

The fiscal impact of SB 206 GA on Lexington-Fayette Urban County Government is expected to be minimal.

An actuarial study was conducted by Cavanaugh MacDonald Consulting, LLC. The proposed change increased the unfunded accrued liability of the Fund by \$88,000 and increased the employer contribution by 0.02% of payroll. The possibility of future increases of up to 10% **was not included** in the minimum monthly annuity in the analysis.

The Police and Firefighter Retirement Fund, Lexington-Fayette Urban-County Government said that currently, there are only 6 individuals that are receiving an annuity less than \$1,500 and all are widows.

Part III: Differences to Local Government Mandate Statement from Prior Versions

Part II refers to SB 206 GA version. The GA version for SB 206 is the same as the bill as introduced. SB 206 passed its chamber of origin without amendments or substitutes.

Data Source(s): LRC Staff, Police and Firefighter Retirement Fund, Lexington-Fayette Urban-County Government; Cavanaugh MacDonald Consulting, LLC

Preparer: WB (RB) **Reviewer:** KHC **Date:** 3/7/23