

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◊ (860) 240-0200
<http://www.cga.ct.gov/ofa>

sSB-136

AN ACT MAKING CHANGES TO THE CONNECTICUT
RETIREMENT SECURITY PROGRAM STATUTES.

OFA Fiscal Note

State Impact:

| Agency Affected | Fund-Effect | FY 25 \$ | FY 26 \$ |
|-----------------|-----------------------------|-----------|-----------|
| Comptroller | GF - Potential Savings | Potential | Potential |
| Comptroller | GF - Potential Revenue Gain | Minimal | Minimal |

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill, which makes changes to the Connecticut Retirement Security Program statutes, results in potential savings from a reduction in administrative costs, and minimal revenue gain from compliance fees beginning in FY 25. Most of the changes are technical adjustments and result in no fiscal impact.

The bill results in potential savings through decreased administration costs by authorizing the State Comptroller to collaborate with other states regarding the administration and pooling of assets for the Connecticut Retirement Security Program and removing the provision necessitating the Comptroller to maintain an informational website.

The bill removes the provision that allows a covered employee, the Labor Commissioner, or the State Comptroller to bring civil action against an employer that fails to enroll a covered employee in the Retirement Security Plan, and instead allows the Office of the State

Primary Analyst: NN
Contributing Analyst(s):
Reviewer: RW

3/20/24

Comptroller to levy a fine in the amount of \$500, \$1,000, or \$1,500 dependent on their number of employees. This results in a potential revenue gain beginning in FY 25 to the extent penalties are imposed on noncompliant employers.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to inflation.

Sources: Office of the State Comptroller