

January 6, 2019

Senator Rob Standridge
Room

Re: RBS No. 139

RBS No. 139 changes OPLAA's definition of a non fiscal bill to include a bill that authorizes benefit increases so long as the system is at least 80% funded after payment of the increased benefits.

The bill would allow automatic annual cost of living adjustments based on changes in the CPI-W provided the system will be 100% funded in 40 years. Each system is to conduct a actuarial study every 5 years to determine if the 100% funding will be met in the 40 year requirement.

RBS No. 139 is a non fiscal bill as defined by the Oklahoma Pension Legislation Analysis Act because the bill does not contain a benefit increase or increase the contribution rates.

I am a member of the American Academy of Actuaries and meet the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion herein.

Thomas E. Cummins

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