

1 **SENATE FLOOR VERSION**

2 February 28, 2011

3 SENATE BILL NO. 782

By: Mazzei of the Senate

4 and

5 McDaniel (Randy) of the
6 House

7
8 An Act relating to the Oklahoma Pension Legislation
9 Actuarial Analysis Act; amending Section 9, Chapter
10 292, O.S.L. 2006, as amended by Section 10, Chapter
11 367, O.S.L. 2007 (62 O.S. Supp. 2010, Section 3109),
which relates to actuarial investigations; modifying
date; providing an effective date; and declaring an
emergency.

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

15 SECTION 1. AMENDATORY Section 9, Chapter 292, O.S.L.
16 2006, as amended by Section 10, Chapter 367, O.S.L. 2007 (62 O.S.
17 Supp. 2010, Section 3109), is amended to read as follows:

18 Section 3109. A. If an actuarial investigation of a retirement
19 bill having a fiscal impact is requested under Section 3108 of this
20 title, it shall be the duty of the Legislative Actuary to complete
21 or cause to be completed such actuarial investigation by not later
22 than ~~November~~ December 1 of the same year during which the request
23 for the actuarial investigation was made. The actuarial
24 investigation shall include, but shall not be limited to, findings

1 on the following factors as such factors are relevant to the
2 retirement bill under consideration:

3 1. The dollar amount of the unfunded actuarial accrued
4 liability which will result from the bill for the retirement system
5 affected by the bill;

6 2. The dollar amount of the annual normal cost which will
7 result from the bill for the retirement system affected by the bill;

8 3. A statement of the employer contribution rate currently in
9 effect for the retirement system affected by the bill;

10 4. A statement of the employer contribution rate necessary for
11 the retirement system to receive the required annual employer
12 contributions consistent with the most recently available valuation
13 report prepared by the actuary employed by the retirement system
14 affected by the bill;

15 5. A statement of the dollar amount of the increase in the
16 annual employer contribution, if an existing retirement system is
17 affected by the bill, or a statement of the total annual employer
18 contribution, if a new retirement system is established by the bill,
19 which will be necessary to maintain the retirement system affected
20 or established by the bill in an actuarially sound condition thereby
21 creating no increase in unfunded liability as defined by the most
22 recent actuarial evaluation of an existing system; and

23 6. A statement of the effect on the funded ratio for the
24 retirement system affected by the bill.

1 B. By not later than ~~November~~ December 1 of the same year that
2 the request for an actuarial investigation was made, the completed
3 actuarial investigation shall be submitted by the Legislative
4 Actuary to the chair of the committee who requested it along with a
5 summary of the actuarial investigation which shall include the
6 relevant findings specified in subsection A of this section.

7 C. The chair of the committee, upon receipt of the information
8 provided for under subsection B of this section, shall cause the
9 summary of the actuarial investigation to be attached to all copies
10 of the version of the bill submitted to the Legislative Actuary and
11 made available to committee members, other legislators and any other
12 interested parties. The original summary of the actuarial
13 investigation shall be attached to the original version of the
14 substitute bill, as amended by the committee under Section 3108 of
15 this title, if applicable, or to the original version of the bill as
16 introduced if the bill was not changed by the committee prior to its
17 submission to the Legislative Actuary for an actuarial
18 investigation.

19 SECTION 2. This act shall become effective July 1, 2011.

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

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1 COMMITTEE REPORT BY: COMMITTEE ON RETIREMENT & INSURANCE, dated
2 2-24-11 - DO PASS, As Coauthored.

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