

STATE OF OKLAHOMA

1st Session of the 46th Legislature (1997)

COMMITTEE SUBSTITUTE

FOR

HOUSE BILL NO. 1599

By: Roach

COMMITTEE SUBSTITUTE

An Act relating to the Oklahoma Police Pension and Retirement System; providing for determination of funded ratio of retirement system; providing for certain payment to members and beneficiaries based upon funded status of system; providing for computation of benefit; providing for eligibility for benefit; providing for payment of bonus at certain time; prohibiting payment based upon certain funded ratio of retirement system; defining term; providing for immunity from liability for State Board; providing for codification; providing an effective date; and declaring an emergency.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 50-136.2 of Title 11, unless there is created a duplication in numbering, reads as follows:

A. The State Board's actuary shall determine the funded ratio of the System as of the end of each plan year. If the funded ratio of the System is equal to or greater than eighty-five percent (85%), the Oklahoma Police Pension and Retirement Board, using income and assets of the System, shall pay a one-time bonus to retired members and beneficiaries of members. This bonus shall be based upon the preceding twelve (12) consecutive monthly retirement benefit payments as of June 30, which was paid to a member or a beneficiary of a member or credited to a member's Oklahoma Police Deferred Option Plan, multiplied by the change in the Federal Consumer Price Index or three percent (3%), whichever is less, for the fiscal year ending June 30. To be eligible for the bonus the member must have received a benefit for the entire previous fiscal year ending June 30. The bonus shall be paid the

last business day of the calendar year. This bonus program shall terminate effective July 1, 1999.

B. The State Board shall not provide for any bonus to retired members and beneficiaries of members if the bonus would result in a funded ratio for the System of less than eighty-five percent (85%). "Funded ratio" shall mean the figure derived by dividing the actuarial value of assets of the System by the actuarial accrued liability of the System.

C. Notwithstanding any other statute or rule to the contrary, the State Board shall not be liable and shall have complete immunity for any act or omission concerning payment or non-payment of the bonus authorized by the provisions of this section.

SECTION 2. This act shall become effective July 1, 1997.

SECTION 3. It being immediately necessary for the preservation of the public peace, health and safety, an emergency is hereby declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval.

46-1-6944

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