

HOUSE COMMITTEE OF REFERENCE REPORT

Chair of Committee

Date

May 9, 2022

Committee on Appropriations.

After consideration on the merits, the Committee recommends the following:

HB22-1029 be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation:

1 Strike the Finance Committee Report, dated April 25, 2022, and
2 substitute:

3 "Amend printed bill, page 2, line 2, strike "**add** (6)" and substitute
4 "**amend** (1)(a); and **add** (6), (7), and (8)".

5 Page 2 of the bill, line 4, strike "(6) IN ORDER TO FULLY" and substitute
6 "(1) (a) EXCEPT AS OTHERWISE PROVIDED IN SUBSECTIONS (6), (7), AND
7 (8) OF THIS SECTION, on July 1, 2018, on July 1, 2019, on July 1, 2021,
8 and on July 1 each year thereafter until there are no unfunded actuarial
9 accrued liabilities of any division of the association that receives the
10 distribution pursuant to this section, the state treasurer shall issue a
11 warrant to the association in an amount equal to two hundred twenty-five
12 million dollars. Such amount shall be paid to the association from the
13 general fund, or any other fund, subject to section 24-51-413.

14 (6) IN ORDER TO".

15 Page 2 of the bill, line 12, strike "JULY 1, 2022," and substitute "THE
16 EFFECTIVE DATE OF THIS SUBSECTION (6), OR AS SOON AS POSSIBLE
17 THEREAFTER,".

18 Page 2 of the bill, strike lines 14 through 21.

19 Page 3 of the bill, strike lines 1 through 7 and substitute "AMOUNT OF
20 THREE HUNDRED EIGHTY MILLION DOLLARS. THE WARRANT SHALL BE PAID
21 TO THE ASSOCIATION FROM THE PERA PAYMENT CASH FUND CREATED IN
22 SECTION 24-51-416.

23 (7) THE AMOUNT OF THE WARRANT TO BE ISSUED ON JULY 1, 2023,

1 TO THE ASSOCIATION PURSUANT TO SUBSECTION (1) OF THIS SECTION IS
2 REDUCED BY THE SUM OF ONE HUNDRED FIFTY-FIVE MILLION DOLLARS AND
3 AN AMOUNT EQUAL TO SEVEN AND ONE-QUARTER PERCENT MULTIPLIED BY
4 THREE HUNDRED EIGHTY MILLION DOLLARS; EXCEPT THAT, IF THE 2021
5 ANNUAL RATE OF RETURN ON INVESTMENTS AS REPORTED IN THE
6 ASSOCIATION'S ANNUAL REPORT FOR 2021 EXCEEDS SEVEN AND
7 ONE-QUARTER PERCENT, THEN THE REDUCTION WILL BE AN AMOUNT
8 EQUAL TO THE ASSOCIATION'S RATE OF RETURN ON INVESTMENTS
9 MULTIPLIED BY THREE HUNDRED EIGHTY MILLION DOLLARS. IF THE
10 ANNUAL RATE OF RETURN IS LESS THAN SEVEN AND ONE-QUARTER
11 PERCENT BUT GREATER THAN ZERO, THEN THE REDUCTION SHALL BE THE
12 SUM OF ONE HUNDRED FIFTY-FIVE MILLION DOLLARS AND AN AMOUNT
13 EQUAL TO THE ANNUAL RATE OF RETURN IN THE ASSOCIATION'S ANNUAL
14 REPORT FOR 2021 MULTIPLIED BY THREE HUNDRED EIGHTY MILLION
15 DOLLARS. IN NO EVENT SHALL THE TOTAL REDUCTION BE LESS THAN ONE
16 HUNDRED FIFTY-FIVE MILLION DOLLARS OR BE GREATER THAN ONE
17 HUNDRED NINETY MILLION DOLLARS.

18 (8) THE AMOUNT OF THE WARRANT TO BE ISSUED ON JULY 1, 2024,
19 TO THE ASSOCIATION PURSUANT TO SUBSECTION (1) OF THIS SECTION IS
20 REDUCED BY THE LESSER OF AN AMOUNT EQUAL TO SEVEN AND
21 ONE-QUARTER PERCENT MULTIPLIED BY THREE HUNDRE EIGHTY MILLION
22 DOLLARS OR AN AMOUNT EQUAL TO THE ASSOCIATION'S ANNUAL RATE OF
23 RETURN ON INVESTMENTS AS REPORTED IN THE ASSOCIATION'S ANNUAL
24 REPORT FOR 2022 MULTIPLIED BY THREE HUNDRED EIGHTY MILLION
25 DOLLARS; EXCEPT THAT THERE SHALL BE NO REDUCTION IF THE RATE OF
26 RETURN IS ZERO OR LESS."."

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