

# URS Fiscal Analysis of 2022 1<sup>st</sup> Substitute S.B. 24, “Utah Retirement Systems Revisions”

*This document has been prepared by the Utah Retirement Systems (URS).*

## Summary of Fiscal Impact

If enacted, 1<sup>st</sup> Substitute S.B. 24, Utah Retirement Systems Revisions, likely will not result in a material fiscal impact on URS:

Increase in unfunded actuarial accrued liability:	Increase in annual cost for all participating employers:	Increase in actuarially determined contribution rates:
None	None	None

## Proposed Legislative Provisions

This bill represents the changes to Title 49 recommended to the Legislature annually by URS. This legislation makes administrative and technical amendments, codifies clarifications regarding current policies, interpretations, and practices, and makes technical corrections.

In the substitute version, the bill also repeals the New Public Safety and Firefighter Tier 2 Retirement Benefits Restricted Account. That account was enacted in the 2020 General Session as a potential funding source from which the Legislature may appropriate money in the fund to pay certain employer contributions that state agencies make on behalf of Tier 2 Public Safety and Firefighter members. The repeal of the account as a potential funding mechanism does not change employer retirement contribution requirements for the state or other participating employers, which can be paid from other funds.

## Discussion and Actuarial Analysis

This bill does not alter benefit design or make substantive benefit modifications. Implementation of the bill is not expected to affect administrative costs, but if any such costs are incurred, they will be handled within existing budgets and will not result in direct, measurable costs for URS. Accordingly, this bill likely will not have a material fiscal impact on URS nor will it increase actuarially determined contribution rates.