



131st MAINE LEGISLATURE

LD 1499

LR 850(01)

An Act Regarding Penalties for Early Retirement for Certain Members of the Maine Public Employees Retirement System

Preliminary Fiscal Impact Statement for Original Bill

Sponsor: Rep. Shagoury of Hallowell

Committee: Labor and Housing

Fiscal Note Required: Yes

Preliminary Fiscal Impact Statement

	FY 2023-24	FY 2024-25	Projections FY 2025-26	Projections FY 2026-27
Net Cost (Savings)				
General Fund	\$5,946,000	\$0	\$0	\$0
Appropriations/Allocations				
General Fund	\$5,946,000	\$0	\$0	\$0

Fiscal Detail and Notes

The Retirement Allowance Fund within the Maine Public Employees Retirement System will require a one-time General Fund appropriation of \$5,946,000 in fiscal year 2023-24 to pay for the unfunded actuarial liability created by permitting certain state employees who retired between July 1, 2011 and January 1, 2012 and certain teachers who retired between July 1, 2011 and July 1, 2012 to have their retirement benefits recalculated based on an early retirement reduction of 2.25% per year rather than the 6% early retirement reduction in current law. This recalculation would be effective on October 1, 2023.