

<b>LFC Requester:</b>	<b>Simon, Joseph</b>
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**AGENCY BILL ANALYSIS  
2024 REGULAR SESSION**

**WITHIN 24 HOURS OF BILL POSTING, UPLOAD ANALYSIS TO:**

**AgencyAnalysis.nmlegis.gov**

*{Analysis must be uploaded as a PDF}*

**SECTION I: GENERAL INFORMATION**

*{Indicate if analysis is on an original bill, amendment, substitute or a correction of a previous bill}*

*Check all that apply:*

**Original**     **Amendment**      
**Correction**     **Substitute**   

**Date** 1/25/24

**Bill No:** SB 124

**Sponsor:** Craig W. Brandt  
**Short Title:** Law Enforcement Retirement Service Credit

**Agency Name and Code**    366 - PERA  
**Number:** \_\_\_\_\_  
**Person Writing**    Anna Williams  
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**SECTION II: FISCAL IMPACT**

**APPROPRIATION (dollars in thousands)**

Appropriation		Recurring or Nonrecurring	Fund Affected
FY24	FY25		

(Parenthesis ( ) Indicate Expenditure Decreases)

**REVENUE (dollars in thousands)**

Estimated Revenue			Recurring or Nonrecurring	Fund Affected
FY24	FY25	FY26		

(Parenthesis ( ) Indicate Expenditure Decreases)

**ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)**

	<b>FY24</b>	<b>FY25</b>	<b>FY26</b>	<b>3 Year Total Cost</b>	<b>Recurring or Nonrecurring</b>	<b>Fund Affected</b>
<b>Total</b>						

(Parenthesis ( ) Indicate Expenditure Decreases)

Duplicates/Conflicts with/Companion to/Relates to: SB 87  
Duplicates/Relates to Appropriation in the General Appropriation Act

**SECTION III: NARRATIVE**

**BILL SUMMARY**

Synopsis:

Effective July 1, 2024, SB 124 amends the Public Employees Retirement Act [NMSA 1978 10-11-7] to allow to allow PERA members who were previously employed as qualified law enforcement officers in another state or the federal government to purchase up to five years of service credit for the prior law enforcement employment.

**FISCAL IMPLICATIONS**

Because SB 124 requires members who are purchasing service credit to pay the actuarial determined cost, the actuary’s analysis indicated that it would have a negligible impact on the unfunded actuarial accrued liability and the employer contributions requirement of PERA.

SB 124 should not have an impact to PERA’s operating budget.

**SIGNIFICANT ISSUES**

None

**PERFORMANCE IMPLICATIONS**

SB 124 will not affect PERA’s performance measures.

**ADMINISTRATIVE IMPLICATIONS**

PERA will have to make system modifications to calculate the cost of purchasing five years of service credit.

**CONFLICT, DUPLICATION, COMPANIONSHIP, RELATIONSHIP**

Duplicate Bills SB 87

**TECHNICAL ISSUES**

None

**OTHER SUBSTANTIVE ISSUES**

None

**ALTERNATIVES**

None

**WHAT WILL BE THE CONSEQUENCES OF NOT ENACTING THIS BILL**

PERA members will continue to be able to purchase one year of service credit.

**AMENDMENTS**

None