

First Regular Session
Seventy-first General Assembly
STATE OF COLORADO

ENGROSSED

*This Version Includes All Amendments Adopted
on Second Reading in the House of Introduction*

LLS NO. 17-0808.01 Nicole Myers x4326

SENATE BILL 17-113

SENATE SPONSORSHIP

Neville T.,

HOUSE SPONSORSHIP

Everett,

Senate Committees
Finance

House Committees

A BILL FOR AN ACT

101 **CONCERNING A REQUIREMENT THAT THE TOTAL EMPLOYER**
102 **CONTRIBUTION RATES FOR PUBLIC EMPLOYEES' RETIREMENT**
103 **ASSOCIATION EMPLOYERS IN THE 2018 CALENDAR YEAR ARE**
104 **THE MAXIMUM TOTAL EMPLOYER CONTRIBUTION RATES FOR**
105 **FUTURE CALENDAR YEARS.**

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://leg.colorado.gov>.)

Each employer in the public employees' retirement association (PERA) contributes a percentage of its total employer payroll to PERA

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
Capital letters indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.

SENATE
2nd Reading Unamended
February 10, 2017

in the form of an employer contribution, an amortization equalization disbursement (AED), and a supplemental amortization equalization disbursement (SAED). A portion of the employer contribution goes to the health care trust fund and the remainder is deposited into the pension trust fund for each division of PERA to pay benefits. The AED and the SAED are to reduce PERA's unfunded liability and amortization period.

The bill requires that for the calendar year beginning January 1, 2018, and for each calendar year thereafter, the total of the employer contribution, the AED, and the SAED for any employer will not exceed the total contribution rates for the 2018 calendar year pursuant to current law. The rates are as follows:

- ! For the state division, 20.15% of an employer's total payroll; except that, for state troopers, the total is 22.85% of an employer's total payroll;
- ! For the school division, 20.15% of an employer's total payroll;
- ! For the Denver public schools division, 20.15% of an employer's total payroll;
- ! For the local government division, 13.70% of an employer's total payroll; and
- ! For the judicial division, 17.36% of an employer's total payroll.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, **add** 24-51-413 as
3 follows:

4 **24-51-413. Maximum employer contribution rates.** (1) FOR
5 THE CALENDAR YEAR BEGINNING JANUARY 1, 2018, AND FOR EACH
6 CALENDAR YEAR THEREAFTER, THE TOTAL OF THE EMPLOYER
7 CONTRIBUTION PURSUANT TO SECTION 24-51-401 AND THE AMORTIZATION
8 EQUALIZATION DISBURSEMENT AND SUPPLEMENTAL AMORTIZATION
9 EQUALIZATION DISBURSEMENT PURSUANT TO SECTION 24-51-411 FOR ANY
10 EMPLOYER SHALL NOT EXCEED THE FOLLOWING RATES FOR EACH DIVISION
11 OF THE ASSOCIATION:

12 (a) FOR THE STATE DIVISION OF THE ASSOCIATION, TWENTY AND
13 FIFTEEN ONE HUNDREDTHS PERCENT OF AN EMPLOYER'S TOTAL PAYROLL;

1 EXCEPT THAT, FOR STATE TROOPERS, THE TOTAL SHALL NOT EXCEED
2 TWENTY-TWO AND EIGHTY-FIVE ONE HUNDREDTHS PERCENT OF AN
3 EMPLOYER'S TOTAL PAYROLL;

4 (b) FOR THE SCHOOL DIVISION OF THE ASSOCIATION, TWENTY AND
5 FIFTEEN ONE HUNDREDTHS PERCENT OF AN EMPLOYER'S TOTAL PAYROLL;

6 (c) FOR THE DENVER PUBLIC SCHOOLS DIVISION OF THE
7 ASSOCIATION, TWENTY AND FIFTEEN ONE HUNDREDTHS PERCENT OF AN
8 EMPLOYER'S TOTAL PAYROLL;

9 (d) FOR THE LOCAL GOVERNMENT DIVISION OF THE ASSOCIATION,
10 THIRTEEN AND SEVENTY ONE HUNDREDTHS PERCENT OF AN EMPLOYER'S
11 TOTAL PAYROLL; AND

12 (e) FOR THE JUDICIAL DIVISION OF THE ASSOCIATION, SEVENTEEN
13 AND THIRTY-SIX ONE HUNDREDTHS PERCENT OF AN EMPLOYER'S TOTAL
14 PAYROLL.

15 **SECTION 2. Act subject to petition - effective date.** This act
16 takes effect at 12:01 a.m. on the day following the expiration of the
17 ninety-day period after final adjournment of the general assembly (August
18 9, 2017, if adjournment sine die is on May 10, 2017); except that, if a
19 referendum petition is filed pursuant to section 1 (3) of article V of the
20 state constitution against this act or an item, section, or part of this act
21 within such period, then the act, item, section, or part will not take effect
22 unless approved by the people at the general election to be held in
23 November 2018 and, in such case, will take effect on the date of the
24 official declaration of the vote thereon by the governor.