

FISCAL IMPACT OF PROPOSED LEGISLATION

81st Oregon Legislative Assembly – 2021 Regular Session
Legislative Fiscal Office

Measure: HB 2867

*Only Impacts on Original or Engrossed
Versions are Considered Official*

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Date: March 31, 2021

Measure Description:

Directs Public Employees Retirement Board to initiate, resume or suspend payment of certain increased benefits under Public Employees Retirement System on first day of calendar quarter following receipt of notice by board that benefit payments are or are not subject to Oregon personal income tax.

Government Unit(s) Affected:

Public Employees Retirement System (PERS)

Analysis:

This fiscal impact statement is for the purpose of transmitting the measure from the House Committee on Business and Labor to the Joint Committee on Ways and Means.

House Bill 2867 directs the Public Employees Retirement Board (PERB) to initiate, resume, or suspend tax remedy payments under the Public Employees Retirement System (PERS) on the first day of a calendar quarter after a retiree notifies PERB that the retiree’s benefit payments are or are not subject to Oregon personal income tax. The measure directs PERB to retroactively pay the increased benefits, not paid to a retiree or beneficiary because PERB determined that the payments were not subject to Oregon personal income tax, if the retiree submits evidence that prior benefits paid were subject to Oregon personal income tax. The measure takes effect 91 days after adjournment *sine die*.

The measure is anticipated to have an impact on the Public Employees Retirement System.

A more complete fiscal analysis on the measure will be prepared as the measure is considered in the Joint Committee on Ways and Means.

Further Analysis Required