



**THE COUNCIL OF THE CITY OF NEW YORK
FINANCE DIVISION**

RICHARD LEE, DIRECTOR

TANISHA EDWARDS, CFO AND DEPUTY CHIEF OF
STAFF TO THE SPEAKER

FISCAL IMPACT STATEMENT

PRECONSIDERED SLR: S.7128-B (Gounardes)
A.7681-A (Pheffer Amato)

COMMITTEE: Governmental Operations, State &
Federal Legislation

SPONSOR(S): Restler

TITLE: AN ACT to amend the general municipal law, in relation to allowing certain members of the New York City fire department pension fund to receive a membership date in the New York City fire department pension fund attributable to service in the titles of police cadet program or police cadet program II in the New York City police department cadet program

SUMMARY OF LEGISLATION: Presently, firefighters do not receive service credit toward their retirement for participating in the cadet program. This bill would allow Tier 3 firefighters to purchase prior service credit back to the date they entered the cadet program so long as they make the purchase within five years of the effective date of the legislation.

EFFECTIVE DATE: This bill would take effect immediately.

FISCAL YEAR IN WHICH FULL FISCAL IMPACT ANTICIPATED: Fiscal 2025

FISCAL IMPACT STATEMENT:

	Effective FY25	FY Succeeding Effective FY26	Full Fiscal Impact FY25
Revenues	\$0	\$0	\$0
Expenditures	\$53,200	\$53,200	\$53,200
Net	\$53,200	\$53,200	\$53,200

IMPACT ON REVENUES: It is anticipated that there would be no impact on revenues as a result of passing this legislation.

IMPACT ON EXPENDITURES: It is estimated that passing this bill would cost the City \$53,200 in additional pension contributions in Fiscal 2025 to cover the unfunded accrued liability (UAL) for services already rendered to the City. The actuary's amortization schedule for the UAL covers a 14-year period, after which the City would no longer need to pay additional pension contributions. In aggregate, the actuary determined that the present value (PV) of the total cost of the bill through 2049 would total \$450,100 to cover the UAL in future periods.

SOURCE OF FUNDS TO COVER ESTIMATED COSTS: General Fund

SOURCE OF INFORMATION: New York City Council Finance Division
Fiscal Note 2024-49, Chief Actuary New York City Retirement System and Pension Funds

ESTIMATE PREPARED BY: Andrew Wilber, Supervising Economist

ESTIMATE REVIEWED BY: Dilara Dimnaku, Chief Economist
Jonathan Rosenberg, Managing Deputy Director

LEGISLATIVE HISTORY: This bill will be considered by the Committee on Governmental Operations, State & Federal Legislation as a Preconsidered SLR on June 6, 2024. Upon successful vote by the Committee, the Preconsidered SLR will be introduced and submitted to the full Council for a vote on June 6, 2024.

DATE PREPARED: May 31, 2024