

Boltac

FROM	NAME & TITLE	Robert Cename, Budget Director	CITY of BALTIMORE MEMO	
	AGENCY NAME & ADDRESS	Bureau of the Budget and Management Research Room 432, City Hall (410) 396-4774		
	SUBJECT	City Council Bill 20-0604—Retirement Systems-Minor Child-Clarification		

TO

DATE:

The Honorable President and
Members of the City Council
City Hall, Room 400

October 27, 2020

Position: Does Not Oppose

The Department of Finance is herein reporting on City Council Bill 20-0604, Retirement Systems-Minor Child-Clarification, the purpose of which is modify the definition of “minor child” to be under the age of 22.

Background

Certain sections of the current Employees’ Retirement, Elected Officials’ Retirement, and Fire and Police Employees Retirement Systems define a minor child as under 18 years old or under 22 years old, if they are a verified full-time student. This legislation changes the definition across the Systems to be defined as under 22 years old and removes the verification of student status. The Affordable Care Act requires coverage for dependent children until the age of 26 years old.

Fiscal Impact

Based on conversations with the Retirement Systems, the Department of Finance does not anticipate a fiscal impact for the City because the age of beneficiary is accounted for in the current actuarial valuation.

Conclusion

This legislation will revise and conform the definition of a minor child in the Employees’ Retirement, Elected Officials’ Retirement, and Fire and Police Employees Retirement Systems at no cost to the City.

For the reasons stated above, the Department of Finance does not oppose City Council Bill 20-0604.

cc: Henry Raymond
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