

November 16, 2017

Senator Bill Brown Chair

Senate Standing Committee on Retirement and Insurance

2300 North Lincoln Blvd, Room 232

Oklahoma City, OK 73105-4885

Subject: Referral of Senate Bill 667

Representative McDaniel,

Senate Bill 667671 would allow participants of Oklahoma Teachers Retirement System to purchase prior service credits for military service during:

9/16/1940-12/07/1941

12/7/1941-12/31/1946 World War II

6/26/1950-1/31/1955 Korean Conflict

2/28/1961-8/4/1964 Service in the Republic of Vietnam

8/01/1990- 12/31/91 Gulf War, Persian Gulf War, Operation Desert Storm

On or after 8/01/1990

Currently only WWI and WWII military service is eligible to be purchased.

The Oklahoma Pension Legislation Actuarial Analysis Act defines a fiscal as a bill that increases accrued liability by any amount. This bill will increase the accrued liability of OTRS. The amount is dependent upon the participants electing to purchase the additional service.

However, this bill will not increase the unfunded accrued liability of OTRS since the participants are paying the additional benefits arising from the additional service.

I am a member of the American Academy of Actuaries and meet the Qualifications of the American Academy of Actuaries to render the actuarial opinion above.

If you have any questions, please contact me.

Sincerely,



Thomas E. Cummins, MAAA