

STATE OF OKLAHOMA

2nd Session of the 54th Legislature (2014)

COMMITTEE SUBSTITUTE
FOR

HOUSE BILL NO. 2624

By: McDaniel (Randy)

COMMITTEE SUBSTITUTE

An Act relating to public finance; enacting the Pension Responsibility Act; defining term; imposing requirement on Legislature to provide actuarially required contributions to public retirement systems; prescribing method to determine actuarially required contribution amount; providing exception to requirement based upon certain revenue certification by the State Board of Equalization pursuant to Section 23 of Article X of the Oklahoma Constitution; specifying public retirement plan years subject to requirements; providing for codification; providing for noncodification; and providing an effective date.

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

SECTION 1. NEW LAW A new section of law not to be codified in the Oklahoma Statutes reads as follows:

This act shall be known and may be cited as the "Pension Responsibility Act".

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 1005 of Title 62, unless there is created a duplication in numbering, reads as follows:

A. As used in this section, "public retirement system" means:

- 1 1. The Oklahoma Firefighters Pension and Retirement System;
- 2 2. The Oklahoma Police Pension and Retirement System;
- 3 3. The Uniform Retirement System for Justices and Judges;
- 4 4. The Oklahoma Law Enforcement Retirement System;
- 5 5. The Teachers' Retirement System of Oklahoma; and
- 6 6. The Oklahoma Public Employees Retirement System.

7 B. Except as otherwise provided by this section, the
8 Legislature shall provide to each public retirement system as
9 defined in subsection A of this section the amount of revenue,
10 whether through employer contributions, dedicated revenue,
11 appropriations or other means, required to meet the actuarially
12 required contribution amount identified in the annual actuarial
13 valuation prepared by the actuaries of each respective public
14 retirement system. The actuarially required contribution amount
15 shall be determined by using the annual actuarial valuation
16 performed by or on behalf of each respective public retirement
17 system for the year ending June 30.

18 C. The requirements of subsection B of this section shall not
19 be applicable for any fiscal year during which the total actuarially
20 required contribution amount for the public retirement systems, as
21 defined in subsection A of this section, is greater than fifteen
22 percent (15%) of the certification amount for the General Revenue
23 Fund of the State Treasury as determined by the State Board of
24 Equalization at the February meeting, pursuant to Section 23 of

1 Article X of the Oklahoma Constitution, immediately preceding the
2 beginning of each fiscal year on July 1.

3 D. The provisions of this section shall be applicable for the
4 first time with respect to the public retirement system plan year
5 beginning July 1, 2015, and for each succeeding plan year beginning
6 July 1 thereafter.

7 SECTION 3. This act shall become effective November 1, 2014.

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