

LEGISLATIVE BUDGET ASSISTANT OFFICE

State House, Room 102
Concord, NH 03301
271-3161

DATE November 24, 2020

FROM Christopher Shea, Deputy Legislative Budget Assistant
SUBJECT Change in Post-Retirement Revenue Estimate for FY 2021
TO House and Senate Ways and Means Committee Members

During the Agency Revenue Update meeting on November 23, a question was asked why the post-retirement revenue included in the Other Revenue category had been decreased from \$9.7 million to \$6.5 million in FY 2021. I posed this question to the Comptroller's Office and the Comptroller provided the following information:

"Back in July, we had revised that # down from \$9.7M to \$6.5M because the post retirement rate went from 10.43% in FY20 to 3.68% in FY21. That rate calculation is updated each year by Steve Giovinelli in my office, and is subject to volatility. If you look at the '20-21 biennium, our actuals were significantly higher than plan in year 1 but expected to be lower in year 2. We are anticipating the rate to average around 8% for FY22-23."

Please let me know if you have any other questions or require additional information as it relates to the post-retirement revenue in the Other Revenue category.