

ENGROSSED HOUSE
BILL NO. 1815

By: Roberts, Mitchell, Adair,
Taylor, Frame, Gilbert,
Phillips and Thornbrugh of
the House

and

Monson of the Senate

(Oklahoma Firefighters Pension and Retirement
System - amending 11 O.S., Sections 49-143.1 and
49-143.3 - cost-of-living adjustments -
retirement benefit - effective date -
emergency)

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

SECTION 1. AMENDATORY 11 O.S. 1991, Section 49-143.1, as
last amended by Section 1, Chapter 317, O.S.L. 1998 (11 O.S. Supp.
1998, Section 49-143.1), is amended to read as follows:

Section 49-143.1 A. Except as provided in subsection B of this
section and except for persons receiving benefits pursuant to
Section 49-101 of this title, any person receiving benefits from the
Oklahoma Firefighters Pension and Retirement System as of June 30,
1993, shall receive a two and one-half percent (2 1/2%) increase in
said benefits on July 1, 1994.

B. Notwithstanding the provisions of Section 49-106.1 of this
title, any increase in benefits a person is eligible to receive or
has received during calendar year 1990 and any subsequent calendar
year pursuant to repealed Section 49-136 of this title, shall be
used to offset the increase in benefits provided in subsection A of
this section.

C. Notwithstanding the provisions of Section 49-106.1 of this title, effective July 1, ~~1998~~ 1999, any persons receiving benefits pursuant to Section 49-101 of this title shall each receive a benefit equal to ~~Five Dollars and ninety cents (\$5.90)~~ Six Dollars and eight cents (\$6.08) for each year of credited service not to exceed thirty (30) years of service.

SECTION 2. AMENDATORY Section 2, Chapter 317, O.S.L. 1998 (11 O.S. Supp. 1998, Section 49-143.3), is amended to read as follows:

Section 49-143.3 A. For purposes of this section the following definitions shall apply:

1. "Initial COLA Benefit Date" means the later of the member's date of benefit commencement or January 1, 1981. This date is used in the definition of Initial COLA Benefit and Target COLA Benefit;

2. "Initial COLA Benefit" means the accrued retirement benefit which will be used as the base benefit for determining the Target COLA Benefit. The Initial COLA Benefit equals the benefit in payment status as of the Initial COLA Benefit Date. Furthermore, this benefit will reflect adjustment for military service credits, if any, granted after the Initial COLA Benefit Date;

3. "CPI-U" means the Consumer Price Index for all urban consumers for all goods and services, as published by the Bureau of Labor Statistics, U.S. Department of Labor. This is used as a measure of price inflation for the development of the Target COLA Benefit defined below; and

4. "Target COLA Benefit" is the Initial COLA Benefit adjusted to reflect price inflation as measured by CPI-U. The Target COLA Benefit is calculated for each eligible member to equal the member's Initial COLA Benefit multiplied by a ratio of (A) divided by (B) as follows:

(A) is the CPI-U as of July 1, 1997.

(B) is the CPI-U as of July 1 of the calendar year of the Initial COLA Benefit Date.

B. The Board shall, effective July 1, ~~1998~~ 1999, implement a benefit adjustment, to increase, if necessary, the retirement benefit for any person receiving benefits from the System as of June 30, 1997. This benefit adjustment is intended to restore ~~seventy-five percent (75%)~~ one hundred percent (100%) of the loss of the Initial COLA Benefit, if any, due to price inflation, as measured by CPI-U. The benefit adjustment shall be ~~seventy-five percent (75%)~~ one hundred percent (100%) of the amount by which the Target COLA Benefit is in excess, if any, of the June 1998 retirement benefit. Persons who retired after December 31, 1996 and before July 1, 1997, shall receive a benefit increase based on ~~seventy-five percent (75%)~~ one hundred percent (100%) of one-half (1/2) of the CPI-U change for the period beginning January 1, 1997 and before July 1, 1997.

C. Any increase in benefits a person is eligible to receive pursuant to repealed Section 49-136 of Title 11 of the Oklahoma Statutes, after June 30, 1998, shall be offset by the increase in benefits, if any, provided by this section.

SECTION 3. This act shall become effective July 1, 1999.

SECTION 4. 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.

Passed the House of Representatives the 1st day of March, 1999.

Speaker of the House of
Representatives

Passed the Senate the ____ day of _____, 1999.

President of the Senate