1, 2024.

	FY 2025	FY 2026	FY 2027
NON-ADMINISTRATIVE IMPACT			
Anticipated Expenditure increase			
GENERAL FUND	\$0	\$0	\$1,042,500
Local Law Enforcement Organizations	\$3,598,000	\$3,598,000	\$3,598,000

Source of expenditure increase:

State agencies and the University of Wyoming will have an estimated increase in expenditures of \$1,042,500 annually from General Funds as a result of the 2.5 percent increase. The expenditure increase for FY 2025 and FY 2026 will come from the appropriation in the bill. The state agencies with employees in this plan are Department of Corrections (92.7%), Department of Transportation (4.5%), Attorney General (2.0%), Livestock Board (0.40%), Gaming Commission (0.2%) and Board of Outfitter (0.2%).

Local law enforcement organizations will have an estimated increase in expenditures of approximately \$3,598,000 annually.

Employees will have an estimated increase of \$4,640,000 annually for retirement contributions for the 2.5 percent increase in the employee contribution.

Assumptions:

As provided by the Wyoming Retirement System, salaries for members of the Law Enforcement Pension Plan in FY 2024 total approximately \$185.5 million.

Prepared by: Polly Scott, LSO Phone: 777-7881
 (Information provided by Rachel Meeker, Retirement System, 777-6109)