

Legislative Fiscal Office

Oregon State Capitol
900 Court Street NE, H-178
Salem, OR 97301
503-986-1828

Ken Rocco, Legislative Fiscal Officer
Paul Siebert, Deputy Legislative Fiscal Officer



Joint Committee on Ways and Means

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Sen. Elizabeth Steiner Hayward, Senate Co-Chair
Rep. Dan Rayfield, House Co-Chair

Sen. Jackie Winters, Senate Co-Vice Chair
Rep. David Gomberg, House Co-Vice Chair
Rep. Greg Smith, House Co-Vice Chair

To: Capital Construction Subcommittee

From: John Borden, Legislative Fiscal Office

Date: May 21st, 2019

Subject: SB 1049 – Relating to public employee retirement

Senate Bill 1049 relates to the public employee retirement and contains provisions to address system funding. The measure changes the amortization period for select liabilities, modifies benefits, broadens retired workers ability to return to work, provides for unamortized lumpsum side account deposits, provides Individual Account member choice in selecting investment options, provides for enhanced review of local government Pension Obligation Bond issuances, and requires the PERS Board to report to the Legislature on changes to actuarial methods and assumptions. The measure makes technical changes to SB 1566 (2018). The measure provides for an expedited review by the Supreme Court.

The measure includes a \$100 million General Fund appropriation and expenditure limitation and directs the transfer of Lottery Funds from sports betting games to be used as state matching funds for employer contributions into new or existing side accounts.

The measure has an emergency clause and is effective on passage; however, the measure includes various operative and sunset dates.

A preliminary budget report is available on the Oregon Legislative Information System (OLIS). A revenue impact statement is being prepared for the measure.

There is a -8 amendment, which replaces the measure.

Recommended Changes

LFO recommends adoption of the -8 amendment.

MOTION: I move adoption of the -8 amendment to SB 1049. (VOTE)

Final Subcommittee Action

LFO recommends that SB 1049, as amended by the -8 amendment, be moved to the Ways and Means Full Committee.

MOTION: I move BILL SB 1049, as amended, to the Full Committee with a do pass recommendation. (VOTE)

Carriers

Full Committee: _____

House Floor: _____

Senate Floor: _____