

1 **HOUSE OF REPRESENTATIVES - FLOOR VERSION**

2 STATE OF OKLAHOMA

3 2nd Session of the 54th Legislature (2014)

4 COMMITTEE SUBSTITUTE
5 FOR
6 HOUSE BILL NO. 2624

By: McDaniel (Randy) of the
House

and

Brinkley of the Senate

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10 COMMITTEE SUBSTITUTE

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

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

24 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".

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

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

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

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

22 C. The requirements of subsection B of this section shall not
23 be applicable for any fiscal year during which the total actuarially
24 required contribution amount for the public retirement systems, as

1 defined in subsection A of this section, is greater than fifteen
2 percent (15%) of the certification amount for the General Revenue
3 Fund of the State Treasury as determined by the State Board of
4 Equalization at the February meeting, pursuant to Section 23 of
5 Article X of the Oklahoma Constitution, immediately preceding the
6 beginning of each fiscal year on July 1.

7 D. The provisions of this section shall be applicable for the
8 first time with respect to the public retirement system plan year
9 beginning July 1, 2015, and for each succeeding plan year beginning
10 July 1 thereafter.

11 SECTION 3. This act shall become effective November 1, 2014.
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13 COMMITTEE REPORT BY: COMMITTEE ON ECONOMIC DEVELOPMENT AND FINANCIAL
14 SERVICES, dated 02/06/2014 - DO PASS, As Amended and Coauthored.
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