ACTION: Original

DATE: 01/07/2013 1:14 PM

Rule Summary and Fiscal Analysis (Part A)

Ohio Police and Fire Pension Fund

Agency Name

Mary Beth Foley

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742-3-02 AMENDMENT

Rule Number TYPE of rule filing

Rule Title/Tag Line Definition and usage of terminal pay and salary in benefit and

pension calculations.

RULE SUMMARY

1. Is the rule being filed consistent with the requirements of the RC 119.032 review? **Yes**

2. Are you proposing this rule as a result of recent legislation? Yes

Bill Number: **SB340** General Assembly: **129** Sponsor: **Thomas Niehaus**

and Eric Kearney

3. Statute prescribing the procedure in accordance with the agency is required

to adopt the rule: 111.15

4. Statute(s) authorizing agency to

adopt the rule: 742.10

5. Statute(s) the rule, as filed, amplifies or implements: 742.01, 742.32, 742.37,

742.39

6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

This rule is being filed to include an exception to the salary cap or anti-spiking provision contained in Ohio Revised Code 742.01(G) if the salary increase is based on a promotion in rank. Also there are technical changes to paragraphs (A)(7) and

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(C)(1)(c) of this rule to make the language consistent with the changes made to the statutory definitions of "salary" and "terminal pay" by SB 340.

7. If the rule is an AMENDMENT, then summarize the changes and the content of the proposed rule; If the rule type is RESCISSION, NEW or NO CHANGE, then summarize the content of the rule:

This rule is being filed to include an exception to the salary cap or anti-spiking provision contained in Ohio Revised Code 742.01(G) if the salary increase is based on a promotion in rank and also technical changes to paragraphs (A)(7) and (C)(1)(c) of this rule to make the language consistent with the changes made to the statutory definitions of "salary" and "terminal pay" by SB 340. This rule defines items of terminal pay and discusses the use of different forms of compensation in benefit and pension calculation.

8. If the rule incorporates a text or other material by reference and the agency claims the incorporation by reference is exempt from compliance with sections 121.71 to 121.74 of the Revised Code because the text or other material is **generally available** to persons who reasonably can be expected to be affected by the rule, provide an explanation of how the text or other material is generally available to those persons:

Materials are generally available.

9. If the rule incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material electronically, provide an explanation of why filing the text or other material electronically was infeasible:

Materials are generally available.

10. If the rule is being **rescinded** and incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material, provide an explanation of why filing the text or other material was infeasible:

Not Applicable.

11. If **revising** or **refiling** this rule, identify changes made from the previously filed version of this rule; if none, please state so. If applicable, indicate each specific paragraph of the rule that has been modified:

Not Applicable.

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12. 119.032 Rule Review Date: 1/7/2013

(If the rule is not exempt and you answered NO to question No. 1, provide the scheduled review date. If you answered YES to No. 1, the review date for this rule is the filing date.)

NOTE: If the rule is not exempt at the time of final filing, two dates are required: the current review date plus a date not to exceed 5 years from the effective date for Amended rules or a date not to exceed 5 years from the review date for No Change rules.

FISCAL ANALYSIS

13. Estimate the total amount by which *this proposed rule* would **increase / decrease** either **revenues / expenditures** for the agency during the current biennium (in dollars): Explain the net impact of the proposed changes to the budget of your agency/department.

This will have no impact on revenues or expenditures.

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N/A

14. Identify the appropriation (by line item etc.) that authorizes each expenditure necessitated by the proposed rule:

N/A

15. Provide a summary of the estimated cost of compliance with the rule to all directly affected persons. When appropriate, please include the source for your information/estimated costs, e.g. industry, CFR, internal/agency:

N/A

- 16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations? N_0
- 17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39? N_0

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18. Has this rule been filed with the Common Sense Initiative Office pursuant to R.C. 121.82? N_0

- 19. Specific to this rule, answer the following:
- A.) Does this rule require a license, permit, or any other prior authorization to engage in or operate a line of business? N_0
- B.) Does this rule impose a criminal penalty, a civil penalty, or another sanction, or create a cause of action, for failure to comply with its terms? N_0
- C.) Does this rule require specific expenditures or the report of information as a condition of compliance? ${
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