

**BILL SUMMARY**  
1<sup>st</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB2304</b>
<b>Version:</b>	<b>Proposed Committee Substitute 2</b>
<b>Request Number:</b>	<b>8257</b>
<b>Author:</b>	<b>Rep. Frix</b>
<b>Date:</b>	<b>2/26/2019</b>
<b>Impact:</b>	<b>See Chart Below</b>

**Research Analysis**

Proposed committee substitute 2 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:

<b>System</b>	<b>Liability (millions)</b>	<b>Funded Ratio Impact (percentage)</b>
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.