

Thomas E. Cummins Consulting Actuary, Inc.

2512 E. 71st Street, Suite D
Tulsa, OK 74136

(918)492.9658 Fax (918)492.9659

March 25, 2013

Senator Rick Brinkley
Room 512

Re: Committee Substitute for Engrossed House Bill No. 2077
RBS No. 1656

Committee Substitute for Engrossed House Bill No. 2077 creates an optional defined contribution for new employees hired after 7/01/2014. The employee would have the choice between the new defined contribution plan and the Oklahoma Public Employees Retirement System. Statewide elected officials first elected after 7/01/2014 would be required to be a member of the new defined contribution plan.

Employers would continue make the current required percentage of payroll for the defined contribution participants. The difference in the total contribution for each participant and amount necessary to meet the matching requirement in the defined contribution plan would be used by OPERS to reduce the unfunded accrued liability.

Committee Substitute for Engrossed House Bill No. 2077 is a nonfiscal retirement bill as defined by the Oklahoma Pension Legislation Actuarial Analysis Act.

Thomas E. Cummins

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