

**PROPOSED AMENDMENTS TO
SENATE BILL 857**

1 On page 1 of the printed bill, delete lines 4 through 30 and delete page
2 2 and insert:

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4 **“ACTUARIAL EQUIVALENCY FACTOR TABLES FOR CERTAIN**
5 **MEMBERS**

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7 **“SECTION 1. Section 2 of this 2013 Act is added to and made a part**
8 **of ORS chapter 238.**

9 **“SECTION 2. (1) This section applies only to a member who:**

10 **“(a) First established membership in the system before July 1, 2003,**
11 **as described in ORS 238.300 (2)(b)(A);**

12 **“(b) Was an inactive member for 36 consecutive months at any time**
13 **preceding the member’s effective date of retirement; and**

14 **“(c) Did not complete at least 24 consecutive months as an active**
15 **member after being an inactive member for 36 consecutive months as**
16 **described in paragraph (b) of this subsection.**

17 **“(2) At the time the Public Employees Retirement Board adopts**
18 **actuarial equivalency factor tables under ORS 238.607, the board shall**
19 **adopt actuarial equivalency factor tables for the purpose of computing**
20 **the service retirement allowance under ORS 238.300 (1) and (2)(b)(A)**
21 **for a member described in subsection (1) of this section. The tables**
22 **may be adopted in conjunction with the system evaluation required**

1 by ORS 238.605. Tables adopted under this section must use the best
2 actuarial information on mortality available at the time the board
3 adopts the tables, as provided by the actuary engaged by the board.

4 “(3) In adopting tables under this section, the board shall use the
5 assumed interest rate determined by the board, minus four percentage
6 points.

7 “(4) The tables adopted under subsection (2) of this section shall be
8 used as provided in ORS 238.607 (1)(a) and (c).

9 “(5) The board may not defer or delay implementation of the
10 actuarial equivalency factor tables adopted under this section.

11 **“SECTION 3.** Notwithstanding section 2 (2) of this 2013 Act, the
12 Public Employees Retirement Board shall first adopt actuarial equiv-
13 alency factor tables under section 2 of this 2013 Act as soon as possible
14 after the effective date of this 2013 Act.

15 **“SECTION 4.** (1) The tables adopted under section 3 of this 2013 Act
16 become effective on September 1, 2013.

17 “(2) The tables adopted under sections 2 and 3 of this 2013 Act apply
18 only to members of the Public Employees Retirement System whose
19 effective date of retirement is after September 1, 2013.

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21 **“EMPLOYER CONTRIBUTION RATES**

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23 **“SECTION 5.** (1) As soon as possible after the effective date of this
24 2013 Act, the Public Employees Retirement Board shall recalculate the
25 contribution rates of all employers, pursuant to ORS 238.225, to reflect
26 the provisions of this 2013 Act.

27 “(2) The board shall issue corrected contribution rate orders to
28 employers affected by recalculated rates under this section within 90
29 days after the effective date of this 2013 Act. The corrected rates are
30 effective July 1, 2013.

1 **factual issues in the petition, the Supreme Court may appoint a special**
2 **master to hear evidence and to prepare recommended findings of fact.**

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“ACT DOES NOT CREATE CONTRACT RIGHTS

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**“SECTION 7. This 2013 Act does not constitute a statutory con-
7 tractual promise.**

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“SEVERABILITY

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**“SECTION 8. It is the intent of the Legislative Assembly that all
12 parts of this 2013 Act are independent and that if any part of this 2013
13 Act is held unconstitutional, all remaining parts shall remain in force.**

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“CAPTIONS

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**“SECTION 9. The unit captions used in this 2013 Act are provided
18 only for the convenience of the reader and do not become part of the
19 statutory law of this state or express any legislative intent in the
20 enactment of this 2013 Act.**

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“EMERGENCY CLAUSE

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**“SECTION 10. This 2013 Act being necessary for the immediate
25 preservation of the public peace, health and safety, an emergency is
26 declared to exist, and this 2013 Act takes effect on its passage.”.**

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