77th OREGON LEGISLATIVE ASSEMBLY – 2013 1st Special Session MEASURE: SB 862 A CARRIER: Rep. Parrish

Joint Committee on Special Session

Revenue: No revenue impact

Fiscal: Minimal fiscal impact, no statement issued

Action: Do Pass **Vote:** 10 - 0 - 0

Senate Yeas: Burdick, Devlin, Ferrioli, Winters, Courtney

Senate Nays: 0

House Yeas: Barnhart, Buckley, McLane, Parrish, Kotek

House Nays: 0

Prepared By: John Borden, Legislative Fiscal Office

Meeting Dates: 10/1

WHAT THE MEASURE DOES: Excludes increases in salary made by employer to pay for insurance coverage from calculation of final average salary of members of Oregon Public Service Retirement Plan (OPSRP); provides that lump sum payment or retirement allowance payable to member of Public Employees Retirement System who is convicted of crime is subject to execution, garnishment, attachment, or other process to collect money award in a criminal action with the amount of a money award limited to restitution or a compensatory fine; modifies retirement options available to members of Legislative Assembly; provides for expedited review by the Oregon Supreme Court; and declares emergency, effective on passage.

ISSUES DISCUSSED:

- Paying employees salary in lieu of health insurance coverage
- Impact on current Legislator's participation in PERS
- PERS "Normal" cost
- Impact on new and existing Legislators who have opted out of PERS, but participate in deferred compensation plan

EFFECT OF COMMITTEE AMENDMENT: The -4 amendment limits the amount of a money award in a criminal action judgment to restitution or a compensatory fine.

BACKGROUND: Under current law, a new legislator may decline to become a legislator member of OPSRP and elect to become a legislator member of the state deferred compensation plan, or decline to be either. The current employer contribution, or "pick-up," for a legislator member of the deferred compensation plan is six percent.