

## SENATE AMENDMENTS TO SENATE BILL 705

By COMMITTEE ON WORKFORCE

March 15

1 On page 1 of the printed bill, line 16, after “subsection” delete the rest of the line and delete  
2 lines 17 through 31 and insert “, with the beginning contribution offset rate based on the actuarial  
3 report under ORS 238.605 most recently published at the time the lump sum payment is made.

4 “(b) Notwithstanding paragraph (a) of this subsection, the board may, after consultation with the  
5 participating public employer, begin using a lump sum payment to offset contributions in an earlier  
6 year than the year chosen by the public employer under this section to ensure that the period for  
7 using the lump sum payment, including earnings accrued, will end no later than 20 years after the  
8 date of the actuarial report under ORS 238.605 most recently published at the time the lump sum  
9 payment is made.

10 “(c) A lump sum payment for which a participating public employer chooses the beginning of the  
11 amortization period under this subsection is not a qualifying lump sum payment for purposes of  
12 section 2, chapter 105, Oregon Laws 2018.

13 “(d) In lieu of the expenses authorized under ORS 238.229 (3), the board may charge a partic-  
14 ipating public employer expenses for administration of an account established under this subsection  
15 in an amount established by the board by rule.

16 “**SECTION 2.** Section 3b, chapter 105, Oregon Laws 2018, as amended by section 1 of this 2019  
17 Act, is amended to read:

18 “**Sec. 3b.** [(1)] If a participating public employer makes a lump sum payment from moneys not  
19 borrowed by the employer to an account established under ORS 238.229 in an amount equal to or  
20 greater than \$10 million, the Public Employees Retirement Board shall allow the participating public  
21 employer to choose an amortization period of six years, 10 years, 16 years or 20 years for the use  
22 of the lump sum payment to offset contributions to the system that the public employer would oth-  
23 erwise be required to make for the liabilities against which the lump sum payment is applied.

24 “[2)(a) *The board shall allow a participating public employer making a lump sum payment under*  
25 *this section to choose the year in which to begin to use the lump sum payment to offset contributions*  
26 *to the system that the public employer would otherwise be required to make for the liabilities against*  
27 *which the lump sum payment is applied. The board shall begin using the lump sum payment on July*  
28 *1 of the year chosen under this subsection, with the beginning contribution offset rate based on the*  
29 *actuarial report under ORS 238.605 most recently published at the time the lump sum payment is*  
30 *made.]*

31 “[b) *Notwithstanding paragraph (a) of this subsection, the board may, after consultation with the*  
32 *participating public employer, begin using a lump sum payment to offset contributions in an earlier*  
33 *year than the year chosen by the public employer under this section to ensure that the period for using*  
34 *the lump sum payment, including earnings accrued, will end no later than 20 years after the date of*  
35 *the actuarial report under ORS 238.605 most recently published at the time the lump sum payment is*

1 *made.]*

2 *“(c) A lump sum payment for which a participating public employer chooses the beginning of the*  
3 *amortization period under this subsection is not a qualifying lump sum payment for purposes of section*  
4 *2, chapter 105, Oregon Laws 2018.]*

5 *“(d) In lieu of the expenses authorized under ORS 238.229 (3), the board may charge a partic-*  
6 *ipating public employer expenses for administration of an account established under this subsection in*  
7 *an amount established by the board by rule.]”.*

8 On page 2, delete lines 1 through 18.

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