



Legislative Council Staff

Nonpartisan Services for Colorado's Legislature

Fiscal Note Memorandum

TO: Members of the Senate Finance Committee

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Fiscal Assessments L.001 and L.002 to SB25-028

This memorandum is an assessment of the fiscal impact of the attached proposed amendments L.001 and L.002 to SB25-028. This fiscal assessment is for the impact of the bill with inclusion of these amendments only. Any other added amendment could influence the fiscal impact.

Summary of Proposed Amendment

Amendment L.001 removes the requirement that the Office of the State Auditor commission and independent review of the periodic actuarial audit of PERA.

Amendment L.002:

- modifies the timeline of the actuarial experience study to begin with the study completed in 2024; and
- modifies the Pension Review Subcommittee's existing independent review, which currently takes place every three years (most recently in 2024), so that it takes place every four years, and within three months of the release of the periodic actuarial audit, which is first expected to occur in 2027, following PERA's 2026 periodic actuarial audit.

Fiscal Impact of Amendment

Amendment L.001 removes the fiscal impact to the Office of the State Auditor to commission an independent review, removing the \$125,000 cost from FY 2026-27.

Amendment L.002 results in no fiscal impact to the Legislative Department, as it is already funding the Pension Review Subcommittee's commissioning of an independent review. Additionally, the amendment aligns the bill's codification of the actuarial experience study with PERA's current schedule, removing PERA's costs for an accelerated review schedule.



Bill's Revised Fiscal Impact with Amendment

As amended, the bill codifies PERA's existing actual experience study and actuarial audit schedule into law, resulting in no fiscal impact for PERA. It also modifies the Pension Review Subcommittee's independent review schedule by a year, which is already accounted for in the Legislative Department budget. No change in appropriations is required.

Table 1
State Fiscal Impacts with Amendments L.001 and L.002

Type of Impact	Budget Year FY 2025-26	Out Year FY 2026-27
State Revenue	\$0	\$0
State Expenditures	\$0	\$0
Transferred Funds	\$0	\$0
Change in TABOR Refunds	\$0	\$0
Change in State FTE	0.0 FTE	0.0 FTE