

BILL SUMMARY
2nd Session of the 57th Legislature

Bill No.:	HB 3994
Version:	Introduced
Request Number:	10734
Author:	Rep. Wright
Date:	2/18/2020
Impact:	See Below

Research Analysis

HB3994, as introduced, increases, from \$15,000 to \$25,000, the post-retirement earnings limits applicable to Teachers' Retirement System of Oklahoma (OTRS) retirees under the age of 62. An OTRS retiree can return to work for a public school and continue to receive their pension benefits if their salary for postretirement work is less than the statutory limit.

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 3994 in its current form increases the post-retirement earnings cap for retirees of the Teachers' Retirement System of Oklahoma (OTRS). Officials for OTRS anticipate the provisions of HB 3994 would increase the system's Unfunded Actuarial Accrued Liability by \$23 Million but have no material impact on OTRS's funded ratio.

Prepared By: John McPhetridge

Other Considerations

None.