



**153rd GENERAL ASSEMBLY
FISCAL NOTE**

BILL:	HOUSE BILL NO. 207
SPONSOR:	Representative Bolden
DESCRIPTION:	AN ACT TO AMEND TITLE 29 OF THE DELAWARE CODE RELATING TO PENSIONS FOR RETIRED STATE EMPLOYEES.

Assumptions:

1. This Act is effective upon signature by the Governor. The pension increases authorized by this Act are effective July 1, 2025.
2. This Act increases the monthly service, disability, and survivor pensions in the State Employees' Pension Plan, the State Judiciary Retirement Fund, and the New State Police Retirement Fund as follows:
 - a. Retirees receiving a pension that was effective on or before June 30, 2005, a 3% increase.
 - b. Retirees receiving a pension that was effective after June 30, 2005, but on or before June 30, 2020, a 2% increase.
 - c. Retirees receiving a pension that was effective after June 30, 2020, no increase.
3. The total increase in actuarial liability to the three plans under this Act would be \$127,090,900. Assuming a five-year amortization beginning in Fiscal Year 2026, the first-year funding requirement would be \$28,674,500. The remaining four fiscal years' payments would increase by 2.5% annually.
4. It is assumed that 70% of covered payroll is General Fund.

Cost:

	<u>General Fund</u>	<u>Special Fund</u>	<u>Total</u>
Fiscal Year 2026:	\$20,072,150	\$8,602,350	\$28,674,500
Fiscal Year 2027:	\$20,573,910	\$8,817,390	\$29,391,300
Fiscal Year 2028:	\$21,088,270	\$9,037,830	\$30,126,100

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Office of the Controller General