

January 18, 2016

Representative Gary Banz
Room 433

Re: RBH No. 8002

RBH No. 8002 increases the OTRS death benefit for retired members by \$500 to \$5,500 for deaths occurring after 6/30/2016 but before 7/01/2017, by \$1,000 to \$6,000 for deaths after 6/30/2017 but before 7/ 1/2018, by \$1,500 to \$6,500 for deaths after 6/30/2018.

Five percent (5%) of the 45% of proceeds from the lottery will be transferred to OTRS to fund the increased death benefits.

RBH No. 8002 is a fiscal retirement bill as defined by the Oklahoma Pension Legislation Analysis Act because the bill increases benefits and liability for the Oklahoma Teachers Retirement System.

I am a member of the American Academy of Actuaries and meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion herein.

Thomas E. Cummins

Thomas E. Cummins, MAAA