

July 11, 1977

TO: Legislative Council  
FROM: Legislative Fiscal Committee  
SUBJECT: Retirement Systems Study  
S.F. 163 and S.J.R. 11

Through Senate File 163, the State Government Budget Subcommittee appropriated the sum of \$2,500 (two-thousand five hundred) to the Legislative Fiscal Bureau to let bids for a study of the Judicial Retirement System. This study is to include:

1. A fiscal and administrative evaluation of the judicial retirement system.
2. An actuarial evaluation of the liabilities of the system.
3. Recommendations relative to improving the actuarial soundness of the system, including various funding method possibilities.

Bids have been let and received on this study as follows:

Tillinghast, Nelson and Warren St. Louis, Missouri	\$ 5,300
Taylor, Ballard and Company Cedar Rapids, Iowa	\$ 8,236
Thurston P. Farmer, Jr. St. Louis, Missouri	\$ 3,000
Stennes & Associates, Inc. Bloomington, Minnesota	\$ 2,350

An estimate of 60 (sixty) days for completion of the study is needed. It was the intent of the State Government Subcommittee that this study be done early enough to incorporate any fiscal changes into the judicial budget when presented in October.

Senate Joint Resolution 11 appropriated the sum of \$15,000 (fifteen thousand) for a study of the IPERS system which will include a study of all state retirement systems.

In an effort to coordinate both studies, while keeping within the time frame of the judicial retirement study, it is suggested that the two studies be combined emphasizing the judicial retirement performance specifications and time limitations.

It is the wish of the subcommittee that not less than three members of the State Government Budget Subcommittee be utilized on the study oversight committee for the purpose of incorporating recommendations into the judicial department's budget.