

SB200_L.029

HOUSE COMMITTEE OF REFERENCE AMENDMENT

Committee on Finance.SB18-200 be amended as follows:

- 1 Amend reengrossed bill, page 18, line 10, strike "(I)".
- 2 Page 19, strike lines 3 through 27.
- 3 Strike page 20.
- 4 Page 21, strike lines 1 through 14.
- 5 Page 22, lines 6 and 7, strike "24-51-413 and 24-51-414" and substitute
6 "24-51-413, 24-51-414, and 24-51-415".
- 7 Page 22, line 14, after "24-51-411," insert "AND THE AMOUNT THE
8 ASSOCIATION RECEIVES PURSUANT TO SECTION 24-51-415,".
- 9 Page 22, line 27, strike "MEMBER CONTRIBUTION RATES" and substitute
10 "EMPLOYER CONTRIBUTION RATES, MEMBER CONTRIBUTION RATES,".
- 11 Page 23, line 11, strike "AND".
- 12 Page 23, strike line 12 and substitute:
13 "(b) THE EMPLOYER CONTRIBUTION RATE WILL BE INCREASED BY
14 UP TO ONE-HALF OF ONE PERCENT, BUT AT NO TIME WILL THE EMPLOYER
15 CONTRIBUTION RATE BE INCREASED TO EXCEED THE EMPLOYER
16 CONTRIBUTION RATES UNDER SECTION 24-51-401 (1.7)(a), PLUS TWO
17 PERCENT; AND".
- 18 Reletter succeeding paragraph accordingly.
- 19 Page 23, line 16, strike "(1.7)(a)(V)," and substitute "(1.7)(a),".
- 20 Page 23, line 20, strike "BETWEENTHE ANNUAL INCREASES" and substitute
21 "AMONG THE ANNUAL INCREASES, THE EMPLOYER CONTRIBUTIONS,".
- 22 Page 24, lines 2 and 3, strike "(3)(a) AND (3)(b)" and substitute "(3)(a),
23 (3)(b), AND (3)(c)".
- 24 Page 24, line 4, strike "EITHER OF THE TWO" and substitute "ANY ONE OF
25 THE THREE".
- 26 Page 24, line 8, strike "COMPONENT" and substitute "TWO COMPONENTS".

1 Page 24, line 24, strike "AND".

2 Page 24, strike line 25 and substitute:

3 " (b) THE EMPLOYER CONTRIBUTION RATE WILL BE REDUCED BY UP
4 TO ONE-HALF OF ONE PERCENT, BUT AT NO TIME WILL THE EMPLOYER
5 CONTRIBUTION RATE BE LESS THAN THE EMPLOYER CONTRIBUTION RATES
6 UNDER SECTION 24-51-401 (1.7)(a); AND".

7 Reletter succeeding paragraph accordingly.

8 Page 25, line 2, strike "(1.7)(a)(I)" and substitute "(1.7)(a)".

9 Page 25, line 5, strike "BETWEEN THE ANNUAL INCREASES" and substitute
10 "AMONG THE ANNUAL INCREASES, THE EMPLOYER CONTRIBUTIONS,".

11 Page 25, line 15, strike "(6)(a) AND (6)(b)" and substitute "(6)(a), (6)(b),
12 AND (6)(c)".

13 Page 26, after line 9 insert:

14 "24-51-415. Direct distribution. (1) ON JULY 1, 2018, THE STATE
15 TREASURER SHALL ISSUE A WARRANT TO THE ASSOCIATION IN AN AMOUNT
16 EQUAL TO TWO AND SEVEN-TENTHS PERCENT OF THE ASSOCIATION'S
17 PROJECTED PAYROLL FOR THE 2018-19 STATE FISCAL YEAR AS
18 CALCULATED PURSUANT TO SUBSECTION (2) OF THIS SECTION; EXCEPT
19 THAT THE ASSOCIATION'S PROJECTED PAYROLL SHALL NOT INCLUDE
20 PAYROLL FOR THE LOCAL GOVERNMENT DIVISION OF THE ASSOCIATION.
21 SUCH AMOUNT SHALL BE PAID TO THE ASSOCIATION FROM THE GENERAL
22 FUND. ON JULY 1, 2019, AND ON JULY 1 EACH YEAR THEREAFTER UNTIL
23 THERE ARE NO UNFUNDED ACTUARIAL ACCRUED LIABILITIES OF ANY
24 DIVISION OF THE ASSOCIATION THAT RECEIVES THE DISTRIBUTION
25 PURSUANT TO THIS SUBSECTION (1), THE STATE TREASURER SHALL ISSUE
26 A WARRANT TO THE ASSOCIATION IN AN AMOUNT EQUAL TO THREE
27 PERCENT OF THE ASSOCIATION'S PROJECTED PAYROLL FOR THE APPLICABLE
28 STATE FISCAL YEAR AS CALCULATED PURSUANT TO SUBSECTION (2) OF
29 THIS SECTION; EXCEPT THAT THE ASSOCIATION'S PROJECTED PAYROLL
30 SHALL NOT INCLUDE PAYROLL FOR THE LOCAL GOVERNMENT DIVISION OF
31 THE ASSOCIATION. SUCH AMOUNT SHALL BE PAID TO THE ASSOCIATION
32 FROM THE GENERAL FUND.

33 (2) BY SEPTEMBER 1, 2018, AND BY SEPTEMBER 1 EACH YEAR
34 THEREAFTER, THE ASSOCIATION SHALL NOTIFY THE OFFICE OF STATE

1 PLANNING AND BUDGETING AND THE JOINT BUDGET COMMITTEE OF THE
2 GENERAL ASSEMBLY OF THE ASSOCIATION'S PROJECTED PAYROLL FOR THE
3 STATE FISCAL YEAR THAT BEGINS ON THE FOLLOWING JULY 1; EXCEPT
4 THAT THE PROJECTED PAYROLL SHALL NOT INCLUDE PAYROLL OF THE
5 LOCAL GOVERNMENT DIVISION OF THE ASSOCIATION. THE ASSOCIATION
6 SHALL CALCULATE THE PROJECTED PAYROLL FOR SUCH FISCAL YEAR BY
7 USING THE ANNUAL PAYROLL REPORTED IN THE ASSOCIATION'S MOST
8 RECENT CERTIFIED ANNUAL FINANCIAL REPORT, PROJECTING FORWARD
9 THE ASSOCIATION'S REPORTED PAYROLL USING THE ASSOCIATION'S
10 ADOPTED PAYROLL GROWTH ASSUMPTIONS; EXCEPT THAT SUCH
11 CALCULATION SHALL NOT INCLUDE THE PAYROLL OF THE LOCAL
12 GOVERNMENT DIVISION OF THE ASSOCIATION.

13 (3) THE DISTRIBUTION PURSUANT TO SUBSECTION (1) OF THIS
14 SECTION SHALL END WHEN THERE ARE NO UNFUNDED ACTUARIAL
15 ACCRUED LIABILITIES OF ANY DIVISION OF THE ASSOCIATION THAT
16 RECEIVES SUCH DISTRIBUTION. BY SEPTEMBER 1, 2019, AND BY
17 SEPTEMBER 1 OF EACH YEAR THEREAFTER, UNTIL THE DISTRIBUTION
18 PURSUANT TO SUBSECTION (1) OF THIS SECTION IS NO LONGER REQUIRED,
19 THE BOARD SHALL DETERMINE WHETHER THE SUM OF THE EMPLOYER AND
20 MEMBER CONTRIBUTIONS PURSUANT TO SECTION 24-51-401 (1.7)(a), THE
21 CONTRIBUTIONS PURSUANT TO SECTION 24-51-411, AND THE DISTRIBUTION
22 PURSUANT TO SUBSECTION (1) OF THIS SECTION, IS GREATER THAN THE
23 AMOUNT NECESSARY TO ELIMINATE THE UNFUNDED ACTUARIAL ACCRUED
24 LIABILITY OF EACH DIVISION OF THE ASSOCIATION THAT RECEIVES THE
25 DISTRIBUTION IN THE NEXT FISCAL YEAR. IF THE BOARD DETERMINES THAT
26 THE TOTAL AMOUNT OF THE DISTRIBUTION PURSUANT TO SUBSECTION (1)
27 OF THIS SECTION WILL NOT BE REQUIRED TO ELIMINATE THE UNFUNDED
28 ACTUARIAL ACCRUED LIABILITY OF EACH DIVISION OF THE ASSOCIATION
29 THAT RECEIVES THE DISTRIBUTION, THE BOARD SHALL NOTIFY THE OFFICE
30 OF STATE PLANNING AND BUDGETING AND THE JOINT BUDGET COMMITTEE
31 OF THE GENERAL ASSEMBLY AT THE SAME TIME IT REPORTS THE
32 ASSOCIATION'S PROJECTED PAYROLL PURSUANT TO SUBSECTION (2) OF
33 THIS SECTION.

34 (4) THE ASSOCIATION SHALL ALLOCATE THE DIRECT DISTRIBUTION
35 TO THE TRUST FUNDS OF EACH DIVISION OF THE ASSOCIATION AS IT WOULD
36 AN EMPLOYER CONTRIBUTION, IN A MANNER THAT IS PROPORTIONATE TO
37 THE ANNUAL PAYROLL OF EACH DIVISION AS REPORTED TO THE
38 ASSOCIATION; EXCEPT THAT THE ASSOCIATION SHALL NOT ALLOCATE ANY
39 PORTION OF THE DIRECT DISTRIBUTION AMOUNT TO THE LOCAL
40 GOVERNMENT DIVISION OF THE ASSOCIATION.

41 (5) MONEY DISTRIBUTED TO THE ASSOCIATION PURSUANT TO
42 SUBSECTION (1) OF THIS SECTION SHALL BE INCLUDED FOR
43 INFORMATIONAL PURPOSES IN THE ANNUAL GENERAL APPROPRIATION BILL

1 OR IN SUPPLEMENTAL APPROPRIATION BILLS FOR THE PURPOSE OF
2 COMPLYING WITH THE LIMITATION ON STATE FISCAL YEAR SPENDING
3 IMPOSED BY SECTION 20 OF ARTICLE X OF THE STATE CONSTITUTION AND
4 SECTION 24-77-103."

5 Page 28, strike lines 5 through 14.

6 Renumber succeeding sections accordingly.

7 Page 48, line 27, strike "(1.7)(a)(I)." and substitute "(1.7)(a).".

8 Page 49, line 1, strike "(1.7)(a)(I)" and substitute "(1.7)(a)".

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