

**76th OREGON LEGISLATIVE ASSEMBLY – 2011 Regular Session
BUDGET REPORT AND MEASURE SUMMARY**

MEASURE: HB 2113-B

JOINT COMMITTEE ON WAYS AND MEANS

**Carrier – House: Rep. G. Smith
Carrier – Senate: Sen. Johnson**

Action: Do Pass the A-Engrossed Measure as Amended and as Printed B-Engrossed

Vote: 25 – 0 – 0

House – Yeas: Beyer, Buckley, Cowan, Freeman, Garrard, Komp, Kotek, McLane, Nathanson, Nolan, Richardson, G. Smith, Thatcher, Whisnant

– Nays:

– Exc:

Senate – Yeas: Bates, Devlin, Edwards, Girod, Johnson, Monroe, Nelson, Thomsen, Verger, Whitsett, Winters

– Nays:

– Exc:

Prepared By: Blake Johnson, Department of Administrative Services

Reviewed By: Laurie Byerly, Legislative Fiscal Office

Meeting Date: June 24, 2011

Agency

Public Employees Retirement System (PERS)

Budget Page

I-15

LFO Analysis Page

235

Biennium

2011-13

Budget Summary*

	<u>2009-11 Legislatively Approved Budget</u>	<u>2011-13 Current Service Level</u>	<u>2011-13 Governor's Budget</u>	<u>2011-13 Committee Recommendation</u>	<u>Committee Change from 2009-11 Leg Approved</u>	
					<u>\$ Change</u>	<u>% Change</u>
<u>Public Employees Retirement System</u>						
Other Funds				\$ 475,600	\$ 475,600	

Summary of Revenue Changes

House Bill 2113 is primarily a housekeeping bill and has no effect on revenues.

Summary of Capital Construction Subcommittee Action

This measure modifies retirement plan statutes administered by the Public Employees Retirement System (PERS) as follows:

- Resolves statutory conflicts governing retirement plan choices for legislators and conform to federal retirement plan laws. Removes incongruous requirements or incompatible elections, consistent with the repeal of “Break in Service.”
- Amends current statute to include the retirement credit purchases omitted in SB 399 (2009).
- Allows a member to vest in the Oregon Public Service Retirement Plan (OPSRP) pension program and in an Individual Account Program employer account if the member is an active member on or after the date the member reaches normal retirement age.
- Removes statutory sections that were invalidated by the Oregon Supreme Court in the *Strunk* case.
- Allows the Public Employees Retirement Board to offer Roth Individual Retirement Account contributions within the Oregon Growth Savings Plan program
- Changes statutes to prevent dual membership status upon reemployment of a member who withdrew from the Individual Account Program (IAP) but was unable to withdraw from the OPSRP Pension Program. Provides common start date for active membership in both programs upon reemployment.

The Subcommittee approved \$475,600 Other Funds for PERS to make one-time system modifications supporting the changes in this bill.

Summary of Performance Measure Action

There are no performance measures relating to this bill.

DETAIL OF JOINT COMMITTEE ON WAYS AND MEANS ACTION

HB 2113-B

**Public Employees Retirement System
Blake Johnson -- (503) 378-3195**

DESCRIPTION	GENERAL FUND	LOTTERY FUNDS	OTHER FUNDS		FEDERAL FUNDS		TOTAL ALL FUNDS	POS	FTE
			LIMITED	NONLIMITED	LIMITED	NONLIMITED			
<u>SUBCOMMITTEE ADJUSTMENTS</u>									
<i>Operations</i>									
<i>Package 840 - HB 2113</i>									
Services and Supplies	\$ 0	\$ 0	\$ 475,600	\$ 0	\$ 0	\$ 0	\$ 475,600	0	0.00
TOTAL ADJUSTMENTS	\$ 0	\$ 0	\$ 475,600	\$ 0	\$ 0	\$ 0	\$ 475,600	0	0.00

*Excludes Capital Construction Expenditures