149th GENERAL ASSEMBLY
FISCAL NOTE
REVISED

BILL:	**SENATE BILL NO. 22**
SPONSOR:	**Senator Ennis**
DESCRIPTION:	**AN ACT TO AMEND TITLE 29 OF THE DELAWARE CODE RELATING TO SERVICE PENSIONS FOR CERTAIN STATE EMPLOYEES.**

Assumptions:

1. This Act would become effective upon the signature of the Governor.

2. This Act changes the following pension benefits for Corrections and specified peace officers:

   I. Decreases the retirement eligible years of service from 25 to 20, beginning January 1, 2019.

   II. Changes the multiplier calculation from 1.85%, 2.0%, or 2.45% to a uniform 2.5% for the first 20 years of service as of the employee's original date of hire, plus 3.5% for years beyond 20 years of service.

   III. Increases the contribution rate for annual compensation above $6,000 from 5% to 7%.

3. The Pension Office estimates the total cost of these changes at $10.1 million annually, effective beginning Fiscal Year 2018 with $8.8 million of the annual cost attributable to the increase in the multiplier calculation and $1.8 million to the reduction in the years of service requirement.

General Fund Cost:

Fiscal Year 2018:	$10.6 million
Fiscal Year 2019:	$10.6 million
Fiscal Year 2020:	$10.6 million

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Office of the Controller General