

BILL SUMMARY
1st Session of the 57th Legislature

Bill No.:	HB2304
Version:	Committee Substitute
Request Number:	
Author:	Rep. Frix
Date:	3/4/2019
Impact:	See Chart Below

Research Analysis

The committee substitute for HB2304 provides a 2 percent increase in retirement benefits for all retirees of the following systems effective November 1, 2020:

- Oklahoma Firefighters Pension and Retirement System;
- Oklahoma Police Pension and Retirement System;
- Uniform Retirement System for Justices and Judges;
- Oklahoma Law Enforcement Retirement System;
- Teacher' Retirement System of Oklahoma; and
- Oklahoma Public Employees Retirement System.

The measure also amends the Oklahoma Pension Legislation Actuarial Analysis Act to include a safe harbor clause that allows the bill to be treated as a nonfiscal retirement bill in the legislative process.

Prepared By: Quyen Do

Fiscal Analysis

HB 2304 in its current form provides a 2% cost of living adjustments to retirees of the:

Teachers' Retirement System of Oklahoma (OTRS),
Oklahoma Public Employees Retirement System (OPERS),
Oklahoma Firefighters Pension and Retirement System (Firefighters),
Oklahoma Police Pension and Retirement System (Police),
Oklahoma Law Enforcement Retirement System (OLERS), and
Uniform Retirement System for Justices and Judges (URSJJ).

The estimated actuarial impact on the unfunded liability and funded ratio of each system is as follows:

System	Liability (millions)	Funded Ratio Impact (percentage)
OTRS	\$243	-0.75%
OPERS	\$114	-1.08%
Firefighters	\$29	-0.50%
Police	\$24	-0.95%
OLERS	\$12	-0.95%
URSJJ	\$3.4	-1.30%

Prepared By: John McPhetridge

Other Considerations

None.